

Vedanta Resources' Credit Outlook Upgraded to 'Positive' by Moody's and S&P Global

- *Secures Dual Positive Outlook Upgrades from Moody's and S&P Global*
- *S&P affirms foreign currency issuer credit rating of 'B+'; Moody's affirms corporate family rating of B1*

London, December 08, 2025: Vedanta Resources Limited ("Vedanta" or "Company"), a global leader in transition metals, critical minerals, energy, and technology, has received 'Positive' outlook revisions from global credit rating agencies Moody's and S&P Global. This reflects the Company's strengthened operating performance, earnings visibility, and sustained progress on its deleveraging roadmap.

Both agencies reaffirmed Vedanta Resources' credit ratings while noting the Company's favourable earnings outlook, improved cost structure, deeper vertical integration, and the ramp-up of new capacities, particularly in aluminium, which continue to drive earnings momentum.

Moody's, in affirming the Company's 'B1' Corporate Family Rating and 'B2' rating on senior unsecured bonds, emphasised stronger earnings and cash flow driven by higher production, favourable commodity prices, and deeper vertical integration in aluminium. Moody's noted significant improvement in the Vedanta's credit metrics, particularly EBIT/interest coverage, owing to liability management and debt refinancing initiatives that have extended maturities and reduced funding costs to below 10% in FY2026 from 13% in the previous year.

The agency quoted that Vedanta's earnings remain anchored in its zinc, aluminium, and oil & gas operations, with aluminium profitability set to benefit from increased captive alumina production and enhanced bauxite integration. It also pointed to successful refinancing activity and improved access to capital markets, resulting in no bond maturities at the holding company level until June 2028, thereby lowering refinancing risk.

S&P Global affirmed Vedanta Resources' foreign currency issuer credit rating of 'B+' and local currency issuer credit rating of 'B+'. The credit agency's revision follows its assessment that cost-reduction initiatives, favourable product prices, and the ongoing ramp-up of new capacity in the aluminium business will support earnings and cash flow. The agency highlighted that increased captive alumina output, improving backward integration into bauxite, and rising value-added sales in the aluminium and zinc divisions will strengthen margins. S&P expects the Company's EBITDA to grow by 10% in fiscal years 2026 and 2027.

S&P has noted that the recent refinancing of high-cost private credit debt is expected to further lower borrowing costs. These factors, combined with incremental visibility on debt maturity profiles, support a trajectory of sustained deleveraging.

Moreover, Vedanta Resources is poised for a potential multi-notch rating upgrade as well. S&P has listed such scenarios wherein the materialisation of any of these could lead to an upgrade in the rating of the Company individually. Sustainable improvement in the capital structure and debt maturity profile and decline in the debt-servicing needs would be among the factors that may lead to an upside rating revision.

The dual 'Positive' outlook upgrades reflect growing market confidence in Vedanta Resources' business fundamentals, operational delivery, and clear long-term trajectory of value creation through disciplined capital allocation, enhanced integration, and financial resilience.

About Vedanta Resources

Vedanta Resources Limited ("Vedanta"), headquartered in London, U.K., is a former FTSE 100 company. A global leader in transition metals, critical minerals, energy, and technology, Vedanta's operations span India, South Africa, Zambia, Namibia, Liberia, UAE, Saudi Arabia, South Korea, Taiwan, and Japan. Its portfolio includes Zinc (the world's largest integrated producer), Silver (the 4th largest producer globally), Aluminium (India's largest producer of primary aluminium), Oil & Gas (India's largest private producer of crude oil), Copper, Iron Ore & Steel, Nickel (India's sole producer), Cobalt and Commercial Energy.

For more information on Vedanta Resources, please visit www.vedantaresources.com

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