

10th July, 2020

The Manager, Listing Department
National Stock Exchange of India Limited
Exchange Plaza, Plot No. C/1, G - Block,
Bandra Kurla Complex,
Bandra East,
Mumbai 400 051
Scrip code: ACCELYA

Deputy General Manager,
Corporate Relationship Department
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai 400 001
Scrip code: 532268

Dear Sir / Madam,

Sub: Disclosure pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015 ("SEBI LODR"), read with the SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020 ("SEBI COVID Circular"), on the material impact of the COVID 19 Pandemic on the business of the Company.

The Company vide its intimations dated April 17, 2020 and its quarterly financial statement of May 14, 2020 had inter-alia intimated that the Company's business is impacted on account of the COVID 19 pandemic, the country-wide lockdown and the far-reaching travel restrictions in various geographies across the globe which have affected the airline and travel industry in an unprecedented way.

The Company continues to assess, on a regular basis, the impact of the COVID -19 pandemic and the modified lockdown on its business and operations. In continuation of our earlier intimations on the captioned subject, the details as required under Regulation 30 of the SEBI LODR read with the SEBI COVID Circular, as applicable to the Company, are as follows:

A. Impact of the CoVID-19 pandemic on the business of the Company:

The COVID 19 pandemic, the country-wide lockdown and the far-reaching travel restrictions in various geographies across the globe have affected the airline and travel industry in an unprecedented way. As the Company's business model is principally based on per transaction pricing, the Company's revenue which is linked to airline passenger transactions has been impacted. The Board and the management are closely overseeing the Company's efforts in navigating this global crisis, which include, amongst other initiatives, ensuring business continuity, extensive customer out-reach through webinars and video conferencing, managing costs and ensuring safety of our employees. A Special Oversight Committee (SOC) has been constituted to oversee the Company's COVID 19 planning and responses and report to the Board.



B. Ability to maintain operations including office spaces functioning and closed down; Schedule for restating operations

The Company had adopted various Business Continuity measures from the beginning of the country wide lockdown to ensure the safety and wellbeing of all its employees, including providing IT infrastructure and connectivity wherever possible, to enable employees to work from home. As a result of this, the Company has been able to service its customers and ensure that the operations are minimally affected. After the easing of lockdown restrictions, certain offices have been partially opened or kept open with minimal staff (as per the specific city/ state's guidelines). The Company continues to review and monitor the external conditions in this regard.

C. Steps taken to ensure smooth functioning of operations

The management also has regular interactions with employees, customers, suppliers and contractors and has been taking various measures to ensure smooth functioning of operations to provide uninterrupted service to customers across the globe. In offices which have been partially opened, the Company has adopted safety measures and social distancing norms, hygiene, sanitisation and regular disinfections of the premises.

D. Estimation of the future impact of CoVID-19 on its operations

There continues to be uncertainty around the external factors and it is difficult to ascertain the definitive impact of COVID 19 at this point of time. The Company is closely monitoring the impact on our customers on account of the COVID 19 Pandemic. Based on the information available as on date and as per our initial assessment, due to the reduction in passenger traffic there will be a significant impact on the revenues of the Airlines until Q3 of CY 2020, with a gradual recovery post that till H1 of 2021. As the Company's revenues are linked to airline passenger transactions, we assess a reduction in our revenues during such period. However, in many contracts with our customers, the Company's revenue stands protected to the extent of the agreed minimum billing. The Company has also implemented cost control measures across the organization to conserve cash to address any uncertainties in evolving situations. As and when the restrictions are eased across geographies and there is a revival of the economy, the Company expects to see demand revival in the airline and travel industry, and accordingly in the revenues of the Company.

E. Details of impact of CoVID-19 on listed entity's capital and financial resources, profitability, liquidity position, ability to service debt, assets, internal financial controls, demand for products/ services

As a result of COVID 19, there has been no change in the capital structure of the Company and, at present, the Company has not made any decision to raise further capital at this time.



It is expected that the Company's profitability in the near term will be adversely impacted on account of reduced revenue resulting from decreased airline passenger transactions, discounts to long term customers etc. due to COVID 19. To manage this, the Company has implemented and continues to implement various cost control measures across the organization including reducing the cost of human resources (with the consent of relevant employees), travel, marketing and events, etc. The specific details on profitability will be duly disclosed after the audit for the said period(s) is completed.

The Company is in a comfortable liquidity position to meet its commitments. The Company is completely debt free and does not have any debts or borrowings.

All internal financial controls and reporting systems are working without any disruption and have been suitably updated to meet the work from home policy currently implemented by the Company.

At present, the Company does not foresee any material adverse impact in the demand for the software solutions we provide to our customers.

F. Existing contracts / agreements where non-fulfilment of the obligations by any party will have significant impact on the listed entity's business

The Company is well positioned to fulfil its obligations relating to existing contracts / arrangements. At present, no counter party of a material contract has claimed non-fulfilment of obligations which will have a significant impact on the business of the Company.

This is for your information and records. We will duly intimate relevant updates from time to time.

Thanking you,

Yours faithfully,
For Accelya Solutions India Limited



Ninad Umranikar
Company Secretary