



DATE: May 26, 2020
REF.: PIL/DVN/L012/2020-21

Company Code - PRAJIND	Security Code No. : 522205
National Stock Exchange of India Ltd.	BSE Limited
Exchange Plaza, 5th Floor, Plot No. C/1, G Block, Bandra-Kurla Complex, Bandra (East), Mumbai - 400 051	Phiroze Jeejeebhoy Towers, 25th Floor, Dalal Street, Mumbai - 400 001
Fax: 022 - 2659 8237 / 38	Fax: 022- 22723121/3719/2037/2039/2041/2061

Sub.: Note on Impact of COVID-19 pandemic on the business of the Company.

Ref: Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated 20th May, 2020.

Dear Sir / Madam,

Pursuant to the Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated 20th May, 2020, issued by SEBI, we are enclosing a detailed note on impact of COVID-19 pandemic on the business of the Company.

You are requested to kindly take note of the same.

Thanking you,

Yours faithfully,
For PRAJ INDUSTRIES LIMITED

DATTATRAYA NIMBOLKAR
CHIEF INTERNAL AUDITOR
& COMPANY SECRETARY



Praj Industries Limited

Regd. Office : "Praj Tower", S. No. 274 & 275/2, Bhumkar Chowk-Hinjewadi Road, Hinjewadi, Pune : 411057, Ph : +91 20 71802000 / 22941000
f : +91 20 22941116 e: info@praj.net w : www.praj.net

CIN : L27101PN1985PLC038031



Note on impact of COVID-19 pandemic:

In March 2020, the World Health Organisation (WHO) declared the COVID-19 outbreak as a pandemic which continues to spread across the country. The economic impact of the 2019–20 corona virus pandemic in India has been largely disruptive. The impact of the coronavirus (COVID-19) is being felt by all businesses around the world. On 25th March, 2020, the Government of India declared this pandemic a health emergency, ordered temporary closure of all non-essential businesses, imposed restrictions on movement of goods/material, travel, etc.

In the back drop of national lock-down declared by the Government of India on 22nd March, 2020, the Company's national as well as international operations are adversely affected. As a result of this, profitability of the Company has also been adversely affected.

The impact of the global health pandemic may be different from that estimated as at the date of approval of these standalone and consolidated financial statements. Considering the continuing uncertainties, the Company will continue to closely monitor any material changes in future economic conditions.

The duration and severity of COVID-19 pandemic and the disruption caused to global economic and business environment can not be reasonably estimated. The extent of impact on this pandemic on Company's business operations, cash flows, future revenue, assets and liabilities will depend on numerous evolving factors that currently can not be reasonably assessed.

The Company has recently, after receiving applicable permissions, partially commenced operations at its SEZ Units at Kandla (Gujarat), factory situated at Sanaswadi (Maharashtra, Pune), at R&D Centre at Urawade (Maharashtra, Pune) and at Praj Tower Sanaswadi (Maharashtra, Pune).

The Company has evaluated and factored in the possible impact that may result from this pandemic and all events and circumstances up to the date of approval of these financial results on the carrying value of its assets and liabilities as at 31st March, 2020. The impact on the financial results for the quarter and year ended 31st March, 2020 because of any events and developments beyond the date of approval of these financial results may differ from that estimated as at the date of approval of these financial results and will be recognized prospectively.

The duration of this lockdown is uncertain at this point in time and resumption of full-fledged operations will depend upon directives issued by the Government authorities. At present, there is pressure to shape the strategy and restructure entire organization to deliver better, lasting results for all its stakeholders.

