Early Warning System

IFC-52935

Milky Mist 2026

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Quick Facts

Countries	India
Specific Location	Perundurai, Tamil Nadu
Financial Institutions	International Finance Corporation (IFC)
Status	Approved
Bank Risk Rating	B
Voting Date	2026-07-30
Borrower	Milky Mist Dairy Food Ltd.
Sectors	Agriculture and Forestry, Industry and Trade
Investment Type(s)	Equity
Investment Amount (USD)	$ 19.54 million
Project Cost (USD)	$ 162.30 million

Project Description

As stated by the IFC, the project consists of an equity investment in the form of common shares of an aggregate amount of up to INR 1,420 million (equivalent to approximately US$15.0 million), including as an anchor investor in Milky Mist’s initial public offering (IPO). IPO proceeds are expected to support expansion and modernization of the Company’s manufacturing facility in Tamil Nadu, purchase of visi-coolers, chocolate coolers and ice-cream freezers, repayment or pre-payment of the Company’s existing borrowings, and general corporate purposes.

Investment Description

- International Finance Corporation (IFC)

As stated on the project disclosure page, the IFC will invest via a subscription to common shares in Milky Mist's IPO, including as an anchor investor. The IPO is expected to raise approximately INR 15,530 million, equivalent to US$164.0 million. IFC will invest an aggregate amount of up to INR 1,420 million (equivalent to approximately US$15.0 million) in the IPO.

Private Actors Description

As stated by the IFC, Milky Mist is sponsored by Mr. Sathishkumar T, and Ms. Anitha S. Pre-IPO, the Sponsor Group holds 93.0%, Temasek holds 5.2%, and other investors hold the remaining 1.8% of the Company.

Founded in 1998 as a partnership firm, Milky Mist Dairy Food Limited ("the Company" or "Milky Mist") is currently a dairy company exclusively focused on value-added dairy products (“VADPs”). Milky Mist (https://www.milkymist.com/) offers a wide range of VADPs for daily consumer use, including cheese, paneer, butter, curd, ghee, yogurt, ice cream, ultra high temperature (UHT) processed long-shelf-life items, and other products, including frozen foods, ready-to-eat (“RTE”) and ready-to-cook (“RTC”) products.

The Company has built an integrated farm-to-retail model, sourcing more than 85% of its raw milk directly from 74,654 farmers across 25 districts in Tamil Nadu, Andhra Pradesh, Maharashtra and Karnataka located within ~400 km distance of its Perundurai (Erode, Tamil Nadu) dairy processing plant, procuring about ~294 million litres of raw milk per annum in FY2026. Milky Mist does not maintain its own captive animal farm for producing milk. The Company has established a three-tier procurement system, to ensure and retain milk quality, comprising 3,907 tech-enabled, village level automated milk collection units (AMCUs) for initial testing followed by 29 bulk or milk chilling centres for further analysis, and final testing at the Perundurai manufacturing facility. The lone integrated dairy processing Plant established about 10 years ago is a fully automated manufacturing facility that is USFDA approved and also houses the subsidiary company operations - M/s Asal Food Products Private Limited's frozen foods unit - that manufactures RTE and RTC products.

The company manages its own tech-enabled cold-chain logistics using internet of things (IoT) and real-time tracking, operating 63 raw milk transport vans, 282 reefer trucks, and 34 ambient trucks to supply to 57 clearing & forwarding agent warehouse depots. The company sells its products across 22 states and 5 union territories in India and exports to more than 15 countries, including Singapore, the United States of America, Middle Eastern countries and Australia.

The Company through its animal health team, provides support to dairy farmers covering training, providing cattle feed, promoting clean milk production programs, offering silage training, supplying fodder seeds, providing veterinary support, vaccinations, facilitating artificial insemination services, and assisting with obtaining loans to purchase cattle.

The Company also owns and operates (through third party engineering procurement and construction contractors) three (3) solar renewable energy (RE) plants of 29MW cumulative capacity and one wind turbine generator of 2MW capacity in the State of Tamil Nadu.

Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
-	-	-	-	Milky Mist Dairy Food Ltd.	Client	Agriculture and Forestry

Contact Information

Client - Milky Mist Dairy Food Limited:

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ACCESS TO INFORMATION

You can submit a request for information disclosure at: https://disclosures.ifc.org/#/inquiries

If you believe that your request for information from IFC has been unreasonably denied, or that this Policy has been interpreted incorrectly, you can submit a complaint at the link above to IFC's Access to Information Policy Advisor, who reports directly to IFC's Executive Vice President.

ACCOUNTABILITY MECHANISM OF IFC/MIGA

The Compliance Advisor Ombudsman (CAO) is the independent complaint mechanism and fact-finding body for people who believe they are likely to be, or have been, adversely affected by an IFC or MIGA- financed project. If you submit a complaint to the CAO, they may assist you in resolving a dispute with the company and/or investigate to assess whether the IFC is following its own policies and procedures for preventing harm to people or the environment. If you want to submit a complaint electronically, you can email the CAO at CAO@worldbankgroup.org You can learn more about the CAO and how to file a complaint at http://www.cao-ombudsman.org

Bank Documents

- Environmental and Social Review Summary