



AJCON GLOBAL
YOUR FRIENDLY FINANCIAL ADVISOR

To
The BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai- 400 001.

Date: May 27, 2020

Dear Sir/Madam,

Ref. : SCRIP CODE : 511692 (AJCON GLOBAL SERVICES LIMITED)
Subject: DISCLOSURE OF MATERIAL IMPACT OF COVID-19 PANDEMIC

Pursuant to SEBI Circular no. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020 on disclosure of material impact of COVID-19 pandemic, we give the required particulars as under:

Sr. No.	Particulars	Disclosures
1.	Impact of the CoVID-19 pandemic on the business;	<p>WHO declared COVID -19 as Global pandemic during the second week of March, 2020 and the Govt. Of India has declared the complete lock down of whole Nation w.e.f. March 24, 2020 in order to control the spread of COVID-19 pandemic. Consequently, Ministry of Home Affairs has issued guidelines in order to operate the essential services with minor exemptions. Capital markets have been declared as one of essential services. Accordingly, the Company has been continuing the operation of stock broking activities with minimal staff and the other employees were encouraged to work from home. All operation and servicing of clients were smoothly ensured without any interruptions as the activities of trading , settlements ,banking, Stock Exchanges and Depositories function have been fully automated and under is seamless process.</p> <p>However, the total revenue of the Company is generated from two activities namely Stock broking activities and Corporate Advisory Services including Merchant banking and Loan Syndication. . Contribution of Corporate advisory activities is more than 50% in total revenue of the Company . Due to Complete lock down of the Nation since March 24, 2020 , activities of corporate advisory services viz loan syndication etc are majorly impacted because of non working of clients and overburdened Banks & financial institutions .</p>



Ajcon Global Services Ltd.

Regd. & Corporate Office : 408, A- Wing, Express Zone, Near Patels, Western Express Highway, Goregaon (East), Mumbai - 400063.

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2	<p>Ability to maintain operations including the factories/units/office spaces functioning and closed down;</p> <p>Schedule, if any, for restarting the operations;</p>	<p>As per guidelines of Ministry of home affairs, Capital markets have been declared as one of essential services. Accordingly, the Company has been continuing the operation of stock broking activities with minimal staff and the other employees were encouraged to work from home. All operation and servicing of clients were smoothly ensured without any interruptions as the activities of trading , settlements, Stock Exchanges and Depositories function have been fully automated and under is seamless process. The activities other then the stock broking like Corporate Advisory Services etc.which are majorly affected , may start only after the lifting of lockdown in Mumbai and restoration of normalcy.</p>
3.	<p>Steps taken to ensure smooth functioning of operations;</p>	<p>We are taking necessary preventive measures like social distancing, temperature testing, providing masks and sanitization facility to all staff and its mandatory for employees to download Arogya Setu App. etc. to avoid spreading of CoVID-19; We have also issued passes to our essential staff for commuting from home to office and back.</p>
4.	<p>Estimation of the future impact of CoVID-19 on its operations;</p>	<p>The future impact of Covid-19 on operations is unknown, however; the Company intends to adopt more digital technologies for ensuring that work doesn't impact in case of any future possible lockdowns, etc... The Company intends to evaluate and invest in technologies and equipment which will allow the employees and the Company to work uninterrupted even in such times of adversity. However, the technology may not be able to fully replace the manual/physical meetings and engagements.</p>
5.	<p>DETAILS ON IMPACT OF COVID -19 ON LISTED ENTITY:</p>	
(a)	<p>Capital & Financial Resources:</p>	<p>The Company utilises funds requirement from its existing Net worth & existing OD facility provided by the Bank and having sufficient limit available, hence there is very limited to almost no impact in terms of capital and financial resources of the Company. However , the Company will avail whatever concessions/ stimulus announced by the RBI & Govt.</p>
(b)	<p>Profitability and Liquidity position</p>	<p>The activities of stock broking are operating in normal course and there are no major adverse impacts on liquidity & profitability. On the other hand activities of corporate advisory services is absolutely subdued .Hence ,there is adverse impact on liquidity, revenues from operations of Corporate Advisory Services activities.</p>
(c)	<p>Ability to service debt and other financing arrangements;</p>	<p>The Company is capable of servicing its debt & financial obligation. However in order to conserve the resources for any eventuality , it has availed the moratorium on interest amount on OD facility as per RBI announcement and same will be paid off as and when due for repayment.</p>
(d)	<p>Internal Financial Reporting and Control</p>	<p>Internal financial reporting and control are fully functional.</p>

(e)	Existing contracts/agreements where non-fulfillment of the obligations by any party will have significant impact on the Company's business:	All the mandates signed by Company with its clients regarding providing corporate advisory services are in force and the delay due to Covid 19 lockdown may not have any significant impact on Company's business as long as the lockdown period is reasonable . But, if gets prolonged , then we will have to reassess the situation.
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Please take the same in your records.

Thanking you,

Yours Sincerely,

For Ajcon Global Services Ltd.,



Ankit Ajmera
(Executive Director)

