

Publication: Hindu Business Line**Edition:** Chennai**Date:** April 1, 2025**Page:** 07

Aditya Birla Finance merges with parent Aditya Birla Capital

Our Bureau

Mumbai

The amalgamation of Aditya Birla Finance Ltd (ABFL) with its parent Aditya Birla Capital Ltd (ABCL) with effect from April 1, 2025, will lead to rationalisation and simplification of group structure, improved financial stability and increased operational efficiency, according to ABCL.

ABCL, in a statement, said it will be converted from a core investment company to an operating non-banking finance company, and this will create a unified larger entity with greater financial strength and flexibility, enabling direct access to capital. ABFL is a wholly-owned NBFC subsidiary of ABCL.

“The amalgamation has resulted in reduction of legal entities and simplification of the group structure of ABCL... The amalgamation has led to consolidation of businesses and operational synergies, resulting in expan-

sion and long-term sustainable growth,” a statement said.

ACCELERATE GROWTH

Kumar Mangalam Birla, Chairman, Aditya Birla Group, said, “I am confident that the combined strength of our diversified financial products and services will enable us to accelerate growth, drive financial inclusion and be a key contributor to India’s vast economic growth opportunities.”

The Board of Directors of ABCL approved the appointment of Vishakha Mulye as MD & CEO and Rakesh Singh as ED and CEO (NBFC) of the amalgamated entity, subject to regulatory approvals. As of December-end 2024, ABCL’s aggregate assets under management of over ₹5.03 lakh crore include a consolidated lending book of over ₹1.46 lakh crore and gross written premium of ₹16,942 crore in life and health insurance businesses in nine months of FY25.

Publication: ETBFSI	Edition: Online
Date: April 1, 2025	Page: NA

ABCL completes merger of subsidiary Aditya Birla Finance with itself

Aditya Birla Capital on Monday said it has completed the amalgamation of its wholly-owned subsidiary Aditya Birla Finance with itself to create a unified larger operating NBFC. This follows the order of the National Company Law Tribunal (NCLT), Ahmedabad Bench, dated March 24, and the scheme of amalgamation is effective from April 1, Aditya Birla Capital Ltd (ABCL) said in a statement.

In March last year, the decision to merge Aditya Birla Finance with the parent entity was taken by the respective boards, subject to receipt of various statutory and regulatory approvals.

The board has also approved the appointments of Vishakha Mulye as the MD and CEO and Rakesh Singh as the executive director of the amalgamated entity, the statement said, adding that these appointments are subject to regulatory and other requisite approvals.

In addition, it said, the board has approved the appointment of Nagesh Pinge and Sunil Srivastav as independent directors of the company.

Kumar Mangalam Birla, Chairman of Aditya Birla Group, said, "In line with the nation's growth, Aditya Birla Capital has significantly expanded in scale and size, establishing itself as a core growth engine for the Group...the combined strength of our diversified financial products and services will enable us to accelerate growth, drive financial inclusion and be a key contributor to India's economic growth opportunities".

With a simplified corporate structure, the company now has better access to capital to drive operational synergies, long-term growth and enhanced value creation for all stakeholders, ABCL CEO Vishakha Mulye said.

"We remain focused on simplifying finance and providing comprehensive financial solutions that meet our customers' diverse needs while paving the way for ABCL's next phase of growth," she said.

The amalgamation will help in improved financial stability, increased operational efficiency and likely stakeholder value enhancement, among others.