

29th June, 2020

CSBL/SE/2020-21

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To
The General Manager
DCS-CRD
BSE Ltd.
Dalal Street, Fort,
MUMBAI - 400001 (M.H.)

BSE Scrip ID: COMSYN BSE Scrip Code: 539986

Subject: Submission of disclosure of impact of CoVID-19 pandemic on the company Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015

Dear Sir/Ma'am,

Pursuant to Regulations 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated 20th May, 2020 and in continuation of our previous intimation submitted to BSE Ltd on 30th March, 2020.

We would like to inform the stock exchange and stakeholders the Financial Impact of the Pandemic Covid-19 on our Business Operations.

We would like to inform the Exchange that the company has already resumed manufacturing operations in its plant situated at Pithampur and the Corporate Office of the company is also resumed as per the directions issued by the Government of Madhya Pradesh.

Further, we would like to submit the information as required under the SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated 20th May, 2020 as disclosed in *Annexure - I*.

You are requested to please take on record the same in your records and reference.

Thanking you,
Yours faithfully,

For, **COMMERCIAL SYN BAGS LIMITED**


ANIL CHOUDHARY
CHAIRMAN & MANAGING DIRECTOR

DIN: 00017913

Encl: a/a

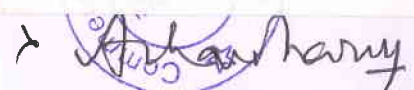


Commercial Syn Bags Limited

CIN : L25202MP1984PLC002669

Registered Office : Commercial House, 3-4, Jaora Compound, M.Y.H. Road, INDORE - 452 001, M.P. INDIA

Ph. +91-731-2704007, 4279525 Fax : +91-731-2704130 E-mail : mails@comsyn.com, Visit at : www.comsyn.com



1. Impact of Covid-19 Pandemic on Business

The outbreak of novel Coronavirus (Covid – 19) has impacted the business operations of the company by way of interruption in production activities, supply chain and availability of manpower. The nation wide lockdown was effective from midnight of 24th March, 2020. This lockdown was preceded by imposition of Janta Curfew on 22nd March, 2020.

The Company however resumed partial operation of all the units at Pithampur w.e.f. 28th March, 2020 with reduced workforce after getting requisite permission from the MPIDC, Regional Office, Indore after adhering to the all the conditions as imposed in the permission and since then the production and sales have been stabilizing after facing the initial problem from resume of our operation.

2. Ability to maintain operations including the factories/units/office spaces functioning and closed down

The operation at manufacturing units at Pithampur were started with reduced workforce since 28th March, 2020. Administrative office at Pithampur is also working with reduced staff during this pandemic period and with alternate present at the workplace. However the registered office at Indore could not open till 31st May, 2020 and has resumed the work from 01st June, 2020 with reduced staff.

Administrative staff who could not be present at the workplace were working from home (WFH) and there is no remarkable impact of WFH on the company's operation.

3. Schedule, if any, for restarting the operations

The operations are started after following the adhering to the guideline issued by Government/Local Authority.

4. Steps taken to ensure smooth functioning of operations

An extensive protocol has been put in place for the health and safety of all the workers and staff members. A strict monitoring process for Covid – 19 precautions ensuring the following:

- Health insurance has been taken for the workers and staff member.
- Thermal screening and sanitizing of all the employees is done at entry and exit points.
- Sanitizing the premises, machines and vehicles on periodic intervals.
- Ensuring employees with smart phones have installed Aarogya Setu App.
- Employees are distributed washable and re-usable mask for their protection.
- Lunch break is adjusted to maintain proper social distancing.
- Social distancing in transportation.
- Social distancing on the production floor.



5. Estimation of the future impact of CoVID-19 on its operations

The company has a good order book for export and domestic market. So, the company does not envisage any major impact on its operation. However, the cost of operation is increased due to social distancing norms, strict procedure of sanitation and other related overhead expenses. The pandemic has resulted in increase in transport cost of employees and other transportation expenses.

6. Details of impact of CoVID-19 on listed entity's capital and financial resources

- a. Profitability – The profit for the last quarter of FY 2020 is impacted by disruption of operation due to this pandemic. The impact on pandemic will continue in the first quarter of financial year 2020-2021.
- b. Liquidity position – The Company is not facing any liquidity problem and have sufficient working capital fund to manage its operation.
- c. Ability to service debt and other financing arrangements – The Company is availing the working capital and term loan facility from banks and will be able to meet its debts obligation as it comes up.
- d. Assets - Company has secured all the assets and are in working condition.
- e. Internal financial reporting and control - Internal Financial reporting and control are not adversely affected.
- f. Supply chain – The Company is maintaining sufficient inventory at all time to prevent any stock out situation. We are getting the regular supply of our main raw material for our suppliers and company has more than one suppliers for all the raw material. The store supply is slightly affected in this period but it does not have any significant effect on the operation of the company.
- g. Demand for its products/services – We have a good order book for domestic and export market.

7. Existing contracts/agreements where non-fulfillment of the obligations

The company does not oversee any such nonfulfillment of contractual obligations by any party except nominal overdues and delays in sales. The company is in the position to honour all its existing agreements with its vendors and customers.

8. Other relevant material updates about the listed entity's business

The company will continue to closely monitor the future economic and health conditions and any material changes will be reported accordingly.

x *Arjun*

