

**Date: 30/05/2020**

**To,**  
**National Stock Exchange of India Limited**  
Exchange Plaza,  
Plot no. C/1, G Block,  
Bandra Kurla Complex  
Bandra (East),  
Mumbai - 400 051

**Subject: Disclosure of material impact of CoVID—19 pandemic on the Company  
under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015  
Symbol: PASHUPATI**

Pursuant to Regulation 30 of LODR Regulations read with **SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020**, please find enclosed herewith the disclosure of material impact of CoVID-19 pandemic on the operations and performance of the Company. This is for your information and records.

Kindly take the same in your record.

Thanking you,

Yours faithfully,  
**For, Pashupati Cotspin Limited**

  
**SAURIN JAGDISH BHAI PARIKH**  
Managing Director  
(DIN: - 02136530)





## **Material impact of CoVID-19 pandemic on operations and performance of the Company**

### **1. Impact of the CoVID-19 pandemic on the business:**

Our Plant was closed w.e.f. March 25, 2020 to April 01, 2020 (07 days) due to lockdown however; we got permission on April 02, 2020 from concerned authorities, subject to fulfilment of certain conditions, to partially start production operations. Our production capacity increases gradually as follows:

<b>Date</b>	<b>Production Capacity (%)</b>
02.04.2020 to 08.04.2020	35%
09.04.2020 to 14.04.2020	65%
15.04.2020 to 20.04.2020	75%
21.04.2020 to 30.04.2020	82%
01.05.2020 to till date	85%

We have stay facility for our labour at our factory premise; therefore, we succeeded in maintaining our labour strength.

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

- i. We are pleased to inform that we are now operating our plant located at Survey No.404 At & Post Balasar, Kadi-Detroj Road, Kadi Mahesana-382715, Gujarat and presently our capacity utilization is around 85%. We are observing full compliance to the conditions of operations at our factory premises as stipulated by the authorities to avoid any infection due to COVID-19;
- ii. Domestic dispatches in few territories have resumed and we expect dispatches to improve gradually as and when the market start opening;
- iii. The Registered Office of the Company located at at Survey No.404 At & Post Balasar, Kadi-Detroj Road, Kadi Mahesana-382715, Gujarat is functioning subject to maintaining social distancing and other safety norms as stipulated by the authorities and some of our departments/office staff are working under work from home policy.

### **3. Schedule, if any, for restarting the operations:**

There was resumption of partial operation at our above referred Kadi plant w.e.f. April 02, 2020 after obtaining requisite approval from the concerned authorities and we are scaling up the production capacity gradually.

### **4. Steps taken to ensure smooth functioning of operations:**

- i. We are taking necessary preventive measures like social distancing, temperature testing, providing masks and sanitization facility to all workers etc. to avoid any infection due to COVID-19;
- ii. We have provided accommodation facilities to our workers;





- iii. We have order book to dispatch the finished products and are in constant touch with our buyers and taking updates from them relating to their status of production so that we can match our production with supply and schedule our capacity utilisation accordingly;
- iv. We have sufficient stock of Raw Materials to meet production requirements and are in touch with our suppliers to ensure the availability of raw materials as and when required.

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

It is very early to assess the future impact of COVID-19 on our financial performance with reasonable certainty; however, we have order booking from and also started to dispatch in certain territory. With the opening of domestic market post lockdown, we expect business to improve gradually. We estimate that business will start improving from 2<sup>nd</sup> quarter of FY20-21 will reach to normal business from 4<sup>th</sup> quarter of FY20-21 onwards. We expect fall in revenue and accordingly the profitability for the current FY 2020-21.

**6. Details of impact of CoVID-19 on listed entity's:**

- i. **Capital and financial resources:** We have adequate capital to meet business requirements.
- ii. **Profitability:** Profitability for the 1<sup>st</sup> Quarter (April, 2020 to June, 2020) FY20-21 expected to be affected due to lockdown and partial manufacturing capacity utilization. However, it is expected to improve gradually from 2<sup>nd</sup> Quarter (July, 2020 to Sept, 2020) FY21 onwards.
- iii. **Liquidity position:** We have conserved resources to maintain liquidity position in the company.
- iv. **Ability to service debt and other financing arrangements:** Company is capable to service all debts as and when due. The Company is paying its lenders according to the terms and conditions decided with them.
- v. **Assets:** Company will assess further CAPEX requirements, if any once situation improves and will arrange necessary funding.
- vi. **Internal financial reporting and control:** internal financial reporting and control are fully functioning.
- vii. **Supply Chain:** Our Supply chain gets affected due to lockdown and is expected to normalize post lockdown period.
- viii. **Demand for its products/ services:** Demand is below annual average however demand is expected to improve post lockdown.

**7. Existing contracts/agreements where non-fulfilment of the obligations by any party will have significant impact on the listed entity's business:**

We have no such contract which has significant impact on the company.



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

All material updates have been listed in this disclosure; further Company shall make other disclosure as and when required.

Kindly take the same on your record.

Thanking you,

Yours faithfully,  
For, Pashupati Cotspin Limited

  
**SAURIN JAGDISH BHAI PARIKH**  
Managing Director  
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