

May 29, 2020

BSE Limited,  
P.J. Towers,  
25th Floor, Dalal Street,  
Mumbai - 400 001

Scrip Code: 511333

**Sub:-Material Impact of COVID-19 pandemic on Company's operations**

**Ref: Intimation under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and pursuant to SEBI Circular SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020.**

The Covid-19 pandemic and subsequent lockdown restrictions imposed by Government have impacted Company's operations. Though classified under Exempted category being SEBI regulated entity, during the first three phases of the lockdown, the Company could carry on only limited operations with large number of employees opting to stay at home in terms of the Government advisory, non-availability of transport for mobility, fear of pandemic, family pressure and similar related reasons. The time taken/difficulty in issue of curfew/e-passes to employees etc. also affected Company's operation in initial days of lockdown. Notwithstanding the odds, the operation of Company had been continued with minimum staff as permitted, besides strictly following the advisory/guidelines of Government particularly for sanitizing of persons and premises. All employees had been paid full salaries for the month of March and April, 2020 besides encouraging them to work from home, wherever possible. The vendor and other stakeholder payments had also been made in time.

Investment in securities is Company's major business activity and the stock market vacillations has significant bearing on it. Because of the pandemic and resultant lockdown, the performance of several Companies, in which the Company has invested, have been affected resulting in fall in market value of their securities. This will have an adverse impact on financial performance of the Company to the extent of decline in market value of the securities reflected in the financial statements prepared under IND-AS. No other major operational loss has been noticed in this period and the liquidity position is stable. The impact on profitability will be ascertained in due course.

As per Government guidelines of Lockdown-4, the Company is gearing up to bring the Company's operations to normalcy.

Kindly take the above on record and acknowledge.

Thanking you,  
for VLS Finance Ltd.

  
(H. Consul)

Company Secretary & Compliance Officer  
M. No A11183

Copy to:

- 1) The National Stock Exchange of India Ltd., Exchange Plaza, 5th Floor Plot No. C/1, G-Block, Bandra Kurla Complex, Bandra (E), Mumbai-400051
- 2) The Calcutta Stock Exchange Association. Ltd., 7, Lyons Range, Kolkata- 700 001

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VLSFINANCE

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