

May 29, 2020

The BSE Limited
First Floor, New Trading Ring,
Rotunda Building,
P. J. Towers, Dalal Street.
Mumbai.

National Stock Exchange of India Limited
Listing Department
Exchange Plaza
Bandra Kurla Complex
Bandra (E), Mumbai-400051

Dear Sir,

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

Ref: **Company Code - 532732 / KKCL**

Pursuant to SEBI Circular SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020 please find enclosed herewith Annexure A being the disclosure on material impact of COVID-19 pandemic on the Company.

Kindly take the above information on record

Thanking you,
Yours faithfully,

For KEWAL KIRAN CLOTHING LIMITED.
S/D
ABHIJIT WARANGE
VICE PRESIDENT- LEGAL & COMPANY SECRETARY

Encl: a/a

ANNEXURE-A
DISCLOSURE OF MATERIAL IMPACT OF COVID-19 PANDEMIC

Pursuant to the SEBI Circular SEBI/HO/CFD/CMDI /CIR/P/2020/84 dated May 20, 2020 material impact of CoVID-19 pandemic are as follows: -

Sr. No.	Particulars	Disclosures
1.	Impact of the CoVID-19 pandemic on the business	The Company's Manufacturing facilities, retail stores and offices at various locations remained shut from March 23, 2020 due to the lockdown. The Company partially re-opened the same in a phased manner in accordance with the applicable guidelines issued by Ministry of Home Affairs, Government of India and various State Government where lockdown restrictions have been reduced to certain extent. This has impacted Company's operations during April and May, 2020.
2.	Ability to maintain operations including the factories/units/office spaces functioning and closed down;	The Company has partially resumed its operations at some of its manufacturing facilities in a phased manner, in line with the applicable guidelines issued by Ministry of Home Affairs, Government of India with available workforce. It is adhering to the safety norms prescribed by the Government of India. The Corporate office of the Company is situated in Mumbai and is still under lockdown due to entire Mumbai being in Red Zone.
3.	Schedule if any, for restarting the operations	
4.	Step taken to ensure smooth functioning of operations.	At present, the Company has taken utmost care of its staff and work force at partially resumed manufacturing facilities, like sanitization, social distancing, mandatory wearing of mask, maintaining proper hygiene etc. Supply chain is being monitored to ensure availability of material. We have taken appropriate control measure over cash flow, capital expenditure and recurring overheads to smoothly manage our operations. We are negotiating with the owners of the leased/licensed retail outlets for waiver of lease rent/license fees for the period of lockdown.
5.	Estimation of the future impact of CoVID-19 on its operations.	April 2020 and May 2020 being lockdown months, the company could not make the sales in those months and with continuity of controlled recurring cost, profitability of the

		company has been adversely impacted. Though we do hope the business situation to gradually normalize in upcoming months, overall sales and profitability for the full financial year would largely be impacted.
6.	Details of impact of CoVID-19 on listed entity's:	
6.1	Capital and financial resources	The Company's capital reserves' and banking facilities are intact. Though, going forward, recoverability of its receivables and liquidation of its inventories are marginally stretched but not significantly impacted and we have sufficient reserves and unutilized Banking limits available, we, thereby do not foresee liquidity concerns
6.2	Profitability	In view of lockdown, the profitability during 1 st quarter (April-June 2020) will be adversely impacted. Though we do hope the business situation should gradually normalize during the current financial year.
6.3	Liquidity Position	As explained above, at present there are no liquidity concerns as we have sufficient reserves and banking limits available.
6.4	Ability to service debt and other financing arrangements	The Company is being continuously serving its debts without opting for any option available for moratorium of payment of interest as well as repayment of principle instalment. The Company do not foresee any such concerns in future as well.
6.5	Assets	The Company has reduced / delayed majority of its capital expenditure plans, baring marginal replacement cost. As explained above, recoverability of its receivables and liquidation of its inventories are marginally stretched but not significantly impacted and we have sufficient reserves and unutilized Banking limits available, we, thereby do not foresee liquidity concerns.
6.6	Internal financial reporting and control	The Company has taken Cash Flow control and overhead control measures to manage the operations. Regular interval review mechanism adopted to review the receivables, inventories and measures taken to control the capital expenditure.
6.7	Supply Chain	The Company do not foresee any major disruption in its supply chain.
6.8	Demand for its products/services	There is temporary reduction in demand due to lockdown, which we expect to improve gradually during the financial year.