
Date: June 10, 2020

To
BSE Limited
Compliance Department
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort
Mumbai – 400001.

Dear Sir/Madam,

Sub: Disclosure of Material impact of COVID - 19 Pandemic on the Company under Regulation 30 read with Schedule III of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Advisory vide Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020

Ref: Security Code: 514418

Pursuant to Regulation 30 of Securities and Exchange Board of India (Listing Obligation & Disclosure Requirements) Regulations, 2015 read with SEBI Advisory vide Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020, we hereby submit an update by the Company giving brief details of the Material Impact of COVID-19 pandemic and the resultant lockdown, on the operations of the Company as an Annexure I.

We request you to disseminate the above information on your website.

Due to the prevailing situation amid COVID-19, this intimation is being filed under sd/-

Thanking you,

Yours faithfully,
For **Mangalam Organics Limited**

Sd/-
Heena Tank
Company Secretary
Membership No: ACS 54630
Encl: As above

ANNEXURE I

Disclosure of impact of COVID-19 on Mangalam Organics Limited

Impact of COVID-19 pandemic on the business and ability to maintain operations including factories / units / office spaces functioning and closed down:

- With the various restrictions imposed since beginning of March 2020 and the lockdown announced from 21st March, 2020 in Maharashtra and from 25th March 2020 nation-wide, all the operations including field and manufacturing operations came to standstill since then.

Schedule, if any, for restarting the operations:

- Permission from appropriate authorities was received to start the manufacturing facility at Khopoli. Therefore, the operations of the factory were started with effect from April 17, 2020.
- The restart of operations was not at its normal capacity due to various reasons such as restrictions on movement, lack of labour, strict restriction by societies on its members, a large number of areas under red zone, etc.
- Near normal operations have been started w.e.f June 9, 2020.

Steps taken to ensure smooth functioning of operations:

- Sanitisation of workplace as well as company transport as per the norms
- Ensured availability of mask, sanitizers and liquid hand wash to all employees at workplace
- Continuous communication on caution to be exercised
- Facilitated safe distance at workplace, canteen, Company transport
- Organised transport for employees who are not able to attend due to non-availability of public transport
- Adopted the work from home policy during the entire duration of the lockdown in its corporate office and Branches.

Details of impact of COVID-19 on listed entity's –

➤ **Capital and Financial resources;**

- The Company does not propose to raise any further capital / debt as the current financial position of the Company is sound.

➤ **Profitability:**

- Profitability for the coming quarter will be impacted since major part of the quarter was lost under lockdown and a sub-optimal level of operations since receipt of permission to operate on a limited scale. This will result in low sales volumes in Q1 FY21.
- The revenue and profitability will be impacted in Q1 FY21 in line with the fall in sales volumes along with future developments under this situation.

➤ **Liquidity Position;**

- Liquidity position of the Company is stable and is being maintained to meet its commitments.

➤ **Ability to service debt and other financing arrangements;**

- As the Company is having comfortable liquidity position therefore the Company is servicing its debt and other financial obligations on timely manner;

➤ **Assets;**

- None of the assets of the Company have been impacted or impaired.

➤ **Internal Financial Reporting and Control;**

- The Company has a good Internal control system in place and all its locations are well networked. With a combination of critical staff working from locations, and all others working from home, all reporting systems worked without any significant disruption.

➤ **Supply chain:**

- We are constantly in touch with our suppliers to bring the supply chain to its normal. We are also closely working with them to ensure optimally utilise the limited capacity.

➤ **Demands for products:**

- In the current scenario the demand continues to be at a slower pace. However, the Company is positive and hopes that it will get normalized as and when the government lockdown is lifted.

Existing contracts / agreements where non-fulfilment of the obligations by any party will have significant impact:

- The Company is well positioned to fulfil its obligations and existing contracts/arrangements. Since the Government has declared COVID-19 pandemic as natural calamity, most of supply contracts will be subject to force majeure clause.

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

- The COVID-19 pandemic situation is unprecedented and exceptional. The future impact of the pandemic on the operations the Company can't be gauged with certainty as the same hinges upon future development, the Governments response to the situation to mitigate or contain its impact on the economies and the probable medical treatment discovery. However, the Company is confident about adapting to the changing business environment and the new normal.

Other relevant material updates about the listed entity's business

- No such other material information as on date.