



JSWSL: SECT: MUM: SE: 2018-19
August 30, 2018

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Bandra (East), Mumbai - 400 051
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To,

<p>1. National Stock Exchange of India Ltd. Exchange Plaza Plot No. C/1, G Block Bandra – Kurla Complex Bandra (E), Mumbai – 400 051 Fax No.: 2659 8237-38 Email: cmlist@nse.co.in</p> <p>Kind Attn.: Mr. Hari K, President (Listing)</p>	<p>2. BSE Limited Corporate Relationship Dept. Phiroze Jeejeebhoy Towers Dalal Street, Mumbai – 400 001. Fax No. 2272 2037/2039/ 2041/ 20 61 Email: corp.relations@bseindia.com Ref: Company Code No.500228.</p> <p>Kind Attn: Mr. S. Subramanian, DCS (CRD).</p>
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SUB:IMPLEMENTATION OF RESOLUTION PLAN OF MONNET ISPAT AND ENERGY LIMITED

Dear Sir/Madam,

We refer to our earlier intimation dated July 26, 2018, wherein we informed you that, the National Company Law Tribunal, Mumbai Bench, on July 24, 2018 has approved, under Section 31 of the Insolvency and Bankruptcy Code, 2016, as amended, the resolution plan submitted by the consortium of JSW Steel Limited ("**JSW Steel**"/ the "**Company**") and AION Investments Private II Limited (a wholly-owned subsidiary of AION Capital Partners Limited) ("**AION**", and together with JSW Steel, the "**Consortium**") for Monnet Ispat and Energy Limited ("**MIEL**") (the resolution plan as amended and approved, "**Resolution Plan**"). Pursuant to the Resolution Plan, the Company has invested in MIEL in the following manner:

a) Investment in Creixent Special Steels Limited ("CSSL")

The Company has invested INR 4.80 crores in the Equity Shares of CSSL, at par, constituting 48% (Forty Eight per cent) of the total issued and paid up equity share capital of CSSL. In addition, the Company has also invested an amount of INR 370.27 crores in the Redeemable Preference Shares of different series issued by CSSL.

Further, AION has invested a sum of INR 191.50 crores into CSSL through a combination of Equity Shares and listed non-convertible debentures. AION's investment in CSSL comprises of (a) INR 5.20 crores in the Equity Shares of CSSL, at par, constituting 52% (Fifty Two per cent.) of the total issued and paid up equity share capital of CSSL; and (b) INR 186.30 crores in the form of listed Non-Convertible Debentures.

b) Investment by CSSL into Milloret Steel Limited ("Bid Co") and Merger of Bid Co into MIEL

CSSL has invested the investment amount received from the Company and AION in Bid Co by subscribing to 22.59 crore Equity Shares and 34.05 crore Compulsory Convertible Preference Shares ("**CCPS**") of Bid Co, at par. Moreover, AION has directly and through its subsidiaries invested a sum of INR 308.58 crores in Equity





Shares and CCPS issued by Bidco. Pursuant to the merger of Bid Co into MIEL, MIEL will issue 1 equity share and 1 CCPS of face value of INR 10 each respectively for every one equity share and CCPS of face value of INR 10 held in Bid Co.

c) Shareholding in MIEL

Accordingly, immediately upon implementation of the Resolution Plan, the Consortium members will directly or indirectly hold equity shares amounting to approximately 74.3% of the paid-up equity share capital of MIEL. The other shareholders of MIEL will hold the balance equity shares amounting to approximately 25.7% of MIEL's paid-up equity share capital. The effective holding of the Company in equity shares of MIEL will be approximately 23.1%. In addition, Consortium will also hold CCPS aggregating to INR 525.98 crores in MIEL.

In addition to the above investments, the Company is providing INR 125.00 crores as a working capital advance to MIEL. The Consortium has also arranged a term loan for MIEL to enable payment of the amounts due to the financial creditors in accordance with the Resolution Plan.

The parties have executed definitive documents containing their mutual rights and obligations to give effect to the foregoing. The parties have agreed upon mutual terms and conditions in relation to potential exit of AION and right of Company to increase its effective shareholding in MIEL and/or to seek merger of MIEL into the Company subject to regulatory approvals.

This intimation is given under Regulation 30 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, as amended.

The details required under Regulation 30 of the Listing Regulations read with SEBI Circular No. CIR/CFD/CMD/4/2015 dated 9 September 2015 are given in the enclosed annexure.

Thanking you,

Yours faithfully,
For JSW STEEL LIMITED




Lancy Varghese
Company Secretary





ANNEXURE

1.	Name of the target entity, details in brief such as size, turnover etc.;	Name of the Target: Monnet Ispat and Energy Limited Turnover of the Target: 1431.23 crores for FY 2017-18 Size of the Target: The Raigarh plant of the Target is an integrated steel plant with a pellet plant of 2 MTPA, sponge iron plant of up to 0.5 MTPA, blast furnace of 0.625 MTPA, steel melting shop of 1.6 MTPA, a bar mill of 0.5 MTPA, 170 MW power plant, rolling facilities and a plate/ coil mill (under installation). The Target also has a DRI process based sponge iron capacity of 0.3 MTPA, steel melting shop of 0.3 MTPA capacity and ferro alloy capacity of 58,400 TPA at its facility at Raipur, Chhattisgarh.
2.	Whether the acquisition would fall within related party transaction(s) and whether the promoter/ promoter group/ group companies have any interest in the entity being acquired? If yes, nature of interest and details thereof and whether the same is done at "Arm's length";	No
3.	Industry to which the entity being acquired belongs;	Steel
4.	Objects and effects of acquisition (including but not limited to, disclosure of reasons for acquisition of target entity, if its business is outside the main line of business of the listed entity);	The acquisition of the Target is being carried out in accordance with the resolution plan submitted by the consortium of JSW Steel Limited and AION Investments Private II Limited as has been approved by the National Company Law Tribunal (NCLT) in relation to the corporate insolvency resolution process of the Target under the Insolvency and Bankruptcy Code, 2016.
5.	Brief details of any governmental or regulatory approvals required for the acquisition;	All required approvals from the NCLT and the CCI have already been procured for the acquisition.
6.	Indicative time period for completion of the acquisition;	The acquisition has been completed





7.	Nature of consideration - whether cash consideration or share swap and details of the same;	Through merger of Milloret Steel Limited (a special purpose vehicle directly or indirectly owned by the consortium of JSW Steel Limited and AION Investments Private II Limited) with and into the Target
8.	Cost of acquisition or the price at which the shares are acquired;	INR 375 crores towards acquisition of securities through direct and indirect investments in the Target.
9.	Percentage of shareholding / control acquired and / or number of shares acquired;	The effective holding of the Company in equity shares of the Target will be approximately 23.1%.
10.	Brief background about the entity acquired in terms of products/line of business acquired, date of incorporation, history of last 3 years' turnover, country in which the acquired entity has presence and any other significant information (in brief);	<p>Brief Background:</p> <p>Line of business: Manufacturing of steel and steel products</p> <p>Date of Incorporation: 01/02/1990</p> <p>Details of Turnover: FY2017-18 1431.23Cr FY2016-17 1408.62 Cr FY2015-16 2103.12 Cr</p> <p>Presence in Countries: India</p>

