

**To,  
The General Manager,  
BSE Limited,  
Phiroze Jeejeebhoy Towers  
Dalal Street, Fort,  
Mumbai 400 001**

**Date: 26.06.2020**

**BSE Scrip Code: 500824**

**Sub: Disclosure on impact of CoVID-19 pandemic on the Company**

Dear Sir,

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.

Kindly take the above in your record.

Yours faithfully

**For Lords Chloro Alkali Limited**



**Dipendra Chaudhary  
Company Secretary**

**Encl: A/a**

## Disclosure of material impact of CoVID-19 pandemic

Pursuant to the SEBJ Circular SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated 20<sup>th</sup> May, 2020, 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;	Due to COVID-19 Pandemic, manufacturing facilities remained shut from 22/03/2020 to 30/04/2020 due to lockdown declared by the Govt. and resumed w.e.f. 01/05/2020 at very low levels. The company operation was hit during the aforesaid period of lockdown, as there was no production during this period. On restart of operations, we faced difficulties as supply chains were broken and raw material could not procured easily. The Electricity Department has raised invoices on basis of Minimum Demand Charges and the Company is not able to avail incentives based on utilisation of demand. Moreover the demand of the products is at a low ebb as all consequents have either not reopened or are operating at low capacity. The Company is incurring losses due to Covid 19 pandemic and it has suffered severe financial losses.
2	Ability to maintain operations including the factories/units/office spaces functioning and closed down;	The Company has resumed its plant operations from 01/05/2020 in compliance with the guidelines issued by the Ministry of health affairs, Government of India on Covid-19 at a very low capacity utilisation. We believe that coming to pre Covid production will take another 4 to 6 months.
3	Schedule, if any, for restarting the operations;	
4	Steps taken to ensure smooth functioning of operations;	Company is taking due care its employees by ensuring the following: <ul style="list-style-type: none"> <li>• Body temperature scanning is performed at entry gate.</li> <li>• Sanitization of work place on regular basis.</li> <li>• Enforcing wearing of masks and regular cleaning of hands.</li> <li>• Adhering strict norms of social distancing to prevent any untoward incident arising out of coronavirus pandemic.</li> <li>• Ensuring use of the Arogya-setu app.</li> </ul>
5	Estimation of the future impact of CoVID-19 on its operations;	As lockdown is still not fully lifted in some parts of India, the Company is monitoring its impacts. Though we do hope that business situation would improve to certain extent during Q3 and would normalise in next FY 2021-22.
6	<b>Details of impact of CoVID-19 on listed entity's -</b>	
	<b>I: capital and financial resources;</b>	The company's capital and banking facility has been affected due to decline in demand of our product and margin thereon and

		completely shut down of our plant operations from 22th March 2020 to 30 <sup>th</sup> April 2020. Due to this adverse impact on our funds position, we have availed the moratorium on banking facility.
	<b>II: profitability</b>	The last Quarter of FY 19-20 has already been impacted adversely and we are also expecting the same adverse impact on our profitability in coming first three quarters of FY 2020-21.
	<b>III: liquidity position;</b>	Our liquidity position has been impacted adversely Due to the covid-19 as there is decline in demand of our product and the prices of our products has fallen sharply. Our operations are not running on full capacity but we do hope that liquidity position to improve to some extent during Q3 and would normalize by next FY 2021-22.
	<b>IV: ability to service debt and other financing arrangements</b>	The company is facing pressure on it's liquidity position and to manage working capital requirement. Therefore company have availed the moratorium on banking facility to manage short term requirement of working capital, but this is not enough to cover the losses incurred by Company due to Covid 19.
	<b>V: assets</b>	No impact
	<b>VI: internal financial reporting and control</b>	The company has taken cash flow control, cost reduction measures and inventory management measures to mitigate the adverse situation.
	<b>VII: supply chain</b>	The company observed certain disruption in supply chain especially in our products sale and supply of stores and spares. But the situation is getting improved due to lifting of lockdown and relaxation given by government of India
	<b>VIII: demand for its products/services</b>	There is decline in demand of our product and their margin due to Covid-19 and We do not see any improvement in demand of our product and margin thereon in the current financial year. We do hope that the demand and margins would improve to some extent during Q3 but it would normalize in next FY 2021-22
7	<b>Existing contracts/agreements where non-fulfilment of the obligations by any party will have significant impact on the listed entity's business</b>	The company does not foresee any significant impact in respect of existing contract and agreements.