

Credit update-Adani Enterprises Limited

January 09, 2025

Updates

As per stock exchange announcement on December 30, 2024, Adani Commodities LLP (ACL), a wholly-owned subsidiary of Adani Enterprises Limited (AEL; rated CARE A+; Stable / CARE A1+), entered into an agreement with Lence Pte. Ltd. (Lence), a wholly-owned subsidiary of Wilmar International Limited (WIL). Per agreement, ACL and Lence have granted each other simultaneous right of call and put options to exercise the right to purchase or sell up to 31.06% stake held by ACL in Adani Wilmar Limited (AWL; rated CARE AA-; Stable / CARE A1+) at a price cap of ₹305 per share. Additionally, ACL shall divest minimum 12.87% of its stake in AWL by February 8, 2025, in open market to comply with SEBI's minimum public shareholding (MPS) requirements. Hence, ACL shall fully exit from AWL post consummation of entire transaction. As of September 30, 2024, ACL and Lence each held a 43.94% stake in AWL. Following the signing of the agreement, Mr. Pranav Adani and Dr. Malay Mahadevia, representing ACL, have also resigned from the Board of AWL, effective December 30, 2024.

Complete stake sale of AEL in AWL (assuming transaction price of ₹305 per share,) is expected to lead to cash inflow of ~₹17,400 crore in more than one tranche. Proceeds of the same shall be utilized for meeting funding requirement of AEL. CARE Ratings will continue to monitor transaction progress and its consequent impact on AEL's business and financial risk profile.

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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