

CITADEL REALTY AND DEVELOPERS LTD



Regd. Off.: Marathon Futurex, N.M. Joshi Marg, Lower Parel, Mumbai 400 013

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May 30, 2020

To,
The BSE Limited
Dept. of Corporate Services
P. J. Towers, Dalal Street
Mumbai 400 001
Scrip Code: 502445

Dear Sirs,

Subject: Material Impact of COVID-19 pandemic-U/R 30 of SEBI (LODR) Regulations 2015.

Pursuant to the applicable provisions of Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") read with Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020 issued by SEBI, the material impact of COVID-19 pandemic is given as under:

Sr.No.	Particulars	Disclosure
1.	Impact of the CoVID-19 pandemic on the business	<p>Real estate sector, which contributes substantially to the GDP of the country, is one of the worst affected sectors due to the COVID-19 pandemic. The construction activities of the Company as well as their offices were shut down due to COVID 19 pandemic and the consequent lockdown.</p> <p>The functioning at Corporate Office, Construction sites and the overall operations of the Company have been adversely affected. The pandemic is significantly impacting the business operations and the future growth plans of the Company by way of supply chain disruption, reduced sales booking, unavailability continuous labour force etc.</p> <p>The real estate sector which was already reeling under adverse impact of liquidity crunch, a high inventory overhang and subdued demand conditions, the COVID19 outbreak is expected to further worsen the situation in the sector, with slowdown in sales and collections and project execution activity, in the near term.</p> <p>However, the implementation of the extension of moratorium on term loan instalments for a period of six months, announced by the RBI, would provide some sigh</p>

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		of temporary relief in case of overall cash flows during this period. We also strongly believe that there is a huge inherent demand in the affordable housing sector in India, provided the interest rate are reduced and demand perk up along with the various reductions are allowed to the home buyers as recommended and sought by the CREDAI (Confederation of Real Estate Developers Association of India),the Apex body of Realtors, from RBI and the C.Govt.
2.	Ability to maintain operations including the factories/units/office Spaces functioning and closed down	Pursuant to the guidelines and directives issued by the Ministry of Home Affairs, Government of India and the State Government Authorities, the Company would resume at its construction activities subject to availability of the workforce, adhering to the prescribed safety norms.
3.	Schedule, if any, for restarting the operations	A the Company is predominantly engaged in Slum Rehab related activities ,expects to start construction activities upon, lifting/relaxing the lockdown 4.0,subject to the availability of workforce, gradually.
4.	Steps taken to ensure smooth functioning of operations	The Company, always recognize its workforce as its valuable assets and would take adequate measure,upon resuming the activities to ensure the safety and health of all its work force and a safe workplace for them, with appropriate social distancing norms and high standards of hygiene. The Company would also take various prescribed steps such as thermal screening of all its employees and visitors at the entry gate, sanitizing the premises on regular basis, enforcing wearing of masks, asking all employees to have 'Aarogya Setu' App installed on their mobiles and continuously follow guidelines, as prescribed by the Central or State Government, from time to time. 'Work from home' option also continues for certain category of employees.
5.	Estimation of the future impact of CoVID-19 on its operations	The temporary suspension of construction activities and the reduced level of operations are likely to have significant an additional financial impact, the extent of which is not quantifiable at this moment. Moreover, there is acute shortage of labour. Though we do hope the business situation should normalise soon once the

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		situation comes under control. It is very early to assess the future impact of COVID-19 with reasonable certainty.
6.	<p>Details of impact of CoVID19 on Company'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 products/services 	<p>In this evolving situation, the overall financial impact or the duration thereof cannot be predicted with any reasonable certainty. The capital and financial resources, profitability and liquidity are likely to be adversely impacted due to COVID 19 lockdown and impact of the same is being ascertained and shall be disclosed while submitting the Financials of the Company starting for the first quarter ended June 30, 2020, onwards as the same are subject to review / examination by the Audit Committee and Board of Directors and are also subject to Audit by the Statutory Auditors of the Company.</p> <p>The financial arrangements are being rescheduled with various lenders.</p> <p>There is no impact on the assets of the Company.</p> <p>The Company has near term visibility of supply of all regular building materials through established and dependable suppliers. All vendor and supplier payments are rescheduled.</p> <p>The pandemic will certainly impact the purchasing power of prospective customers/ buyers, which in turn, add up to the already stagnated demand shall affect the Company and its Group Companies (Marathon Group)</p>
7.	<p>Existing contracts/agreements where non-fulfilment of the obligations by any party will have significant impact on the listed entity's business;</p>	<p>The Company does not foresee significant impact in respect of its existing contracts and agreements where the non-fulfilment of obligations by any party would lead to any material financial claim by or against the Company.</p> <p>The Company ensures that all the commitment are honoured in agreed and amicable time frame and as per agreed mutual interest of the parties.</p>
8.	<p>Other relevant material updates about the business of the Company</p>	<p>The Company shall keep its stakeholders informed as and when any material developments take place having Significant impact.</p> <p>As the current environment is very dynamic and</p>

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		resultant situation is evolving, the business operations are highly influenced by the decisions taken by the Government and Regulators, from time to time. Accordingly, any material change in the business operations and its impact will be updated from time to time.
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This is for your information and records.

Thanking you.

Yours faithfully

FOR CITADEL REALTY & DEVELOPERS LTD



Anuja

ANUJA DUBE
COMPANY SECRETARY & COMPLIANCE OFFICER