

To,
Department of Corporate Services,
BSE Limited,
P. J. Towers,
Dalal Street, Fort,
Mumbai - 400001

Dear Sir,

Sub: Disclosure of material impact of COVID-19 pandemic on the Company under Regulation 30 of SEBI (LODR) Regulations, 2015.

Ref: MUNOTH CAPITAL MARKET LIMITED (Security Id: MUNCAPM Security Code: 511200)

With reference to SEBI Circular SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020, read with Regulation 30 of SEBI (LODR) Regulations, 2015. We would like to inform you that the Government of India's notifications for Lock down from March 22, 2020 to May 31, 2020 to contain spread of COVID-19 disease. We as a responsible corporate entity were utmost concerned about the health & safety of all our employees, stakeholders and their families. Accordingly, we extended our full support and cooperation to said lock down and the registered office / corporate office followed guidelines as issued from time to time.

Pursuant to Regulation 30(3) of the SEBI (Listing obligations & Disclosure Requirements) Regulations, 2015, disclosure & information that the Company considers disclosing, subject to the application of materiality, given below:

1. Impact of the COVID-19 pandemic on the business:

In reality almost 2-3 months of operations have been affected, and with the limited business activity we have witnessed an increase in losses on account of fixed and operational costs. The company had incurred a loss due to measures and policies undertaken such no pay cut to staff, payment of rents etc. The impact of business loss during the lockdown shall impact the operations cycles and cash flows for the company for F.Y. 2020-21 to a large extent.

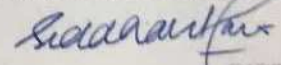
2. Ability to maintain operations

The Company expects to increase its operations based on directions of the Central and state government issued ending of lockdown on 31st May 2020, The company shall ensure with meeting all the safety guidelines as issued by the Government from time to time.

3. Steps taken to ensure smooth functioning of operations:

The Company is taking utmost care of its staff and work force, as company is still following 'Work from Home' policy for most staff members and facility like sanitization, social

FOR MUNOTH CAPITAL MARKET LTD


DIRECTOR

Registered Office :
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Nr. Karnavati Club, S. G. Road, Ahmedabad - 380058. Gujarat, INDIA
Board Line : +91-79-26937954 E-mail : info@munoth.com Website : www.munoth.com

distancing and mandatory mask wearing is also there. Company has maintained sufficient operational and working capital to smoothly manage our operations.

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

Covid-19 would certainly have a negative impact on the Company's performance as well as Industry as a whole. Our Company being in the business of stock broking would certainly be affected to an extent since many of the clients would be having a wait and watch approach on investments due to many of the listed entities having subdued performances in the year-ahead until the economy and demand picks up. However, our Company is confident enough to overcome these uncertain times.

As the business situation is very dynamic, the Company is closely monitoring it. Though we do hope the business situation should normalize in 3-4 months.

5. Details of impact of COVID-19 on the Company:

- Capital and financial resources

The Company's capital and Banking facilities remain intact. There are no liquidity concerns as we have sufficient unutilized Banking limits available. The company foresees certain strain in its brokerage income going forward due to continued negative impact on its set of clients.

- Profitability

In view of lockdown, the profitability during 1st quarter (April to June 2020) is likely to be adversely impacted. As the business situation is very dynamic, the Company is closely monitoring it. Though we do hope the business situation should normalize in 3-4 months.

- Liquidity position

As explained above, there are no liquidity concerns as we have sufficient Banking limits available.

- Ability to service debt and other financing arrangements

The Company has sufficient capital limits to meet financial requirements. Though the cash position is challenging, with our limits and tight control over expenditure, the Company will be able to serve its debt and other financing arrangements regularly on due dates.

- Cash flow Chain

The Company has taken Cash flow control and overhead control measures to manage the operations. It will normalize once the green shoots start appearing in the process of economic recovery.

FOR MONTH CAPITAL MARKET
Siddhartha
DIRECTOR

- Demand for its products / services

It will continue probably at a very slower pace.

Thanking you.

For, Munoth Capital Market Limited

MUNOTH CAPITAL MARKET LTD

Siddharth Jain

Siddharth Shantilal Jain **DIRECTOR**

Director

DIN: 00370650