



GODAWARI POWER & ISPAT

REF: GPIL/NSE & BSE/2020/4116

Date: 12.06.2020

To,

1. The Listing Department,
The National Stock Exchange of India Ltd
Exchange Plaza, Bandra Kurla Complex,
Bandra (E), MUMBAI – 400051
NSE Symbol: GPIL

2. The Corporate Relation Department,
BSE Limited Mumbai,
1st Floor, Rotunda Building,
Dalal Street, MUMBAI – 400 001
BSE Security Code: 532734

Dear Sir,

Sub: News item appearing in Money Control website with the caption “Despite COVID-19, this entrepreneur is looking at a 70% jump in export and 20% hike in prices”.

Dear Sir/Ma’am,

With reference to the above news article, we would like to clarify as under:

1. Prior to the one-month before lockdown on account of Covid-19, the Company's plants were operating at over 90% capacity utilization. Since the existing operations were already at full capacity, any incremental increase in production and sales volumes will be on a month on month basis as the company ramps up operations to its pre-covid levels.
2. The 70% jump in output/export referred to in the said news article is indicated towards the increase in the export turnover as compared to the previous year's export turnover of iron ore pellets assuming that the COVID-19 pandemic situation will improve, but not in overall volumes/turnover of the company. The sales mix of domestic and exports shall be adjusted accordingly depending on the market demand scenarios. However, there will not be much difference in the overall sales volume of iron ore pellets.
3. As regards expected price increase to Rs.8000 PMT of iron ore pellets, we would like to state that the export realization has increased from Rs.6700 to Rs.7000 PMT for the low-grade iron ore pellets. We are planning to export high grade iron ore pellets from October 2020 onwards for which we are expecting higher sales margin of about Rs.1000 PMT that is Rs.7000-Rs.8000 PMT, provided the supplies from Brazil remain tight.

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Godawari Power & Ispat Limited

An ISO 9001:2015, ISO 14001:2015 & ISO 45001:2018 certified company
CIN L27106CT1999PLC013756



Registered Office and Works: Plot No. 428/2, Phase 1, Industrial Area, Siltara, Raipur - 492001, Chhattisgarh, India

P: +91 771 4082333, F: +91 771 4082234

Corporate Address: Hira Arcade, Near New Bus Stand, Pandri, Raipur - 492001, Chhattisgarh, India

P: +91 771 4082000, F: +91 771 4057601

www.godawaripowerispat.com, www.hiragroup.com



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4. The sales mix is driven by multiple factors and is largely dependent on the pricing in the domestic and international markets. The company would also like to mention that given the dynamic nature of our business and its dependency on commodity prices it is difficult to quantify company's profitability.

GPIL is committed towards highest level of disclosure and transparency. The company follows the practice of disseminating all the material information to the exchange in a timely and scheduled manner and any changes in production capacity, profitability or margins will be promptly and directly reported to the exchanges.

This is for your information and necessary dissemination please.

Thanking you,
Yours faithfully,

For Godawari Power and Ispat Limited

Y.C.RAO,
Company Secretary



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