



CIN : U17200GJ2014PLC078738

Angel
Fibers Limited

DATE: 23/06/2020

TO,

LISTING DEPARTMENT
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai-400 001

Script name: **ANGEL FIBERS LIMITED** Script Code: **541006**

SUB : Disclosure on impact of CoVID-19 pandemic on the business as advised vide SEBI circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020

Respected Sir/Madam,

With reference to above SEBI circular dated May 20,2020 in respect of impact of Covid-19 pandemic on the company, please find enclosed herewith report on material impact of Covid-19 pandemic.

Kindly take this information on your records and oblige.

Thanking You

For, ANGEL FIBERS LIMITED

REENA KANABAR
(Company Secretary & Compliance Officer)

**MATERIAL IMPACT OF COVID-19 PANDEMIC ON OPERATIONS AND PERFORMANCE OF THE COMPANY**

PARTICULARS AS PER SEBI CIRCULAR	DETAILS OF DISCLOSURES
Impact of the COVID-19 pandemic on the business	<p>The outbreak of COVID-19 pandemic is resulting in an economic slowdown all over the world. The immediate lockdown resulted muted sales due to closure of factory, office and transportation.</p> <p>As the company is under the substantial acquisition of shares and takeovers process, the new management took benefit of this lockdown in checking and maintenance of machinery. As the operation of all the plant is shut down, management find it better time to repair the same with the help of some labors, who were living in the factory premises only.</p>
Ability to maintain operations including the factories/units/office spaces functioning and closed down	<p>By following the norms of government, factory was shut down from March 24,2020. During the initial phase of lockdown, the Company Implemented Working from Home for all the employees who are working at the office.</p> <p>Then after central /state government adopted the zone policy to resume business, as per that policy government allowed green zones to resume the industry and business operations. As per the declared guidelines, factory unit of our company is situated in green zone and due to this government relaxation company re-started the manufacturing from April 21,2020 with 30% of its total staff. However the pandemic is significantly impacting business operation of the Company in numerous ways. In spite of Company started production, the supply chain was broken, because of unavailability of transportation services.</p>
Schedule, if any for restarting the operations	<p>Company is already started as it is situated in green zone and then after state government also relaxed the lockdown to all the cities.</p>
Steps taken to ensure smooth functioning of operations	<p>The Company has put in place strict monitoring process for Covid-19 precautions ensuring the following:</p> <ul style="list-style-type: none">- Sanitizing the premises on regular basis- Sanitize every employee, when they came at office/factory- Maintenance of social distancing at all work places- Mandate masks and hand gloves to all the employees- Asking all employees to install Aarogya Setu App <p>The Company has been regularly conducting awareness programs for all its employees.</p>



Estimation of future impact of COVID-19 on operations	It is little bit early to assess the future impact of COVID-19 with reasonable certainty. There is some impact on the company's performance in terms of volume due to decreased local and overseas demands and due to the hindrance in the supply chain that has adversely impacted the operations & execution of the business.
Details of impact of COVID-19	<p><u>Capital and financial resources:</u> There will be difficulty in capital creation as profitability for the current year will go down and company may become dependent on bank finance and internally generated funds.</p> <p><u>Profitability:</u> It is not yet possible to ascertain the actual impact on profitability, yet the business of the Company is adversely affected due to the lockdown. Simultaneously, the Company continued to incur fixed expenses which would impact the profitability of the Company.</p> <p><u>Liquidity position:</u> There is possibility of liquidity tightness as a result of extension in credit period granted to buyers, timely payment to services providers and staff.</p> <p><u>Ability to service debt and other financing arrangements:</u> The Company has taken debt moratorium benefit offered by the government for its current loans, apart from that company is capable to meet its day to day Financial requirements.</p> <p><u>Assets:</u> As per our internal assessment, the Company does not foresee major risk to recoverability of assets such as inventories, investments, receivables etc. though there has been some delay in collection of receivables.</p> <p><u>Internal financial reporting and control:</u> The Company has proper and adequate systems of internal controls system in place and there has been no adverse impact of Covid-19.</p> <p><u>Supply chain:</u> The company had started production at lower capacity but then after increased gradually and is expected to improve logistics and supply chain despite the challenges which still remains such as inter-state restrictions due to partial lockdown conditions in various states.</p> <p><u>Demand for its products/services:</u> The company is engaged in manufacturing of cotton yarn, demand of yarn is went down due to stoppage of textile production and its decreased demand as a result of complete market shut down.</p>



Existing contracts/agreements where' _ non-fulfilment of the obligations by any party will have significant impact on the listed entity's business	We have no such contracts/agreements where non-fulfillment of the obligations by any party will have significant impact on listed entity's business.
Other relevant material updates Though the impact of COVID-19 seems to about the listed entity's business	The impact of COVID-19 seems to be insignificant on the company; we would still wait and watch for material developments in case if any in the near future and would keep the exchanges and stakeholders informed accordingly.