

NCLT okays AM Mining's plan to buy Indian Steel Corp

Our Bureau

Mumbai

The National Company Law Tribunal (NCLT) has approved the resolution plan of AM Mining India, a subsidiary of ArcelorMittal India, for acquiring Indian Steel Corporation for ₹897 crore.

AM Mining is a joint venture between Arcelor Mittal Luxembourg and Nippon Steel Corporation, Japan.

The Indian Steel Corporation was admitted for corporate insolvency resolution process in October 2021 after India Resurgence ARC moved against the company for a financial debt of over ₹2,700 crore.

The total consideration amount under the resolution plan will be ₹897 crore. Of this, secured financial creditors will get ₹810 crore, operational creditors (including

workmen and statutory dues) will receive ₹12 crore and equity infusion will be of ₹75 crore, said sources.

SERVICE CENTRE

The port-based facility specialises in manufacturing value-added steel products that cater to the automotive, construction, home appliance and general engineering sectors. With an established OEM customer base, the plant also has a service centre within its premises, said ArcelorMittal India.

The company looks forward to implementing the recently passed resolution plan in due course. Dilip Oommen, Executive Vice-President, ArcelorMittal, said the acquisition will enhance downstream capabilities and broaden product portfolio as the company looks to capitalise on market opportunities.