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To,
Compliance Department,
The Bombay Stock Exchange
Floor 25, P J Towers,
Dalal Street
Mumbai-400001,
India,

Date: 29.06.2020

Ref: Scrip Code - 533213

Sub: Disclosure of material impact of COVID-19 pandemic - Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Ref: SEBI circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020

Dear Sir/Madam,

Pursuant to Regulation 30 of SEBI (LODR) Regulations, 2015 read with SEBI Circular No. SEBI /HO/CFD/CMD1 /CIR/P/2020/84 dated May 20, 2020, we hereby submit the disclosure of material impact of COVID-19 pandemic on the Company as follows:

The Company is primarily engaged in the four segments namely:-

1. Consultancy, commission & brokerage
2. Investments in bonds, FDR & loans and advances
3. Co-working and renting
4. Other unallocated investment activities

The impact of Covid - 19 on all of the above segment is severe as explained below :-

- a) Consultancy, commission & brokerage: Covid - 19 has created fear in the minds of peoples and further the economic environment is also very uncertain, therefore the investors are scared in investing money in mutual funds and accordingly the company expects that the business can decline upto 5-10 percent in the financial year 2020-2021.
- b) Investments in bonds, FDR & loans and advances: The government is continuously reducing the rate of interest and accordingly the earning from this business is bound to be reduced by around 10% in the coming year.

- c) Co-working and renting : The Covid -19 has impacted the economy very badly and we expect a very subdued demand for co-working and leasing spaces and accordingly we don't expect any demand for co-working or rental space.
- d) Other unallocated investment activities: Company's major investment has been in capital market both through direct investments in shares and through mutual funds. However due to Covid-19, which has effected globally, the Indian stock market has fallen substantially and the same has impacted asset quality of the company for the year ended 31st March 2020. Although the company is able to generate profit of Rs. 313.30 lakhs for the FY 2019-2020 but due to of provisioning of unrealized losses on investments as required by IND-AS, it ended up in a loss of Rs. 316.53 lakhs.

The Directors have always been following prudent financial norms and since there are no borrowings and all assets included property is funded by company's own money so the existence of the company is not threatened and is not affected by liquidity risk. However the company expects that all segments of business in financial year 2020-2021 to be down by 5% to 10%.

The above view of the Board of directors is based upon the presumption that covid -19 crisis will be controlled in next 1-2 months . However if the situation does not improve in next 2 months or so the impact on company's operation can be more which cannot be ascertained as of now.

You are requested to kindly take the above information on record.

Thanking You.

For Frontline Securities Limited

Pooja Gupta
Company Secretary