

Vedanta announces plan to ensure sustainable long-term capital structure

14 December 2023, London: Vedanta Resources Ltd (“Vedanta” or the “Company”), one of Asia’s leading industrial conglomerates, is pleased to announce that through the recently announced financing efforts, the Company has taken further significant steps toward creating a long-term sustainable capital structure. A US\$1.25bn credit facility has been raised in order to initiate a consent solicitation process on certain existing bonds, thereby allowing a re-profiling of the Company’s debt maturities, and improving its overall financial flexibility.

The consent solicitation process addresses both the Company’s near-term bond maturities, by proposing a maturity extension (and also providing benefits to bondholder such as upfront cash payments, overall improved security structure and economics) and also enables the Company to re-profile its balance sheet in a manner that creates a sustainable, manageable capital structure in the future.

Chairman, Vedanta Resources, Mr. Anil Agarwal said, *“We are pleased to conclude this latest financing round and continue our process to realign the Company’s capital structure. Following completion of this process, Vedanta will be in a comfortable position to service the interest and cash requirements of its debt for the future.”*

As a result, we believe the proposed transaction is in the best interests of all bondholders, shareholders and other stakeholders while working towards delivering a long-term sustainable capital structure for the Company.

There is so much exciting potential within the overall Vedanta Group. We look forward to continuing to help ensure India achieves self-sufficiency in many of the commodities it needs to achieve the significant economic growth expected in the years ahead.”

Key benefits for bondholders under the consent solicitation process to include:

- 1. U.S.\$1bn 13.875% Bonds due 2024 issued and guaranteed by the Company (the “Amended January 2024s”)**
 - a) highest upfront cash consideration of 53% at par value, plus additional 2% upfront consent fee payable in cash
 - b) security over brand and strategic fees receivables post refinancing of Credit Facility (and any refinancing debt)
- 2. U.S.\$1bn 6.125% Bonds due 2024 issued by the Company (the “Amended August 2024s”)**
 - a) significant increase in coupon rate of 7.75% per annum over previous rate of 6.125%
 - b) upfront cash consideration of 6% at par value, plus additional 2% upfront consent fee payable in cash
 - c) upgraded credit structure via c.82% guarantee coverage from entities which own shares in Vedanta Limited (guarantee will eventually increase up to 100% on a priority basis)
- 3. U.S.\$1.2bn 8.95% Bonds due 2025 issued and guaranteed by the Company (the “Amended March 2025s”)**
 - a) high upfront cash consideration (16%) at par value, plus additional 2% upfront consent fee payable in cash
 - b) security over brand and strategic fees receivables post refinancing of Credit Facility (and any refinancing debt)



Vedanta Resources Ltd.
30 Berkeley Square
London, W1J 6EX
Tel: +44 (0) 20 7499 5900
Fax: +44 (0) 20 7491 8440
www.vedantaresources.com

c) significant increase in coupon rate of 4.925% per annum over previous coupon of 8.95%

4. US\$600m 9.25% Bonds due April 2026 (the “Amended April 2026s”)

a) 0.75% upfront consent fee payable in cash

More details on the Consent Solicitations can be found under the “Bond Consent Process” section of the Company’s website.

Investor inquiries:
Mr. Omar Davis – President, Strategy
omar.davis@vedantaresources.com

Media inquiries:
Mr Sukanti Ghosh – President, Global Policy and Communications
sukanti.ghosh@vedantaresources.com

Tavistock - vedanta@tavistock.co.uk

About Vedanta Resources Limited

Vedanta Resources Limited (“Vedanta”) is a diversified global natural resources and technology company. Its portfolio includes Zinc (world’s largest integrated producer), Aluminium (India’s largest producer of primary aluminium), Oil & Gas (India’s largest private producer of crude), Silver (6th largest producer globally), Copper, Iron Ore & Steel, battery metals: Nickel (India’s sole nickel producer) & Cobalt, Commercial Energy as well as Semiconductors & Display. Vedanta is a former FTSE 100 company headquartered in London with operations in India, Zambia, Namibia and South Africa. The company uniquely covers traditional and leading-edge businesses. For more information on Vedanta Resources, please visit www.vedantaresources.com

Disclaimer

This press release contains “forward-looking statements” – that is, statements related to future, not past, events. In this context, forward-looking statements often address our expected future business and financial performance, and often contain words such as “expects,” “anticipates,” “intends,” “plans,” “believes,” “seeks,” “should” or “will.” Forward-looking statements by their nature address matters that are, to different degrees, uncertain. For us, uncertainties arise from the behaviour of financial and metals markets including the London Metal Exchange, fluctuations in interest and/or exchange rates and metal prices; from future integration of acquired businesses; and from numerous other matters of national, regional and global scale, including those of a political, economic, business, competitive or regulatory nature. These uncertainties may cause our actual future results to be materially different than those expressed in our forward-looking statements. We do not undertake to update our forward-looking statements.