



IIMC CASE RESEARCH CENTER (IIMCCRC)

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RENEW POWER: LISTING THROUGH SPAC

Sumant Sinha¹ was a relieved man after a successful listing of his company ReNew Power in Nasdaq² on August 24, 2021. He was particularly happy with the way his company got listed in the U.S., through a merger with RMG II³, a special purpose acquisition company (SPAC), creating a new offshore entity called ReNew Energy Global Plc. The cash in hand, cash raised through this deal, and access to capital would leave Sumant with enough liquidity to take the operational capacity of the company to 18,500 MW by 2025- almost two times of the present capacity. Notably, at the time of listing, the enterprise value of the company was close to \$8 billion. Two days after the listing, Sumant looked at the stock's performance on the Nasdaq screen, and found that the stock was trading at a discount.⁴ The only question that crossed Sumant's mind that evening was whether this was the best option available with him for taking his company public.

¹ Chairman & CEO of the Company.

² ReNew Global (ReNew Energy Global Plc), was a public limited company incorporated in United Kingdom, listed on The Nasdaq Stock Market LLC ("Nasdaq") (Ticker: RNW)

³ RMG Acquisition Corporation II is a blank check company incorporated as a Cayman Islands exempted company on July 28, 2020

⁴ The stock closed at \$9.19 on August 26, 2021

Professor Ashok Banerjee and Somak Mukherjee of Indian Institute of Management Calcutta prepared this case. This case is developed solely as the basis for classroom discussion. Cases are not intended to serve as endorsements, or illustrations of effective or ineffective management.