

PSL/CS/BSE/REG30/2020-21
June 18, 2020

To,
Department of Corporate Relationships
BSE Limited,
25, P. J. Towers,
Dalal Street,
MUMBAI – 400001

Company Code : 4166 (Scrip Code – 513511)

Sub.:- Disclosure under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") read with SEBI Circular No. SEBI/HO/CFD/CMDI/CIR/P/2020/84 dated 20th May, 2020.

Dear Sir,

Pursuant to Regulation 30 of Listing Regulations read with SEBI circular no. SEBI/HO/CFD/ CMDI/CIR/P/2020/84 dated 20th May, 2020, please find enclosed herewith the disclosure of impact of COVID-19 pandemic on Company as disclosed in Annexure I.

You are requested to take note of the same.

Thanking You,

Yours faithfully,
For Panchmahal Steel Limited


Deepak Nagar
GM (Legal) & Company Secretary



E-mail: shares@panchmahalsteel.co.in

Encl: as above

PANCHMAHAL STEEL LIMITED
DISCLOSURE OF MATERIAL IMPACT OF COVID-19 PANDEMIC

(Pursuant to the SEBI Circular SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020 on disclosure of material impact of CoVID-19 pandemic)

Sr. No.	Particulars	Disclosures
1	Impact of the CoVID-19 pandemic on the business	<p>The Indian Government has taken a series of measures to contain the outbreak, which included imposing multiple 'lock-downs' across the country, from March 25, 2020 extended up to June 30, 2020. The lockdowns and restrictions imposed on various activities due to COVID - 19 pandemic have posed challenges to the business of the Company. COVID-19 pandemic has impacted world economy badly and our Company is no exception.</p> <p>In view of the unprecedented situation owing to the spread of Covid-19, the Company's operations were adversely impacted. The Company is facing a slowdown in demand & production, which is likely to continue.</p>
2	Ability to maintain operations including the factories/units/ office spaces functioning and closed down	The Company has partially re-started operations at plant from April 23, 2020 adhering to the prescribed guidelines and safety norms prescribed by Government of India.
3	Schedule, if any, for re-starting the operations	
4	Steps taken to ensure smooth functioning of operations	All safety protocols viz., thermal screening, wearing of safety gears, social distancing, sanitizing, ensuring use of Arogya Setu App are being adhered to very stringently at plant and offices.
5	Estimation of the future impact of CoVID-19 on its operations	<p>Considering the fact that the situation is exceptional and is changing dynamically, the Company is not in a position to quantify the future impact of current pandemic as external environment remains uncertain and challenging.</p> <p>We believe that the temporary closure of manufacturing unit and the current operations at reduced capacity will have the impact in revenue and profitability for Q4FY20 and Q1FY21, the extent of which is not readily quantifiable. The Company is making every effort to mitigate the adverse impact on its operations.</p>



6	Details of impact of CoVID-19 on listed entity's:	
6.1	Capital and Financial Resources and other assets.	As per current assessment, there is no significant impact on the Company's capital and financial resources and other assets of the Company.
6.2	Profitability	CoVID-19 certainly will embed its negative effect on the profitability of the Company. However, its impact cannot be ascertained at this moment.
6.3	Liquidity Position	In order to tide over the current crisis and to improve the liquidity position, the Company has availed the ad-hoc credit facility under CoVID-19 Emergency Credit Line Scheme from SBI.
6.4	Ability to service debt and other financing arrangements	The Company has no long term debts.
6.5	Assets	The Company has secured all its assets and are in working condition.
6.6	Internal financial reporting and control	Internal Financial Reporting and Controls are adequate and operative effectively.
6.7	Supply chain	There is certain disruption to supply chain in respect of procurement of material and dispatch of orders due to lockdown restrictions.
6.8	Demand for its products / services	The demand for Stainless Steel long products has plummeted.
7.	Existing contracts/ agreements where non-fulfillment of the obligations by any party will have significant impact on the listed entity's business	None
8.	Other relevant material updates about the listed entity's business	None

For Panchmahal Steel Limited


Deepak Nagar
GM (Legal) & Company Secretary

