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# Vedanta announces demerger record date, shareholders to get 1:1 shares in new entities


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Vedanta's board has greenlit a major demerger, setting May 1, 2026, as the effective and record date.

## Synopsis

Vedanta's board has approved May 1, 2026, as the effective and record date for its demerger. Shareholders will receive shares in newly carved-out businesses, including aluminium, power, and oil and gas, in proportion to their existing holdings. This significant restructuring will transform Vedanta into separate listed entities.

By Akash Podishetti, ETMarkets.com

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**Vedanta** said its board has approved May 1, 2026 as both the effective date of its long-awaited demerger and the **record date** for determining shareholders eligible to receive shares in the newly carved-out businesses.

Under the approved scheme, shareholders of Vedanta will receive shares in the demerged entities in proportion to their existing holding in the company. The board said eligible shareholders will get one share of Vedanta Aluminium Metal Ltd (VAML) for every one Vedanta share held, one share of Talwandi Sabo **Power Ltd** (TSPL) for every one Vedanta share, and similar consideration in the other demerged units including the oil and gas business.

The demerger is one of the biggest corporate restructurings in India’s metals and mining space. Once implemented, Vedanta's existing businesses will operate as separate listed entities, allowing investors to hold direct stakes in distinct sector-specific companies rather than a diversified conglomerate structure.

Reuters had earlier reported that the plan would leave Vedanta as the base metals company, while four new units -- including aluminium, power, steel and iron, and oil and gas -- would be listed separately.



The restructuring received a major boost after the National Company Law Tribunal (NCLT) approved the scheme in December 2025. Vedanta had then said it was moving toward implementation, after first securing shareholder and creditor approvals.

The company has said that the split will help simplify the business structure, sharpen management focus and unlock value by allowing each vertical to pursue its own growth and capital allocation strategy.

Chairman Anil Agarwal had said earlier that the combined value of the demerged businesses could exceed the current market value of the unified company, according to Reuters and earlier media reports.



The demerger also comes as Vedanta continues to reshape its balance sheet and business profile. Reuters reported that the company was targeting listings of t demerged entities by mid-May, with the restructuring also seen as helping streamline operations while parent Vedanta Resources continues its deleveraging efforts.

For shareholders, the immediate trigger now is the May 1 record date, which will decide entitlement to shares in the newly created companies. With the effective date and share entitlement now formally announced, market attention is likely to shift to listing timelines and how investors begin valuing the individual businesses separately once trading starts.