

JSW Steel buys 67% stake in Aussie mine for ₹1,000 crore

Our Bureau
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JSW Steel will invest \$120 million (₹1,000 crore) to acquire 66.67 per cent in Australian mining company M Res NSW HCC Pty (M Res NSW)

The investment will be made via the company's wholly-owned subsidiary, JSW Steel (Netherlands) BV, said the company in an exchange filing after its board meeting on Monday.

ADDITIONAL FUNDING

As part of the investment agreement, JSW Steel is also committed to investing an additional \$50 million by 2030 to meet the company's deferred payment obligations. Once the acquisition is completed, JSW Steel will enter into a market-linked

offtake contract with Illawarra Metallurgical Coal for the purchase of hard coking coal in proportion to its indirect economic interest in Golden M and its subsidiaries.

Thus, the investment aligns with JSW Steel's strategy to secure high-quality raw materials and optimize its cost structure.

"Raw material security and cost optimisation remain a key strategic priority for the company and this acquisition is a step forward in achieving those objectives," the company added.

Domestic steel companies depend heavily on imported coking coal sourced largely from Australia, Russia and the US.

Any disruptions in the supply chain expose them to significant price increase and operational challenges.