



Salora International Ltd.

June 29, 2021

The Dy. General Manager
Department of Corporate Services
BSE Ltd.
Phiroze Jeejeebhoy Towers
Dalal Street
MUMBAI - 400 001.

Company Scrip Code: 500370

Sub: **Disclosure of material impact of COVID-19 pandemic on the Company under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

Dear Sir/Madam,

In pursuant to Regulation 30 of SEBI (LODR) Regulations, 2015 read with SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020, please find enclosed herewith as "Annexure I" with regard to the disclosure of material impact of COVID-19 pandemic on the Company.

You are requested to take on record of the same.

Thanking you,

Yours faithfully,
for **Salora International Ltd.**

(Gopal Sitaram Jiwrajka)
Chairman & Managing Director



Encl.: As above

ANNEXURE-I**MATERIAL IMPACT OF COVID-19 PANDEMIC ON OPERATIONS AND PERFORMANCE OF THE COMPANY IS STATED BELOW:****1. Impact of COVID-19 Pandemic on the business:**

The COVID-19 pandemic developed rapidly into a global crisis, forcing government to enforce lockdown and curfew and resulted in halt of all economic activities in the Financial Year 2020-21. It has caused global widespread economic disruptions leaving uncertainties with respect to severity and its impact on businesses..The second wave has further jolted the sentiments. The Company has up to the date of approval of financial results, evaluated and factored into the extent possible likely material events and circumstances arising from COVID-19 pandemic and their impact on carrying value of its Assets and Liabilities as at 31st March, 2021.

2. Ability to maintain operations including the factories/units/office spaces functioning and closed down:

To maintain operations, the company has tried at its level best taking precautions but COVID-19 created significant challenges like workforce availability, safety and productivity.. Absenteeism rose because of health challenges and remote working was done due to quarantine guidelines.

These factors have caused a decline in productivity .The work processes are put in place at work sites to ensure health adequacy and social distancing of personnel, and revised skilling for multi-role coverage. The company is complying with all the guidelines issued by the Government.

3. Schedule for restarting the operations:

Although the Company has resumed its operations but with limited resources taking all the necessary measures for prevention of Covid impact as per the Government guidelines.

4. Steps taken to ensure smooth functioning of operations:

In this pandemic- year, Salora International Limited has made considerable efforts to support our employees, families and communities in a number of ways. In keeping with the ethos of the Salora International Limited, we are continuing to deepen and broaden our efforts in timely response to the evolving nature of the pandemic. We review the situation periodically and manage our operations according to the severity of the Covid19 variants. The health & safety of our Employees is of immense importance to us.

5. Estimation of the future impact of COVID-19 on its operations:

The outbreak of COVID-19 has affected numerous countries and millions of people across the globe. Assuming that the adversity of this disastrous effect will get over in a day is absurd. The pandemic's worst disasters have taught us that it is better to prepare early accordingly the Company is taking adequate measures to cope up in this difficult situation.



6. Details of Impact of COVID-19 on the Company:

- Capital and Financial resources - There will be some impact on capital and financial resources of the Company.
- Profitability: There will be an impact on profitability of the Company.
- Liquidity Position - At the onset of the COVID-19 pandemic, liquidity across markets initially tightened, the company is working towards managing the liquidity position. We have set the plan rolling for the improvement of cash flow position.
- Ability to service debt and other financial obligations - The Company shall try its best to service debt and other financial obligations, if any, may be impacted temporarily. The company has plans to liquidate few assets to service the debt.
- Assets - The Company is assessing the impact of COVID -19 on the assets and reducing the unused assets for better liquidity:
- Internal Financial reporting and control - Internal Financial reporting and control are not affected.
- Supply chain -Due to lockdown and restrictions imposed by the government, the supply chain is affected.
- Demand for its product -There is a temporary reduction in demand due to lockdown, which we expect to improve post lockdown.

7. Other relevant material updates about the listed entity's business:

COVID-19 has been one more litmus test for resilience and adaptability. Based on the deep culture of risk management built over the past years, and supplemented with strong cadence-enabled governance, Salora International Limited is looking to branch out into other business areas to improve revenue. We are committed to keep our operations effectively managed under the given circumstances.

