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**THE WORLD'S
FAVOURITE
INDIAN**

22 October 2020

Corporate Relations Department BSE Limited 1 st Floor, New Trading Ring Rotunda Building, P J Tower Dalal Street, Mumbai 400 001 Email: corp.relations@bseindia.com	Corporate Relations Department National Stock Exchange of India Ltd Exchange Plaza, 5 th Floor Plot No.C-1, G Block Bandra-Kurla Complex Bandra (East), MUMBAI 400 051 Email: cmli@nse.co.in
BSE Code: 532977	NSE Code: BAJAJ-AUTO

Dear Sir/Madam,

Sub: Disclosure on Impact Assessment of COVID 19 pandemic

In terms of the provisions of Regulations 30 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 read with SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated 20 May 2020, we enclose herewith Disclosure relating to update on Impact Assessment of COVID 19 pandemic on the Company.

You are requested to please take the above on record and note the Compliance.

Thanking you,

Yours faithfully,
For Bajaj Auto Limited,

Dr. J Sridhar
Company Secretary

Encl: as above

**Disclosure on Impact Assessment of COVID-19 as per
SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dtd. 20 May 2020**

This disclosure is to be read in conjunction with our various communications to stock exchanges from 23 March 2020 till date.

Further update on impact of COVID-19 pandemic is summarised as under :

Particulars	Comments from the Company
Impact of COVID-19 on business of the Company	<p>The COVID-19 pandemic was unprecedented. The impact was experienced in India as well as in other countries that we export to. Lockdown and other containment / precautionary measures resulted in decline in demand and disrupted supply lines.</p> <p>Bajaj Auto, across its plants located at Akurdi, Waluj, Chakan, Pantnagar and various business locations has also experienced an adverse impact and the Company's business was impacted due to the said temporary suspension of operations.</p> <p>Pursuant to the directives of the Central / State Government and necessary permissions from time to time, operations had resumed, and the Company is now almost at its normal level of operations.</p>
Manner of re-starting operations of the Company	<p>Bajaj Auto could gradually ramp-up production and currently operates at ~90% of normal levels, barring some sporadic interruptions from time to time due to supply chain disruptions caused by local level lockdowns.</p> <p>Bajaj Auto gave extensive digital training along with training material to its vendors and dealers ensuring safe and smooth resumption of operations.</p> <p>During and after the lockdown, Bajaj Auto had implemented "Work from Home" policy for its employees, wherever possible and ensured day to day work was successfully delivered.</p>

Particulars	Comments from the Company
<p>Steps taken to ensure smooth functioning of our operations</p>	<p>Bajaj Auto continues to take various steps to support and safeguard multiple stakeholders, including:</p> <ul style="list-style-type: none"> - Protection of our employees, workers & staff alike - Ensure continuity of our supply chain - Cater to demand, both in India and outside India - Maintain our financial strength and - Contribute to the society at large <p>The Company also continues to follow various directives given by the Government for COVID-19 management, like</p> <ul style="list-style-type: none"> - Safety guidelines to its employees and workers - Appropriate training to staff and workers on safety - Regular sanitization and fumigation of the factory premises and offices - Strictly follow the social distancing norms - Thermal screening of all entrants and - Distribution of masks <p>For Corporate office and other locations, normal attendance rules were made applicable from 21st September 2020 for all employees except those who were either tested positive or were in close contact with / proximity of such people.</p> <p>To maintain the social distancing norms, Bajaj Auto almost doubled the number of buses and staggered the Canteen timings. Additional areas were identified and converted into office space and visitors are still discouraged for physical meetings / conferences.</p>
<p>Estimation of the future impact of the pandemic on the Company's operations and on the demand for its products</p>	<p>To accurately estimate the future impact of this pandemic on the performance of Bajaj Auto is difficult to assess, given the volatile and still evolving environment.</p> <p>Given our strong brand and financial stability coupled with committed suppliers and dealers, the Company is confident to adopt to this changing business environment and adjust to the new normal.</p>

Particulars	Comments from the Company																
Impact on the Company's revenues and profitability	<p>Reported volumes for Q2 FY21 are tabulated below:</p> <table border="1" data-bbox="578 317 1263 499"> <thead> <tr> <th data-bbox="578 317 776 359">Particulars</th> <th data-bbox="776 317 938 359">Q2 FY21</th> <th data-bbox="938 317 1101 359">Q2 FY20</th> <th data-bbox="1101 317 1263 359">Change</th> </tr> </thead> <tbody> <tr> <td data-bbox="578 359 776 401">Domestic</td> <td data-bbox="776 359 938 401">573,586</td> <td data-bbox="938 359 1101 401">629,080</td> <td data-bbox="1101 359 1263 401">-9%</td> </tr> <tr> <td data-bbox="578 401 776 443">Export</td> <td data-bbox="776 401 938 443">479,751</td> <td data-bbox="938 401 1101 443">544,511</td> <td data-bbox="1101 401 1263 443">-12%</td> </tr> <tr> <td data-bbox="578 443 776 485">Total</td> <td data-bbox="776 443 938 485">1,053,337</td> <td data-bbox="938 443 1101 485">1,173,591</td> <td data-bbox="1101 443 1263 485">-10%</td> </tr> </tbody> </table> <p>In spite of a 10% drop, strict cost control measures helped the Company improve its EBITDA margin %.</p>	Particulars	Q2 FY21	Q2 FY20	Change	Domestic	573,586	629,080	-9%	Export	479,751	544,511	-12%	Total	1,053,337	1,173,591	-10%
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Domestic	573,586	629,080	-9%														
Export	479,751	544,511	-12%														
Total	1,053,337	1,173,591	-10%														
Impact on the Company's capital and financial resources	No fresh equity capital was raised during this period. Bajaj Auto has adequate capital and financial resources to manage its business and continues to remain debt-free.																
Impact on the Company's liquidity and ability to service debt and other obligations	Bajaj Auto is a debt-free company and hence there are no interest or debt related obligations. With large surplus cash and cash equivalents, liquidity position continues to be strong and we do not foresee any challenge in meeting our financial / other obligations.																
Impact on the Company's assets	Based on our internal assessment, currently we do not foresee any challenge in recoverability of our major assets.																
Impact on contractual obligations	There has been no breach of any contractual obligations by the Company or by the counterparties under their contracts with the Company.																
Impact on Internal Financial Controls	There is no impact of this pandemic on the Internal Financial Controls of the Company. Wherever there was a challenge, suitable alternative way of working has been established to ensure all controls are in place.																