



Bhagiradha Chemicals & Industries Limited.

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To
BSE Limited,
P.J Towers,
Dalal Street, Fort,
Mumbai-400 001

Date: 12.06. 2020

Sub: Intimation of Impact of COVID-19 Pandemic on Company

Scrip Code: 531719

Dear Sir,

Pursuant to Regulation 30 of LODR and SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated 20th May, 2020, following are the brief details relating to the impact of the COVID-19 pandemic on the operations of the Company:

Impact of the COVID-19 pandemic on the business

The WHO has declared the outbreak of COVID as a pandemic in the 2nd week of March 2020. Based on this information and the news available in the media, Bhagiradha Chemicals & Industries Ltd quickly responded by sensitizing all its employees in all locations on the safety measures to be followed to prevent spread of the Corona virus, even before the advisories were announced by the Central and State governments. The plant was shut down on 25.03.2020 with the declaration of Janta Curfew and subsequent nationwide lockdown. As requested by us and as per the orders dated 27.03.2020 of the Ministry of Home Affairs, Government of India, providing exemption to certain categories of industries including pesticide manufacturing industries from the lockdown, the district administration has permitted operations from the 2nd April 2020 and production operations recommenced at reduced capacity duly adhering to the safety and social distancing norms. Presently, the plant is running at partial capacity due to restrictions in place. We have been fully complying with the advisories and recommendations that were being given by the governments from time to time while conducting production and business operations.

Business Operations: Due to the present Circumstances, there has been an adverse impact on revenues of the Company but the exact extent of this impact is not readily quantifiable at this juncture. However, the Company has been closely reviewing the impact of the disruption on production and deliveries and has evolved a plan to mitigate the same.



Production Capacity: The plant has resumed its operations at reduced level on April 02nd, 2020. Full scale operations will be restored in a calibrated manner with gradual easing of the restrictions.

Working Capital: We have adequate drawing power and undrawn working capital limits with banks to meet our business requirements. The Company is well equipped to fulfil its export commitments with some delays.

Profitability: The lockdown conditions would impact the business operations and the bottom-line. Going by the relaxations being extended across various sectors of economy and the forward looking policy of the government, we are confident that our normal business cycle would be restored any time soon.

Liquidity position: We have conserved resources to maintain liquidity position in the Company and our bankers are also willing to support us in case of need.

Internal financial reporting and control: Internal financial reporting and controls are fully functioning and are being monitored by top level functionaries.

Supply Chain: We have not observed any major supply chain issues in our raw material supplies except for some logistic issues. Near normalcy position is being expected to restore soon.

Demand for its products: The existing export orders shall be executed with some delay. However, a clear picture is yet to emerge in certain geographies across the globe for us to make a reasonable estimate of our future export sales. There is an increased demand for our products in the domestic market.

Existing contracts/agreements: The Company is well positioned to fulfil its obligations and existing contracts / arrangements. At present, we do not foresee any contract/agreements which will have significant impact on the business in case of non-fulfillment of obligations by any party.

Kindly take the same on record.

Thanking you,

Yours faithfully,

For Bhagiratha Chemicals & Industries Limited



B.N.Suvarchala
Company Secretary

