





30<sup>th</sup> March, 2020

National Stock Exchange of India Limited

Exchange Plaza, Bandra Kurla Complex Mumbai P.J. Towers, Dalal Street

Kind Attn: Manager, Listing Department

Email Id: neaps@nse.co.in Stock Code – SONATSOFTW **BSE Limited** 

Mumbai

Kind Attn: Manager, Listing Department Email Id: listing.centre@bseindia.com

Stock Code - 532221

Dear Sirs,

Ref: Disclosure under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Sub: Intimation of disruption of operations and profit warning in the wake of Corona Virus (COVID-19) outbreak

We wish to inform that in the wake of Corona Virus (COVID-19) outbreak all over the World, and the current government lockdown, the Company has been taking various precautionary measures to ensure the safety and health of the employees, at all its offices in India and overseas.

We further communicate that due to the COVID-19 situation one of our large clients had to temporarily suspend their operations thus affecting a majority of our services to them. We believe this will in the immediate future have a significant negative impact on our profits by up to 40 %. Currently we expect this to affect our Q1 and Q2 performance for FY 21.

We believe that based on our investments in IP and focus on digital transformation we have a sound business model which, together with a consolidated net cash balance of Rs. 400 crores in our books, should help us in the long run.

This is a one-off event with a client in an industry very badly affected by this crisis and we should come out strongly to take advantage of the opportunity when this situation ends.

Please take the same on record.

Thanking you,

Yours faithfully

For Sonata Software Limited

Jagannathan Chakravarthi **Chief Financial Officer**