



Sharda Ispat Ltd.

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Website: www.shardaispat.com | CIN No.: L74210MH1960PLC011830



Date: - 05.06.2020

To,
The Department of Corporate Services,
Bombay Stock Exchange Limited,
1st Floor, New Trading Wing,
Rotunda Building, P.J.Towers,
Dalal Street, Fort,
Mumbai -400001

SCRIP CODE:-513548

SHARDA ISPAT LIMITED

Sub: Impact of Covid-19 pandemic on the Company

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

Dear Sir/ Madam,

Pursuant to Regulation 30 of SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated 20th May, 2020, we would like to submit the following information:

1. Impact of COVID-19 pandemic on the business

The manufacturing operations of the Company went to standstill immediately after the announcement of the lockdown in the month of March 2020. From 21st May, 2020 steps were taken for restarting the manufacturing facility, keeping in view the restrictions imposed by the Government and taking necessary precautions in terms of directions issued by the concerned authorities.

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

Since, there is a lockdown in Nagpur and the Company and some of its executives are following 'work from home'. The Plant is running with 30% manpower at a partial production rate.

3. Schedule, if any, for restarting the operations

The Company has received necessary permissions and approvals to start the plant with reduced staff, which is already communicated through the disclosure.

4. Steps taken to ensure smooth functioning of operations

Before restarting the operations, the Company has followed all the directives that have been issued by the Central Government, the State Government and the local administration. It is also in compliance with all the medical, health, safety and social distancing guidelines for the safety of all the employees and other stakeholders of the Company. At the Company's plant necessary arrangements of sanitization, screening, etc. have been made and are continuing.

5. Estimation of the future impact of COVID-19 on its operations

The pandemic of COVID-19 will impact on the operations of the Company. However the impact cannot be ascertained at the current moment.

6. Details of impact of COVID-19 on the Company's Capital and financial resources

- a. Profitability-** At this stage, it is hard to assess the revenue and profitability for the whole Financial year 2020-21.
- b. Liquidity Position-** The Company's liquidity position is adequate.
- c. Ability to service debt and other financing arrangements-** The Company has taken the benefits of moratorium on the payment of interest on the cash credit facilities provided by the bank. Once the lockdown will be uplifted the company will be able to service the debts on time and there will be no default on any loan or interest commitment.
- d. Assets-** The Company has taken proper insurance cover and secured all its stocks. All the assets of the Company are in working condition.
- e. Internal financial reporting and control system-** The Company has adequate internal financial reporting and control system.
- f. Supply chain-** The uneven pace of resumption of activity across regions created disruptions in supply chain initially. However, now the same is streamlined to a large extent.
- g. Demand for its products/services-** Since there is a transition period in the Automobile sector from BS IV to BS VII vehicles. Exact business volume cannot be ascertained as on date.

7. Existing contracts/agreements where non-fulfillment of the obligations by any party will have significant impact on the Company's business

The Company does not have any material existing contracts/agreements where non-fulfillment of the obligations by any party will have significant impact on its business.

8. Other relevant material updates about the Company's business

No other material information. The Company shall keep updated in case of any material development.

As permitted, this intimation is being submitted under Sd/- mode due to limited resources available as the Company and its executives are following 'work from home'.

You are requested to take the same on records and disseminate the same for the information of the investors.

For **SHARDA ISPAT LIMITED**,

SD/-

Amit B. Mundada

Company Secretary &
Compliance officer