

DEAL ANNOUNCEMENT

RBSA Advisors acts as a Financial Advisor to provide Fairness Opinion on the Merger of Tata Metaliks Ltd. into Tata Steel Long Products Ltd.



**TATA STEEL
LONG PRODUCTS**

Tata Steel Long Products Limited ('TSLP'), part of the \$132 billion Tata Group, has proposed the amalgamation of Tata Metaliks Limited ('TML') by issuing of 12 fully paid up equity shares of INR 10/- each of TSLP for every 10 fully paid up equity shares of INR 10/- each for TML, yielding deal valuation of INR ~2,200 crore.

TSLP is primarily engaged in the business of production and marketing of sponge iron, which is a single end use (steel making) and a single grade product. In April 2019, TSLP completed the acquisition of UML's steel business undertaking, which involved UML's specialty steel plant in Jamshedpur manufacturing alloy based long products, a functional iron ore mine, a coal mine under development and captive power plants. Tata Steel Limited ('TSL') holds ~75.91% equity in TSLP as at September 30, 2020.

TML is engaged, inter alia, in the business of manufacture and sale of pig iron and ductile iron pipes and its allied accessories in its manufacturing plant located at Kharagpur, West Bengal. TML continue with its plan to double its capacity. TSL holds ~60.03% equity in TML as at September 30, 2020.

The amalgamation will ensure creation of a combined entity, hosting all value added long products under TSLP, as the holding entity of the cluster, thereby resulting in efficiency of management and maximizing value for the shareholders. Further, such restructuring will lead to simplification of group structure by eliminating multiple companies in similar business and which will enable integrated value chain to enhance degree of vertical integration in the long products segment.

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