

Invitation for Expression of Interest (EOI)
for
Strategic Divestment of Neelachal Ispat Nigam Limited (NINL), Odisha, India

1. Neelachal Ispat Nigam Limited (NINL) was incorporated in 1982 to set-up an Integrated Steel Plant to undertake the manufacturing and sale of steel products. NINL's manufacturing unit is located at Kalinganagar Industrial Complex, Duburi, Odisha. A brief note on NINL is provided on Page 2.
2. The Union Cabinet Committee on Economic Affairs on 8 January 2020 gave 'in principle' approval for strategic disinvestment of equity shareholding of MMTC (49.78%), NMDC (10.10%), MECON (0.68%), BHEL (0.68%), IPICOL (12.00%) and OMC (20.47%) in NINL to a strategic buyer, identified through a two-stage auction procedure.
3. A Preliminary Information Memorandum (PIM) with the purpose of providing information regarding NINL and to solicit Expression(s) of Interest from Interested Bidders for sale of the Company has been issued on 25 January 2021. The PIM is accessible at the following link: <https://www.dipam.gov.in/dipam/strategic-disinvestment>.
4. Last date and time for submission of EOI by Interested Bidders (IBs): 29 March 2021 and Last date for submission of Physical Copies for IBs submitting electronically: 05 April 2021
5. An advertisement has been issued in the newspapers inviting IBs to submit their EOIs to participate in the Transaction. A copy of the advertisement is enclosed on Page 3.

NEELACHAL ISPAT NIGAM LIMITED

Neelachal Ispat Nigam Limited, an ISO 9001:2008 & ISO 14001:2004 certified, 1.1 Million tones per year (MTPA) Integrated Steel Plant (ISP) located at Kalinga Nagar Industrial Complex, Duburi in the Jajpur District of Odisha.

NINL is one of the best located Plant with a possession of 2500 acres of unencumbered land on lease from Government of Odisha (IDCO) from March,1997 for a period of 90 years.

NINL is located in district Jajpur about 100 km from Bhubaneswar. It has proximity to Iron Ore Mines, Sea Port, Railway Network and Express Highway. It is located at a distance of:

- 3 Km from Paradeep Daitari Expressway
- 15 Km from Jajpur Railway Station
- 30 Km from existing Iron Ore Mines at Daitari of Odisha Mining Corporation
- 45 Km from National Highway
- 120 Km from Paradeep Sea Port

Water is received from river Kharsuan at village Marthapur which is approx. 15km away from the plant. Power is procured from NESCO with balance met from captive power plant of 62.5 MW.

NINL has its own captive power plant to meet the internal power requirement and air separation unit for producing oxygen, nitrogen and argon .

The main units of this Plant comprises of a state-of-the-art coke oven battery of 0.88 MTA capacity with dry quenching facility which produces BF Grade Coke. The Sinter Plant with a capacity of 1.71 MTA and the Blast Furnace of 1.1 MTA capacity. NINL has got Captive Power of 62.5 MW and a 0.9 MTA Steel Melting Shop (SMS) having facilities like Ladle Heating Furnace (LHF), Continuous Casting Plant (CCP), Oxygen Plant and Lime & Dolomite Calcination Plant.

Basic Oxygen Furnace, Ladle Heat Furnace & Continuous Casting Plant was operational in Mar'2013. Technology and equipment providers are M/s Semag Germany, M/s Concast, Zurich, M/s Danieli, Italy, M/s Linde. Germany, M/s Terruzi, M/s HEC, India

Company has been producing Virgin Steel Billet, Pig Iron and BF Coke as main product and granulated slag, crude tar, ammonium sulphate as by-product.

NINL is located in Iron Ore belt having its own Iron Ore Mines of 872.29 hectare with a reserve of 110 tonne deposits in Sundargarh and Keonjhar districts. The Mining Lease was granted by Government of Odisha on 11.01.2017 for a period of 50 years. Symbolic Mining was carried out on 08.08.2019. Now, with intervention of Ministry of Commerce, NINL has recently received approval from Ministry of Mines, Govt. of India for mining of 0.5 million tonne on commercial basis to meet operational expenses till disinvestment.

The mines are approachable from Barbil covering a distance of 44 Km by metalled road up to Gonua and then 3.5 Km to Dalita by fair weather road. Area is also approachable from Joda by jeep and connects Mithirda and Basada deposit via Gonua over a distance of 30 Km. The nearest Rail head is located at Nayagarh on Banspani-Jhakhpura track at a distance of 22 km from the mines.



**GOVERNMENT OF INDIA
DEPARTMENT OF INVESTMENT AND PUBLIC ASSET MANAGEMENT**

GLOBAL INVITATION FOR EXPRESSION OF INTEREST FOR PROPOSED STRATEGIC DISINVESTMENT OF SHAREHOLDING OF MINERALS & METALS TRADING CORPORATION LIMITED (MMTC) (49.78%), NATIONAL MINERAL DEVELOPMENT CORPORATION (NMDC) (10.10%), MECON (0.68%) AND BHEL (0.68%) AND TWO GOVERNMENT OF ODISHA STATE PSUS NAMEDLY INDUSTRIAL PROMOTION & INVESTMENT CORPORATION OF ODISHA LIMITED (IPICOL) (12%) AND ODISHA MINING CORPORATION LIMITED (OMC) (20.47%) IN NEELACHAL ISPAT NIGAM LIMITED ALONG WITH TRANSFER OF MANAGEMENT AND CONTROL

Expression of Interests (EOIs) are hereby invited from Interested Bidders (IBs) for purchase of entire shareholding of Minerals & Metals Trading Corporation Limited (MMTC) (49.78%), National Mineral Development Corporation (NMDC) (10.10%), MECON (0.68%) and BHEL (0.68%) and two Government of Odisha State PSUs namely Industrial Promotion & Investment Corporation of Odisha Limited (IPICOL) (12%) and Odisha Mining Corporation Limited (OMC) (20.47%) in Neelachal Ispat Nigam Limited, by way of a Strategic Disinvestment along with transfer of management and control through a single transaction.

Neelachal Ispat Nigam Limited was incorporated in 1982 to set-up an Integrated Steel Plant (1.1 MTPA) to undertake manufacturing and sale of steel products. NINL's manufacturing unit is located at Kalinganagar Industrial Complex, Duburi, Odisha.

The Strategic Disinvestment shall be completed via a two – stage process. SBI Capital Markets Limited (SBICAP) is acting as Transaction Advisor for the process. A Preliminary Information Memorandum (PIM) for the Strategic Disinvestment can be downloaded from websites of Department of Investment and Public Asset Management (DIPAM) at www.dipam.gov.in, MMTC at www.mmtclimited.com, NINL at www.ninl.in and Transaction Advisor at www.sbicaps.com. For any future information/amendments/ corrigenda, kindly refer to above websites only or contact the Transaction Advisor.

IBs who meet the eligibility criteria mentioned in the PIM, may submit their EOI in either physical form or electronic form via e-mail at the address mentioned below, on or before 5:00 PM (Indian Standard Time) of 29 March 2021. However, IBs submitting EOI by e-mail shall also be required to submit the EOI in a physical copy in a sealed, covering envelope clearly marked "Private and Confidential – Expression of Interest for the Strategic Disinvestment of NINL" at the below mentioned address, not later than 5:00 PM (Indian Standard Time) of 5 April, 2021.

Address for submission of EOI:

Mr. Arun Jain
Vice President, PA&SF Group
SBI Capital Markets Ltd.
9th Floor, Jeevandeep Building
1, Middleton Street
Kolkata – 700071
Phone: +91-33-23023243

E-mail for electronic submission of EOI: NINL.Dipam@sbicaps.com