
M M FORGINGS LIMITED

SVK TOWERS, A 24/25, THIRU VI KA INDUSTRIAL ESTATE, GUINDY, CHENNAI- 32
Phone: 91-44-71601000 E-Mail: corporate@mmforgings.com CIN L51102TN1946PLC001473

Date : 13 July 2020

The Deputy General Manager Corporate Relationship Department. Bombay Stock Exchange Limited, Rotunda Building, P.J.Towers, First Floor, New Trading Wing, Dalal Street, MUMBAI –400 001	National Stock Exchange of India Ltd 'Exchange Plaza', Bandra – Kurla Complex, Bandra (E), Mumbai – 400 051
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Dear Sirs,

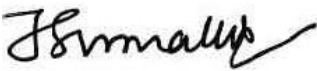
Sub.: Disclosure of material impact of COVID 19 pandemic

Ref.: NSE : Security code- MMFL –EQ; BSE : Security Code -522241

1. With reference to SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated 20 May 2020, please find enclosed the disclosure of material impact of COVID 19 pandemic under SEBI (LODR).
2. We request you to kindly take on records.

Thanking you,
Yours faithfully,

For M M FORGINGS LIMITED



J.SUMATHI COMPANY
SECRETARY



Enclosed : as above

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COVID IMPACT ON BUSINESS

S., NO	Particulars	Disclosures
1	Impact of the CoVID-19 pandemic on the business	<p>The Company's operations were hit substantially from 24 March 2020 till the 1st week of May 2020, when lockdown was gradually lifted.</p> <p>Corporate office, regional offices and manufacturing facilities were fully shut during the period.</p>
2	Ability to maintain operations including the factories/units/office spaces functioning and closed down	<p>The manufacturing facilities of the Company were shut down entirely during the lockdown phase as the Company was not part of Government denominated essential services.</p> <p>Corporate and regional offices were also shut, but the Company adopted Work From Home policy during the entire duration of the lockdown.</p>
3	Schedule, if any, for restarting the operations	<p>With the gradual lifting of the lockdown restrictions, the Company has started its manufacturing operations after establishing thorough and well-rehearsed safety protocols.</p> <p>The Company is following Covid-19 guidelines, rules and regulations issued by central and state governments.</p> <p>Employees: Amidst the crisis, the safety of our employees has been our top-most priority and the Company has taken several measures to ensure their well-being.</p> <p>Employee count at our manufacturing facilities, Corporate Office and Regional sales offices were restricted to permitted limits.</p> <p>The safety of employees who are now required to step out for work is being ensured and they have been mandated to use protective gear and take all safety precautions.</p> <p>We have curtailed the number of employees working at all manufacturing facilities and the office spaces at a given time.</p>

4	Steps taken to ensure smooth functioning of operations	The Company is taking utmost care of its staff and work force like sanitisation, social distancing, mandatory mask wearing, thermal check at the gate, pulsometer check, maintaining proper hygiene.
5	Estimation of the future impact of CoVID-19 on its operations	April – June 2020 being lockdown months, the revenues and profitability of the Company are likely to be adversely impacted. As the business situation is very dynamic, the company is closely monitoring it. Though we do hope the business situation should normalise during the coming quarters.
6	Details of impact of CoVID-19 on listed entity's:-	
6.1	Capital and financial resources	The Company's capital and Banking facilities remain within limits. Further Banks have offered additional limits. However, the company is witnessing delay in receivable collection from buyers as buyers are extending payment terms.
6.2	Profitability	In view of lock down, the profitability during 1 st quarter (April to June) is likely to be adversely impacted. As the business situation is very dynamic, the company is closely monitoring it. Though we do hope the business situation should normalise during the coming quarters.
6.3	Liquidity position	Due to our receivable getting delayed, the cash position will be under stress. The company do hope cash position to be normal by 3rd quarter.
6.4	Ability to service debt and other financing arrangements	The Company has sufficient working capital limits to meet financial requirements. Though the cash position is challenging, with our limits and tight control over expenditure, the company will be able to serve its debt and other financing arrangement.
6.5	Internal financial reporting and control	The Company has taken Cash flow control and overhead control measures to manage the operations, daily/ weekly review mechanism is adopted to review the account receivables and measures taken to control the expenditure.

6.6	Demand for products /services Its impact	There is temporary sluggishness due to lock down, which we expect to improve in 3rd quarter and normalise by 4th quarter.
7	Outlook	The Company has recalibrated its priorities, both short term and long term, to overcome the challenging times. The Board of Directors and its Committees have actively continued to engage and monitor the developments.