

July 13, 2020

Listing Department

BSE LIMITED

P J Towers, Dalal Street, Fort,
Mumbai-400 001

Code: 531335

Listing Department

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

Exchange Plaza, Bandra Kurla Complex,
Bandra (E),
Mumbai-400 051

Code: ZYDUSWELL

Sub: Disclosure on impact of COVID- 19 pandemic on the Business and Operations of Zydus Wellness Limited (“the Company”)

Dear Sir / Madam,

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI circular No. SEBI/HO/CFD/CMDI/CIR/P/2020/84 dated 20th May 2020, please find below the prescribed details of impact of COVID-19 on the business and operations of the Company:

| Sr. No. | Disclosure required | Response |
|---------|---|--|
| 1. | Impact of the COVID-19 pandemic on the business | <p>The World Health Organisation (WHO) declared Covid-19 to be a global pandemic in March 2020. Government of India declared the lockdown from last week of March, 2020, which continued for the whole of April, 2020 and major part of May, 2020. In some of the states, the lock down continued in Jun, 2020 also.</p> <p>Covid-19 pandemic has impacted the business operations across various sectors of the global economy with restrictions on movement of people and goods.</p> <p>We operate in manufacturing and selling of consumer products, some of which are essential in nature and our operations were completely shut down during initial few days of the Lockdown, however subsequently we could quickly get the required approvals for re-starting our manufacturing plants and operating our C&FA warehouses.</p> |

| Sr. No. | Disclosure required | Response |
|---------|--|--|
| 2. | Ability to maintain operations including the factories / units / office spaces functioning and closed down | <p>As on the date of this note, all our manufacturing facilities are operating at a reasonable capacity utilization and we are ensuring that our products are available without interruptions. With the kind of measures like social distancing, thermal scanning, sanitization of all locations and labour force, we noticed remarkable improvement in presence of work force in the manufacturing plants, at CFA locations and distributors business place. With ensuring necessary safety precautions to be taken our majority of last mile field force and front line staff have come forward and supported the business.</p> <p>Currently all of our factories, C&FA's and distributor's business places are operating.</p> |
| 3. | Schedule, if any, for restarting the operations | <p>Our manufacturing facilities at various locations were completely shut down during initial few days of lockdown however subsequently we could quickly get the required approvals for re-starting our manufacturing plants.</p> <p>Based on the directives from the Central and State Government and local bodies, we have also resumed operations at our corporate office with limited workforce.</p> |
| 4. | Steps taken to ensure smooth functioning of operations | <p>Apart from following all protocols and guidelines issued by global health organizations like WHO for Covid-19, we have come out with our own advisory for the employees for their safety</p> <p>In Zydus Wellness, we have created a group of senior management team to monitor the events happening in the external environment and take suitable preventive and corrective measures to ensure continued safety of employees. The team has prepared a business continuity plan, disaster management plan and also established a liquidity management office.</p> |

| Sr. No. | Disclosure required | Response |
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| 5. | Estimation of the future impact of CoVID-19 on its operations | <p>As per our current assessment of the situation based on the internal and external information available till date, we believe the future impact Covid-19 on our business operations would not be significant.</p> <p>The actual impact of the global health pandemic may be different from that which has been estimated by us, as Covid-19 pandemic evolves in India and globally.</p> <p>We are closely monitoring the situation and its impact on business operations, financial, employees, customers, vendors and business partners.</p> <p>As some of our products like Sugar free, Complian, Glucon-D and Nycil Sanitizer are essential in nature, we have been more resilient in the current situation. We see a good ramp up of E-commerce business. We also believe that in these challenging times there is an opportunity to provide consumers with products which are more relevant in current times. One such example is Nycil Sanitizers. We remain cautiously optimistic about next 2 quarters of the Financial Year 2020-2021. Meanwhile, we are also finding newer ways of managing the business and have been working on changes in the business operating model, including the possibilities of using digital technology.</p> |
| 6. | <p>Details of impact of CoVID-19 on listed entity's -</p> <ul style="list-style-type: none"> • capital and financial resources; • profitability; • liquidity position; • ability to service debt and other financing arrangements; • assets; • internal financial reporting and control; • supply chain • demand for its products / services | <p>As mentioned earlier, according to our current assessment of the situation based on the internal and external information available till date, we believe that the impact of Covid-19 on our business, demand for our products and supply chain, assets, capital and financial resources, ability to service debt and other financing arrangements, internal financial controls, profitability and liquidity, both present and future, would not be significant.</p> |

| Sr. No. | Disclosure required | Response |
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| 7. | Existing contracts / agreements where non-fulfilment of the obligations by any party will have significant impact on the listed entity's business | No significant impact of such non-fulfilment of the obligations by any party on our business is expected. |

Thanking you,

Yours faithfully,

For, **ZYDUS WELLNESS LIMITED**

DHANRAJ P. DAGAR
COMPANY SECRETARY