

Sec/Steels/010/FY 20-21

Date: 07.07.2020

The Secretary
BSE Limited
New Trading Wing,
Rotunda Building,
PJ Tower, Dalal Street,
Mumbai- 400001
Scrip Code: 539044

The Manager
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block "G"
5th floor, Bandra Kurla Complex,
Bandra East,
Mumbai- 400051
SYMBOL: MANAKSTEEL

Sub: Disclosure of material impact of COVID-19 pandemic under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Dear Sir(s)/ Madam(s),

Further to our letter dated 22nd May, 2020 and pursuant to Regulations 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated 20th May, 2020, the disclosure of material impact of COVID-19 pandemic on the Company is enclosed as Annexure-I.

Please take the same on record.

Thanking You,

Yours faithfully,

For Manaksia Steels Limited



Ajay Sharma
Company Secretary



Encl: As above

Annexure-I

Sl. No.	Particulars	Disclosures
1	Impact of the COVID-19 pandemic on business	The spread of COVID-19 has severely impacted businesses around the globe. There has been severe disruption of regular business operations due to lockdowns, disruptions in transportation, supply chain, travel bans, quarantines, social distancing and other emergency measures. The Company has resumed its operations / business activities with reduced manpower strength as per the directives of State Government and Central Government guideline, as applicable and is also adhering to all preventive measure as per various Government directives. With easing out of restrictions in lockdown, the business of the Company is expected to improve.
2	Ability to maintain operations including the factories/units/office spaces functioning and closed down	The operations/business activities of the Company has been resumed with reduced strength of manpower as per the directives of State Government or Central Government guidelines, as applicable and the Company is also adhering to all preventive measures as per various government directives.
3	Schedules, if any, for restarting the operations	
4	Steps taken to ensure smooth functioning of operations	The Company has put in place strictly the norms and other safety measures prescribed by the Ministry of Home Affairs, State Government and Local Authorities. Following are the protocols being inter-alia maintained at the office place: <ul style="list-style-type: none"> • Wearing masks by all employees covering nose and mouth • Washing hands frequently or use of sanitizer • Maintaining minimum six feet distance between two persons • Download and check status on Arogya Setu App • Sanitizing the premises on regular basis etc.
5	Estimation of future impact of COVID-19 on its operations	It is very difficult to ascertain the future impact of the pandemic at this point of time. However, it is expected to have an improvement in the operations of the Company by the next quarter if the normalcy is restored.
6 (a)	Impact of COVID-19 on capital and financial resources	The capital and financial resources of the Company remained intact.



6 (b)	Impact of COVID-19 on profitability	The Company has started its operation during the period of relaxation granted by the Government. However, during the lockdown period the revenue, cash flow and profitability of the Company were adversely impacted. The Company is taking necessary steps to reduce the impact on the profitability.
6 (c)	Impact of COVID-19 on liquidity position	Currently the Company has adequate resources to maintain its liquidity. However, payments from debtors can be delayed due to prevailing lockdown. The Company has taken adequate measure to maintain its liquidity in coming quarters.
6 (d)	Impact of COVID-19 on ability to service debt and other financing arrangements	The Company do not have any significant borrowings from banks or other financial institutions as on date and as such the Company is confident to maintain its ability to serve its debts and other financing arrangements.
6 (e)	Impact of COVID-19 on assets	The Company does not see any immediate impact on assets due to pandemic.
6 (f)	Impact of COVID-19 on supply chain	The supply chain process was impacted during the lockdown period, however with the directives of Central/State Government easing the supply chain process and operations; it is slowly moving towards normalcy.
6 (g)	Impact of COVID-19 on demand for its product/services	The demand for the products of the Company was adversely impacted during lockdown period. However, post resumption of the operations, the demand is gradually improving.
7	Existing contracts/ arrangements where non-fulfilment of the obligations by any party will have significant impact on the listed entity's business	The Company is confident to fulfil its existing contracts/arrangements and there are no instances where non-fulfilment by any party will have significant impact on the Company's business.

