



**YUG DECOR LIMITED**

Date: 27<sup>th</sup> May, 2020

To  
Department of Corporate Services,  
**BSE LIMITED,**  
P.J. Towers,  
Dalal Street,  
Mumbai – 400 001

**Scrip Code: 540550      ISIN: INE796W01019**

**Sub.: Disclosure of impact of CoVID-19 pandemic on the business of the Company**

**Ref: Advisory vide SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated  
May 20, 2020**

Dear Sir/Madam,

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Advisory issued by SEBI vide SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020, we hereby provide the following details:

**1. Impact of the CoVID-19 pandemic on the business;**

The outbreak of CoVID-19 pandemic in the entire country resulted in Lockdown, announced by the Central and State Government, due to which the production activities in the manufacturing unit of the Company situated at Santej, Gujarat was halted w.e.f. 24<sup>th</sup> March, 2020 till the time any further directives of the Government/ Concerned Government Authorities being issued in view of the same.

**2. Ability to maintain operations including the factories/ units/ office spaces functioning and closed down;**

After having received requisite permission from concerned Local Regulatory Authorities, the Company partially resumed its production activities w.e.f. 24<sup>th</sup> April, 2020 with limited no. of workers engaged in the same. Meanwhile, in order to ensure seamless operations of the Company, all the other employees were asked to work from home.



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### **3. Schedule, if any, for restarting the operations;**

The Company has already been operating at low capacity during lockdown period. However, operation activities are improving.

Further, as permitted by the State Government and Local Authorities, now the Registered (Administrative) office of the Company is also operating with limited number of staff in limited no. of working hours w.e.f. 19<sup>th</sup> May, 2020.

### **4. Steps taken to ensure smooth functioning of operations;**

At all times, complying with the Directives issued by the Government, the Company has put in place certain measures to be undertaken to ensure safety of all the employees at the work place like making use of sanitizers, enforcing wearing of masks and maintaining social distance.

### **5. Estimation of the future impact of CoVID-19 on its operations;**

With regard to Company's estimation of future impact of COVID-19 pandemic on its operation, there has not been any material adverse impact on company's performance except reduction in turnover and profitability and we expect further improvements as the situation is getting back to normalcy in the country.

### **6. Details of impact of CoVID-19 on listed entity –**

#### **➤ Capital and Financial Resources;**

The Company has enough capital to meet business requirement and we do not expect any adverse impact of pandemic on it. The Company has taken several cost cutting measures for smooth operations and to optimize use of its financial resources.

#### **➤ Profitability;**

The Company is expecting a reduction of profitability in current financial year as compare to last financial year to the extent of Lockdown effects.

#### **➤ Liquidity position;**

The Company has sufficient liquidity to meet its business, debts and financial commitments. Though there are delays in payment receivables, which may be temporary in nature.



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➤ **Ability to service debt and other financing arrangements;**

The Company does not have any significant debt obligation except cash credit and term loans. The company has not opted for EMI moratorium offered by bank. Hence, there is no adverse impact of the pandemic on it.

➤ **Assets;**

None of the assets of the company have been impacted or impaired by the pandemic.

➤ **Internal financial reporting and control;**

There is no significant impact on internal financial reporting and control.

➤ **Demand of its products/ Services and Supply Chains;**

The Company deals in non-essential items, as a result of which demand of its products has been impacted due to nationwide lockdown. Also, there were supply chain bottlenecks due to disruption of transportation for a temporary period of time. Revenue from the business is affected, but as and when the market situation improves, the Company expects that the revenue will pick up from its current low levels.

7. **Existing contracts/agreements where non-fulfilment of the obligations by any party will have significant impact on the listed entity's business;**

There are no such contracts/agreements which would lead to non-fulfilment of the obligations by any party or shall have significant impact on the business.

8. **Other relevant material updates about the listed entity's business;**

Nil.

Kindly take the same in your record.

Thanking You,

Yours Faithfully,

**For, Yug Decor Limited**

**Barkha C. Lakhani**

**Company Secretary & Compliance Officer**

**Membership No.: A56854**

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