



August 7, 2020

National Stock Exchange of India Limited
Exchange Plaza, 5th Floor, Plot No. C/1, G Block,
Bandra Kurla Complex,
Bandra (E), Mumbai – 400051
Scrip Code: DICIND

The Corporate Relationship Department
BSE Limited,
P.J. Towers, Dalal Street,
Mumbai- 400001
Scrip Code: 500089

The Calcutta Stock Exchange Ltd.
71 Lyons Range,
Kolkata- 700001
Scrip Code: 10013217

Sub: Disclosure of Material impact of COVID-19 pandemic

Ref: Email dated July 28, 2020 & circular no. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020 issued by Securities Exchange Board of India read with Regulation 30 of SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015

Dear Sir/Madam,

Please find below the disclosure on Material impact of COVID-19 pandemic:

A. Operations

1. The Manufacturing operations resumed in early April, with factories opening up in phases, as and when the exemptions/approvals were received. The plants were operating with limited capacity. The situation further eased in May end consequent to the relaxations given by the Government. At present, although running of the operations has improved but it is yet to reach full capacity.
2. The Company has been following all the guidelines laid down by the Authorities on Sanitization of premises, thermal screening, social distancing, gap between shift change etc. and all other SOP's mandated by local authorities from time to time. In the initial phases, enabling people to commute to the factory was a challenge. Special arrangements were made to bring people to the factory. The attendances of people have improved but challenge remains with localised lockdown as buses and trains are not in operation.
3. In April, the restriction on cargo movement and delayed clearance at Customs resulted in intermittent disruptions. However overall supply chain has since improved gradually.

B. Sales:

1. The Company mainly caters to Newspaper and Packaging sector, which are considered in essential category and with necessary approval from the respective State Govts., the Company could start limited operation from its factories and warehouse initially which was scaled up with easing of restrictions.
2. In the June quarter, the sale was lower than normal with only the Packaging sector driving the sales. Sale of Newspaper got restricted as the demand for newspaper went down significantly with no/low off take from households.
3. With the recent unlocking started from June, we expect the sales to be better.
4. Our export shipment to Bangladesh got stuck at Customs for almost 2 months due to closure of the border. This has started from June onwards.

C. Liquidity

1. The borrowing capacity is sufficient to meet our obligation.
2. All employees including contract workmen have been fully paid till July, 2020.
3. All vendors have been paid at regular intervals.
4. All statutory obligations have been paid within due dates.
5. Trade collections have been slow.

D. Functioning during lockdown

1. Except workmen & some Management staff at Factories, all other employees have been working from home. Warehouses in non-containment zones are operating as per the approvals of the local authorities.
2. All IT Security Protocols are in place and all systems are being monitored remotely.
3. Engagement with both internal stakeholders and customers/suppliers are done online using digital tools.
4. All our operations were carried on considering the internal controls set for the respective function.

E. Existing contracts/agreements where non-fulfilment of the obligations by any party will have significant impact on business

The Company has honoured all the contractual obligations. Further, the Company did not witness any significant case of non-fulfilment of obligation by the other party.

Overall, the pandemic affected the performance of the Company in June quarter and likely to affect the September quarter as well.

Kindly take it into records.

Yours Truly
For **DIC India Limited**

Raghav Shukla
Corp. GM-Legal &
Company Secretary
M.No. F5252