



KRANTI INDUSTRIES LIMITED

Dated: 05.06.2020

To,
Department of Corporate Services
BSE Limited.
Phiroze Jeejeebhoy Towers
Dalal Street, Fort
Mumbai- 400001

Ref: Kranti Industries Limited (Script Code: 542459)

Subject: Disclosure of Material Impact of COVID-19 pandemic on the Company under SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

Dear Sir,

Pursuant to Regulation 30 of SEBI LODR Regulations read with SEBI Circular No. SEBI/HO/CFD/CMD 1/CIR/P/2020/84 dated 20th May 2020 please find the enclosure annexure-I details of Disclosure of Material Impact of COVID-19 pandemic on the operations and performance of the Company.

This is for your kind information and record.

Thanking you.

For and on behalf of
KRANTI INDUSTRIES LIMITED



Bhavesh Selarka
(Company Secretary & Compliance officer)



KRANTI INDUSTRIES LIMITED

Annexure-I

Disclosure of Material Impact of COVID-19 pandemic on listed entities under SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

Sr. No	Particulars	Comments by Company
1	Impact of COVID-19 pandemic on business.	The outbreak of COVID -19 pandemic and the consequent announcement of series of lockdowns and other restrictions by the government have posed serious challenges to Company. As a result of lockdown, the company manufacturing remained on halt from 22 nd March, 2020 and the company commence its partial resumption of operations w. e. f. 05 th May, 2020 The COVID-19 pandemic has adversely affected the business and operations of the Company for which the revenue of the Company has been affected to that extent and would have bearing till full normalcy restored.
2	Ability to maintain operations including the factories/units/office spaces functioning and closed down;	The company has restarted its operations from 05 th May, 2020 in accordance with the guidelines suggested by the Government adhering to the safety norms.
3	Schedule, if any for restarting the operations	
4	Steps taken to smooth functioning of Operations	<p>The company has put in place strict monitoring process for COVID-19 precautions ensuring the following:</p> <ul style="list-style-type: none"> • Implementation of SOP as per the guidelines of Authorities. • Training given to all the employees to take the requisite safety measures and precautions • Sanitizing the entire premises/factory on regularly. • Maintenance of Social Distancing at all work place.



KRANTI INDUSTRIES LIMITED

		<ul style="list-style-type: none"> • Mandatory use of face mask, thermal screening of all the employees, workers, visitors. • Mandatory installation of Aarogya setu Application. • Facility provided to employees to work from Home to the extent feasible.
5	Estimation of the future impact of COVID-19 on its operations	The Company is closely monitoring the emerging situation arising out of COVID-19 and the disruption is unforeseen and beyond the control of the company & resultant restrictions imposed by the regulatory authorities. It is possible neither to foresee the duration for which this pandemic will last, nor predict its course. Nevertheless, the Company is making every effort to ensure that the after effects are dealt with. In view of the prevailing uncertainty, no precise estimation can be made about overall impact of this pandemic.
6	Details of impact of COVID-19 on listed entity's	
	a. Capital and financial Resources:	The Company's capital and banking facilities remain intact. Company has availed Loan Moratorium for the period of 3 months from its principle banker HDFC BANK, however NO moratorium has been availed for loans from other financial institutions. With the recent measures announced by Government of India towards providing Emergency Credit lines, company is in the process to apply for the same to meet its working capital demand.
	b. Profitability:	Due to series of lockdown the operations of company was halted and considering the fixed cost of the company this has definitely affected the profitability of the company, however the management is taking all the necessary steps to cut down the fixed cost of the company.
	c. Liquidity position:	The Company has taken steps to ensure that it has adequate liquidity to meet its financial and other commitments.
	d. Ability to service debt and other financing arrangements ;	We have been timely paying our statutory dues and are able to service debts on time and there is no default of any loan or interest commitments.



KRANTI INDUSTRIES LIMITED

	e. Assets;	All the assets of the company are up to date and in working conditions, there has been NO impact of lockdown on any of the assets of the company.
	f. Internal Financial reporting and control	There is no impact on the internal financial controls.
	g. Supply chain:	Availability of Raw materials is very important in manufacturing industries & the scarcity of the same may come in future due to the non-availability of workers at our supplier end, as most of the migrant workers are travelled to their hometowns. Delay in receipt of casting and other components may hamper manufacturing operations. Company is closely monitoring this and taking necessary steps whenever feasible to make sure of smooth manufacturing operations.
	h. Demand for its products, services;	Company is catering its products to various industries such as Automotive and Non-automotive, due to pandemic surely it is going to affect Automotive industries to some extent, however at a same time we expect the increase in demand in Tractor industries as the agricultural sector is expected to grow, with various relief measures announced by Government of India and expected good monsoon.
7	Existing Contracts/ Agreements where non-fulfilment of the obligations by any party will have significant impact on the listed entities business;	We have no such contract which has significant impact on the business of the Company.
8	Other relevant material updates about the listed entity's business.	The Company has been regularly updating the stock Exchange on the material updates.