

MIRZA INTERNATIONAL LIMITED

CIN-L19129UP1979PLC004821



May 28, 2020

The General Manager,
Listing Department
National Stock Exchange of India Limited
Exchange Plaza, Bandra-Kurla Complex
Bandra (East)
Mumbai 400 051
Scrip Code : NSE - MIRZAINT

The General Manager,
Department of Corporate
Services -CRD
BSE Ltd.
25th Floor, P.J. Towers, Dalal Street
Mumbai 400 001
BSE - 526642

Dear sir,

Sub : Disclosure of Material Impact of COVID-19

Pursuant to SEBI Circular SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020, please find enclosed herewith disclosure on material impact of COVID-19 pandemic on the Company.

The above is for your information and record.

Kindly acknowledge the receipt.

Thanking you,

Yours faithfully,

For **MIRZA INTERNATIONAL LTD.**


(ANKIT MISHRA)
COMPANY SECRETARY



Encl : As above

MIRZA INTERNATIONAL LIMITED

DISCLOSURE OF MATERIAL IMPACT OF COVID-19 PANDEMIC

Pursuant to the SEBI Circular SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020 on Disclosure of material impact of COVID-19 Pandemic are as follows :-

S.No.	Particulars	Disclosures
1	Impact of the COVID-19 pandemic on the business	<p>The Company's manufacturing facilities remained shut from March 23, 2020 due to lockdown and partially re-opened w.e.f. May 04, 2020, which has impacted its operations during April and May, 2020. Some of the Company's pending orders are on hold as per requirements of buyers. However, upon opening of factories, we are in process of dispatch of some of our export orders to foreign buyers.</p> <p>On Domestic front also, we have gradually started opening our retail outlets in line with Government directives.</p>
2	Ability to maintain operations including the factories/units/office spaces functioning and closed down;	The Company has restarted operations with some of factories consisting order booked and available workforce, since May, 04, 2020, adhering to the safety norms prescribed by Government of India.
3	Schedule, if any, for restarting the operations	
4	Steps taken to ensure smooth functioning of operations	The Company is taking utmost care of its staff and work force like sanitisation, social distancing, mandatory mask wearing, thermal check at the gate, maintaining proper hygiene. Supply chain is being monitored to ensure availability of material. We have taken cash flow, capital expenditure and overhead control measures to smoothly manage our operations.
5	Estimation of the future Impact of COVID-19 on its operations	April – June 2020 being lockdown months, the revenues and profitability of the Company are likely to be adversely impacted. As the business situation is very dynamic, the Company is closely monitoring it. Though we do hope the business situation should normalise during 3 rd and 4 th quarter.
6	Details of impact of COVID-19 on listed entity's :-	
6.1	Capital and financial resources	The Company's capital and Banking facilities remain intact. There are no liquidity concerns as we have sufficient unutilised Banking limits available. However, the Company is witnessing delay in receivable collection from buyers as buyers are extending payment terms.

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6.2	Profitability	In view of lockdown, the profitability during 1 st quarter (April to June) is likely to be adversely impacted. As the business situation is very dynamic, the Company is closely monitoring it. Though we do hope the business situation should normalise during 3 rd and 4 th quarter.
6.3	Liquidity position	As explained above, there are no liquidity concerns as we have sufficient Banking limits available. However, due to our receivable getting delayed, the cash position will be under stress. The Company do hope cash position to be normalise by 3 rd quarter.
6.4	Ability to service debt and other financing arrangements	The Company has sufficient unutilised working capital limits to meet financial requirements. Though the cash position is challenging, with our limits and tight control over expenditure, the Company will be able to serve its debt and other financing arrangements.
6.5	Internal financial reporting and control	The Company has taken Cash flow control and overhead control measures to manage the operations, weekly review mechanism adopted to review the account receivables and measures taken to control the capital expenditure.
6.6	Demand for its products / services	There is temporary reduction in demand due to lockdown, which we expect to improve in 3 rd quarter and normalise by 4 th quarter.

