



KAMDHENU LIMITED

Corp. Office: 2nd Floor, Tower - A, Building No. 9, DLF Cyber City, Phase - III, Gurugram - 122002
Haryana, Phone: 0124 - 4604500, Fax: 0124 - 4218524 E-mail: kamdhenu@kamdhenulimited.com

04th June, 2020

To,
The Manager- Listing
National Stock Exchange of India Limited,
Exchange Plaza, Bandra Kurla Complex,
Bandra (E), Mumbai-400 051

To,
The Manager- Listing
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai- 400 001

REF: Security Code: KAMDHENU

Ref: Security Code: 532741

Subject : Disclosure of material impact of COVID-19 pandemic on the Company under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular (SEBI/HO/CFD/CMD1/CIR/P/2020/84) dated 20th May, 2020

Sir/Madam,

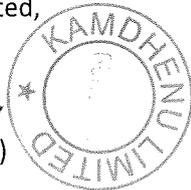
In compliance with Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular (SEBI/HO/CFD/CMD1/CIR/P/2020/84) dated 20th May, 2020, please find enclosed herewith the disclosure of material impact of COVID-19 pandemic on the Company.

Please take the same on record.

Thanking you,
Yours faithfully,

For Kamdhenu Limited,

(Jogeswar Mohanty)
Company Secretary
M. No. ACS23247



KAMDHENU LIMITED

DISCLOSURE OF MATERIAL IMPACT OF COVID-19 PANDEMIC

(Pursuant to SEBI Circular (SEBI/HO/CFD/CMD1/CIR/P/2020/84) dated 20th May, 2020)

1. Impact of the CoVID-19 pandemic on the business.

Kamdhenu Limited is in the business of manufacturing, marketing and branding of TMT bars, decorative paints and allied products which is being mildly affected due to COVID-19 Pandemic unlike other industries such as tourism, aviation, hospitality and automobile. Our business has been impacted temporarily during complete lockdown and it will be reflected in the revenue and profitability of the Company to the some extent in short period.

2. Ability to maintain operations including the factories/units/office spaces functioning and closed down and Schedule, if any, for restarting the operations.

The Company's manufacturing activities were interrupted during complete lockdown period. However as per the guidelines of MHA and State government, the Company had restarted operations at its Steel factory at Bhiwadi, Rajasthan and Paints factory at Chopanki, Rajasthan and supply started as per order bookings and available workforce since May 2020 and almost all of our franchisee units has commenced production and dispatch in May, 2020 onwards.

3. Steps taken to ensure smooth functioning of Operations

The Company has put in place strict monitoring process for Covid-19 smooth functioning of precautions ensuring the followings

- Sanitizing the premises on regular basis
- Maintenance of social distancing at all workplaces
- Enforcing wearing of masks and thermal temperature checking of all employees at the factories/offices
- Regular update of the health of all the employees and their families

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

Since there has been a national lockdown in the months of March, April and May, the revenues and profitability of the business have been impacted. Our facilities have resumed operations and we are hopeful that the business environment improves in the 2nd quarter and we get back to normalcy in the second half of the year.

Since this situation is exceptional and changing dynamically, the Company is not able to gauge with certainty, the future impact on its operations. However, the Company is confident about adapting to the changing business environment and respond suitably to fulfil the needs of its customers.

5. Details of impact of CoVID-19 on listed entity's –

- a. **Capital and Financial Resources:** Currently, the Company is not planning any capital restructuring. The banking credit lines and internal accruals as available to the Company are deemed adequate unless the lockdown extends, and situation further deteriorates.

To meet the financial need and smooth operation of business post lockdown, the Company has availed loans to tune of Rs. 11 Crores from bankers of the Company under Covid-19 Emergency Credit.



- b. **Profitability:** Revenues and profitability of the Company have been effected due to lockdown and actual impact would be ascertained in due course of time.
 - c. **Liquidity Position:** As the Company is anticipating strained cash flows in the coming quarter, the Company has already in place a cash flow management procedure and have taken various steps to reduce overheads to manage the operations. Currently, the Company has adequate resources to maintain its liquidity, however debtors could get stretched due to prevailing lockdown.
 - d. **Ability to service debt and other financing arrangements:** The Company is regular in repayments of its debts including interests thereon. The Company has adequate resources to service debt and managing other financing arrangements in the future as well.
 - e. **Assets:** The Company is reviewing all its assets including trade receivables, inventories, current assets etc. based on both internal and external factors to ascertain the impact of Covid-19 Pandemic.
 - f. **Internal Financial Reporting and Control:** The systems and controls of the Company are already in place and are continuing as usual.
 - g. **Supply Chain:** Inward and outward logistics were interrupted to a large extent. However, we expect gradual improvement in supply chain as states announced relaxations and take steps to improve trade and commerce.
 - h. **Demand for its products/services:** Due to the national lockdown, the uncertainty of market demand is likely to continue for the first and second quarter of the year, and the Company hopes for normalcy to resume in the second half of the financial year.
6. **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 and existing contracts/arrangements.

KAMDHENU is the largest TMTselling brand in India, in the retail segment having over 75 franchisee units manufacturing steel rebars, structural steel products & colour coated Profile Sheets. In case of non-fulfilment of obligations / contract by any party or franchisee, it will have an impact on the business.

Further updates in this regard will be communicated in due course.

Please take the same on record.

Thanking you,

Yours faithfully,

For Kamdhenu Limited,


(Jogeswar Mohanty)
Company Secretary
M. No. ACS23247

