



Press Release

Rikhav Securities Limited

January 12, 2026

Ratings

Instrument / Facility	Amount (Rs. crore)	Current Ratings	Previous Ratings	Rating Action	Complexity Indicator
Short Term Bank Facilities – Non-Fund Based	210.00	IVR A3 (IVR A Three)	-	Rating Assigned	Simple
Proposed Short Term Bank Facilities – Non-Fund Based	150.00	IVR A3 (IVR A Three)	-	Rating Assigned	Simple
Total	360.00 (Rupees Three Hundred and Sixty Crore Only)				

Details of Facilities/Instruments are in Annexure 1. Facility wise lender details are at Annexure 2. Detailed explanation of covenants is at Annexure 3.

Detailed Rationale

Infomerics Ratings has assigned its rating to the bank facilities of Rikhav Securities Limited (RSL) as it derives strength from experienced promoters with established track record, comfortable capital structure coupled with robust technology. However, these rating strengths are partially offset by high dependency on proprietary trading, volatility associated with stock market business coupled with intense competition.

Key Rating Sensitivities:

Upward Factors

- Substantial and sustained improvement in trading volumes resulting in improved financial performance & profitability margins with substantial improvement in capitalization and liquidity levels

Downward Factors

- Substantial decline in trading volumes and profitability, capitalization and liquidity levels.



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List of Key Rating Drivers with Detailed Description

Key Rating Strengths

- **Experienced Promoters with established track record**

RSL was incorporated in 1995 and has an established track record of more than two decades in the capital market business. The Chairman & Managing Director, Mr. Hitesh Himatlal Lakhani, is a Chartered Accountant with over 40 years of experience and provides strategic direction and leadership to the company. Mr. Rajendra N. Shah, Whole-Time Director & CFO, has more than 40 years of experience in securities and capital markets and oversees day-to-day operations, financial management, and regulatory compliance. The company is supported by a qualified team of professionals to ensure smooth execution and efficient monitoring of all activities.

- **Comfortable Capital Structure**

RSL's TOL/TNW stood at 0.28x as on 31st March 2025 improving from 1.12x as on 31st March 2024 with strong net worth base. RSL's tangible net worth improved significantly to Rs.226.28 crore as on March 31, 2025, from Rs.138.17 crore as on March 31, 2024, as RSL has raised equity of Rs.88.82 crore through an initial public offering (IPO) during FY25 (period refers from 01st April 2024 to 31st March 2025). The capital raise is expected to further strengthen the company's digital infrastructure, expand franchise partnerships, and support client acquisition efforts nationwide.

- **Robust Technology**

The company has strengthened its technology by launching Rikhav Plus mobile trading platform, which enables integrated multi-asset trading across exchanges, real-time market information, fast order execution, and secure portfolio access with multi-factor authentication. The adoption of the Meon Aadhaar eKYC platform has facilitated fully digital and paperless client onboarding, improved process efficiency and supporting the company's ability to scale its client base. The company has also indicated plans to continue investing in technology to enhance operational capabilities and improve service delivery.



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Key Rating Weaknesses

- **High dependency on proprietary trading**

RSL's major revenue stream is income from trading ~70% on the proprietary book and investment activities for FY25 which might result in volatility of the revenues and profitability. Going forward the ability of the company to diversify its revenue stream through substantial contribution from subscription fee income would be a key rating sensitivity. Additionally, brokerage income contributes only 4.41% of total income in FY25, declining from 7.07% in FY24, indicating limited traction in core broking revenues. The company's ability to improve this share and strengthen non-proprietary income streams will remain key monitorable.

- **Volatility Associated with Stock Market**

RSL is engaged in the stock broking business, and the stock market is volatile in nature, Market index like Sensex and Nifty goes up and down throughout the day. The stock market is vulnerable to both domestic and global events.

- **Intense Competition**

Broking is a highly volatile and cyclical business with the presence of many established players who provide significant competition to the other fragmented and small players. The competition from large and established players and technology-focused new entrants is expected to continue to impact the revenue profile of players. This limits the profitability margins of the industry.

Analytical Approach: Standalone Approach

Applicable Criteria:

[Rating Methodology for Financial Institutions/NBFCs](#)

[Criteria for assigning Rating outlook.](#)

[Complexity Level of Rated Instrument/Facilities](#)

[Policy on Default Recognition and Post-Default Curing Period](#)

[Financial Ratios & Interpretation \(Financial Sector\)](#)



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Liquidity – Adequate

RSL has adequate liquidity marked by GCA of Rs. 25.51 crore for FY25 and same is expected to improve further with increase in scale of operations. The company has maintained adequate cash and bank balance of Rs.161.59 crore as on September 30, 2025 to meet its liquidity requirements.

About the Company

Rikhav Securities Limited is a diversified financial services company offering a comprehensive range of capital market solutions, including equities, derivatives, commodities, currencies, depository services, mutual fund distribution, IPO application services, and market making. Founded in 1995 and rebranded in 2006, the company has progressively evolved into a tech-driven, client-focused platform with solid operational foundations in Maharashtra and Gujarat, along with a growing presence nationwide.

Financials (Standalone):

For the year ended/ As on*	(Rs. crore)	
	31-03-2024	31-03-2025
	Audited	Audited
Total Income#	110.45	74.62
EBITDA	55.07	34.88
PAT	42.37	23.93
Total Debt	40.10	0.11
Tangible Net Worth	138.17	226.28
EBITDA Margin (%)	49.86	46.75
PAT Margin (%)	38.36	32.08
Overall Gearing Ratio (x)	0.29	0.00
Interest Coverage (x)	18.71	5.92

* Classification as per Infomerics' standards.

Total Income= Sale amount of securities – Purchase amount of securities + Other operational income +Other income – Stock adjustment

Status of non-cooperation with previous CRA: Nil

Any other information: Nil



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Rating History for last three years:

Sr. No.	Name of Security / Facilities	Current Ratings (2025-26)			Rating History for the past 3 years		
		Type (Long Term/Short Term)	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2024-25	Date(s) & Rating(s) assigned in 2023-24	Date(s) & Rating(s) assigned in 2022-23
1.	Bank Guarantee	Short Term	210.00	IVR A3	--	--	--
2.	Proposed Non-Fund Based Bank Facilities	Short Term	150.00	IVR A3	--	--	--

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About Infomerics:

Infomerics Valuation And Rating Ltd (Infomerics) [Formerly Infomerics Valuation and Rating Pvt. Ltd] (Infomerics) was founded in the year 1986 by a team of highly experienced finance professionals for research and risk evaluation. Infomerics commenced its activities as External Credit Assessment Institution after obtaining registration from Securities Exchange Board of India (SEBI) and accreditation from Reserve Bank of India (RBI).

Adhering to best international practices and maintaining high degree of ethics, the team of analysts at Infomerics deliver quality credit ratings. Infomerics evaluates wide range of debt instruments which helps corporates access to financial markets and provides investors credit ratings backed by in-depth research. The transparent, robust, and credible ratings have gained the confidence of investors and the banks.

Infomerics has a pan India presence with Head Office in Delhi and Corporate Office at Mumbai, with branches in major cities and representatives in several locations.

Infomerics also has international presence with credit rating operations in Nepal through its JV subsidiary.

For more information and definition of ratings please visit www.infomerics.com.

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Annexure 1: Facility Details

Name of Facility/ /Security	ISIN	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Bank Guarantee	-	-	-	-	210.00	IVR A3
Proposed Non- Fund Based Bank Facilities	-	-	-	-	150.00	IVR A3

Annexure 2: Facility wise lender details

https://infomericstorage.blob.core.windows.net/uploads/len_rikhav_jan26_b64703a2c5.pdf

Annexure 3: Detailed explanation of covenants of the rated facilities: Not Applicable

Annexure 4: List of companies considered for consolidated/Combined analysis: Not Applicable

Note on complexity levels of the rated instrument: Infomerics has classified instruments rated by it on the basis of complexity and a note thereon is available at www.infomerics.com.