

# Jagatjit Industries Limited

4<sup>th</sup> Floor, Bhandari House 91,  
Nehru Place, New Delhi 110019  
Tel: +91 11 26432641 / 42  
Fax: +91 11 41618524 / 26441850



Date: 15.06.2020

The BSE Limited,  
Corporate Relationship Department,  
1st Floor, New Trading Ring,  
Rotunda Building, P.J. Towers, Dalal Street,  
Fort, Mumbai- 400 001  
022-22723121, 2037, 2061

## **Scrip Code No.- 507155**

### **Re : Disclosure of material impact of COVID-19 Pandemic**

Dear Sir,

This has reference to our earlier communication dated 15.04.2020 and SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated 20<sup>th</sup> May, 2020 regarding advisory on disclosure of material impact of COVID- 19 pandemic on listed entities under SEBI (LODR) Regulations, 2015. In this connection, we would like to submit as follows:

#### **(i) Impact with respect to Q4— FY 2019-20:**

- With the various restrictions imposed and the lockdown announced from 24<sup>th</sup> March, 2020, all the operations including the field and the manufacturing operations came to standstill, during the rest of March 2020. This marginally impacted the performance of the Company adversely for the Quarter and FY ended 31<sup>st</sup> March, 2020.

#### **(ii) Impact with respect to Q1 – FY 2020-21:**

- **Businesses:** With the relaxations granted by the Government of State of Punjab, the operations of distillery and food division were resumed on 11<sup>th</sup> April, 2020. Further, in view to meet the requirements of hand sanitizers due to increased demand of the same on account of spread of COVID-19, the Company has introduced Hand Sanitizers and accordingly entered into arrangement(s) with various parties for manufacture/procurement of Hand Sanitizers for sales/ distribution against supply of Denatured Alcohol by the Company. The product of the Company appears to be well accepted in the market as per initial reports.
- **Profitability:** The operations of the Company have been impacted due to COVID-19 pandemic and uncertain situation prevailing in the business world. The Company is monitoring the situation on daily basis. However, the financial impact of the same is not ascertainable at this stage.

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- **Manufacturing Operations:** The manufacturing facility of the Company at Hamira, Punjab remained closed w.e.f. 25<sup>th</sup> March, 2020 and the operations of the Company were resumed w.e.f. 11<sup>th</sup> April, 2020 with limited manpower and operations.

## Steps taken to ensure smooth functioning of operations:

- Strict measures ensuring social distancing, hygiene practices and deep cleansing of premises, to ensure the safety of our workers / employees at work place have been implemented.
- Regular guidance is being provided to all the workers and employees of the Company to comply with the safety precautions and health checks are being carried out.
- Manpower:
  - > Consequent upon the announcement of lockdown, all the employees of Corporate Office at New Delhi including the field staff have been advised to work from home.
  - > In line with the various relaxations announced by both the Central and State Governments, the employees attached to the plant location are attending to work in a staggered manner, in line with the Government directives.
  - > During work from home period, several IT training programmes have been organized using the video / audio conferencing for the Corporate Office staff for improving the skills.
- **Capital & Financial Resources:** The Company is facing issues in servicing its financial obligations due to impact of COVID-19, however, presently there is no proposal to raise any further capital / debt.
- **Assets:** None of the asset of the Company has been adversely impacted.
- **Internal Financial Reporting and Control:** The Company has robust IT System in place and during lockdown, IT / reporting systems worked seamlessly without any disruption.

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- **Demand for products:** The Company has witnessed a decrease in demand in Quarter 1 FY 2020-21 due closure/ lockdown in the Country and trying to recover from the same. However, the exact impact cannot be ascertained at this stage.
- (iii) **Existing contracts / agreements where non-fulfillment of the obligations by any party will have significant impact :** None
- (iv) **Conclusion:**
- With the ease of lockdown in phased manner, the Company expects to gradually comeback to its original level of operations, in the coming months.
  - However the closure of the markets due to COVID-19 may have its adverse impact on the performance of the Quarter 1 FY 2020-21.

You are requested to kindly take the above information on record.

Yours faithfully

**For Jagatjit Industries Limited**

**Roopesh Kumar  
Company Secretary &  
Compliance Officer**