

**Credit update-Adani Wilmar Limited**

November 11, 2024

**Updates**

Earlier during August 2024, Adani Wilmar Limited (AWL; rated CARE AA-; Stable / CARE A1+) announced a scheme of arrangement with Adani Enterprises Limited (AEL; rated CARE A+; Positive/CARE A1+) where in as per the scheme, AEL had planned to demerge its Food and FMCG business, held under Adani Commodities LLP, to AWL on a going concern basis. Adani Commodities LLP is a wholly owned subsidiary of AEL and it holds 43.94% stake in AWL.

As per the BSE announcement on October 29, 2024, AWL and AEL have decided to withdraw the said scheme of arrangement. AWL has articulated that it shall implement a Minimum Public Shareholding (MPS) strategy in accordance with relevant SEBI circulars and shall reduce the promoter shareholding from the current 87.87% as of September 30, 2024, to 75% by February 2025, as per regulations. Given the continued business synergies with Wilmar International Limited (WIL), the withdrawal of the scheme of arrangement is credit neutral for AWL, and the underlying credit metrics are expected to remain stable.

Please refer to the following link for the previous detailed rationale that captures key rating drivers and rating sensitivities: [Click here](#)

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