

Indokem Limited

(CIN: L31300MH1964PLC013088)

Registered Office:
"KHATAU HOUSE," Ground Floor
Mogul Lane, Mahim (West),
Mumbai - 400 016.

Phone : 022-61236767
Fax : 022-61236718
E-mail : iklsecretarial@gmail.com
Website: www.indokem.co.in

Date 15th June, 2020

To,
Dy. General Manager (Listing)
Department of Corporate Service,
BSE Limited,
Phiroze Jeejeebhoy Tower,
Dalal Street, Mumbai - - 400 001.

Script Code:- 504092

Subject: Disclosure under Regulation 30 of SEBI (LODR) – Material impact of COVID-19 Pandemic

Respected Sir/Madam,

Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated 20th May, 2020, please find attached herewith disclosure on material impact of COVID-19 pandemic on the Company.

You are requested to please take the same on record.

Kindly acknowledge the receipt of the same.

Thanking You,
Yours Truly,
For **INDOKEM LIMITED**

Sd/-
Rajesh D. Pisal
Company Secretary and Compliance officer

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DISCLOSURE OF MATERIAL IMPACT OF COVID-19 PANDEMIC

1. Impact of the Covid 19 pandemic on the Company:-

Due to the Nationwide Lockdown imposed by Government of India as precautionary measure to safeguard from Covid-19, all the Manufacturing units and offices of the Company remained closed from 23rd March, 2020. This has impacted the business operations and activity of the Company for subsequent months. In the current situation, it is difficult to ascertain the actual impact of the Pandemic on the Company.

2. Ability to maintain operations including the factories / units / offices functioning:-

The Company has resumed all its manufacturing units and branch offices from 1st June, 2020 and its registered office situated at Mumbai and branch office at Ahmedabad from 8th June, 2020 with taking all precautionary measure and safety guidelines as stated by State Govt. and Central Govt.

3. Steps taken to ensure smooth functioning:-

The Company is taking utmost care of its staff and work force like social distancing, timely sanitisation of office premises and manufacturing units, mandatory mask wearing and thermal check of every member at entry level.

Company has adopted "Work From Home" policy for some of its employees, to ensure safety of the health and safeguard from the Pandemic

4. Estimation of the future impact of Covid-19 on Business Operations:-

Due to nationwide lockdown for more than two months, the revenue and profitability of the Company are likely to be adversely impacted. The Company is closely monitoring the situation and the Management is looking forward to normalise during 2nd and 3rd Quarter.

5. Details of Impact:-

• Capital and Financial resources:-

As payments from clients are getting delayed due to lockdown, Company is facing issues towards Liquidity Management. However,

Company is taking all measures to ensure the debt payments and other payments are done on timely basis.

- Profitability:-

In view of the Lockdown, the profitability during 1st Quarter (April-June, 2020) is likely to be adversely impacted. As business situation is highly dynamic, Management of the Company is closely monitoring the situation and looking for all possibilities to revive the Company in upcoming quarters.

- Liquidity Position:-

As stated above, payment from clients are getting delayed and hence Company is facing issues. However, Company has taken control over the cash flow activity and measure are been taken to control the expenditure.

- Ability to serve Debt and other financial arrangements:-

The Company is taking all required measure to ensure that all its debt payments and other financial dues are paid on timely basis and it will ensure that there will be no default.

- Assets:-

The Assets of the Company are not affected and all are in working Conditions.

- Internal Financial Reporting and Control:-

The Company has taken cash flow control and overhead control measures to manage the operations. Weekly review mechanism has been adopted to review account receivable and measures are taken to control the expenditure.

- Demand for its products/services:-

There is temporary reduction in the demand due to the Lockdown, which the Company is expecting to improve as the situation normalises.

Thanking You,

Yours Truly,

For **INDOKEM LIMITED**

Sd/-

Rajesh D. Pisal

Company Secretary and Compliance officer

Navi Mumbai, 15th June, 2020.