



CIN: L15420PN1933PLC133303

Registered Office: P.O. Tilaknagar, Tal. Shrirampur, Dist. Ahmednagar, Maharashtra-413 720

Corporate Office: 3rd Floor, Industrial Assurance Building, Churchgate, Mumbai, Maharashtra-400 020

Email: investor@tilind.com, **Website:** www.tilind.com, **Phone:** +91 22 22831716/18, **Fax:** +91 22 22046904

ONLINE FILING

Ref: TI/NSE/COMP/2020-21/14

July 10, 2020

To,
The Manager (Listing),
National Stock Exchange of India Ltd.,
Exchange Plaza, Plot no. C / 1, G Block,
Bandra - Kurla Complex, Bandra (E),
Mumbai - 400 051
Ph No.: 022 26598235/36
Fax No.: 022 26598120/237 /238

Sub: Disclosure of impact of CoVID-19 pandemic on the Company under Regulation 30 of the SEBI (LODR) Regulations, 2015
Ref: Scrip Code – TI

Dear Sir/Madam,

Pursuant to Regulation 30 of the SEBI (LODR) Regulations, 2015 and the SEBI circular no. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020, we would like to inform the Stock Exchange and Stakeholders the financial impact of the CoVID-19 pandemic on our business operations.

Kindly note that the Company's operations at all its manufacturing and office locations that were temporarily stopped from March 25, 2020, have since resumed in a staggered manner beginning the second week of May 2020. Currently, the Company has resumed bottling operations in its own plant situated at Shrirampur, Maharashtra, Vahni Distilleries Private Limited and PunjabExpo Breweries Private Limited, wholly owned subsidiaries situated in Karnataka and Punjab respectively and at all the contract bottling units across India except one unit in Puducherry. The Corporate Office of the Company located in Mumbai has reopened partially in June 2020 with 10% of the staff attending office and the other executives working from home as directed by the Government of Maharashtra.

The information as required under the SEBI circular no. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020 is disclosed in **Annexure- I**.

Please note that due to the outbreak of CoVID-19, the Company has adopted 'Work From Home' as per directives issued by Central and State Government. Hence, we are submitting Sd/- copy of the disclosure.

Kindly acknowledge the receipt and take the same on your record.

Thanking you,

Yours faithfully,

For Tilaknagar Industries Ltd.

Sd/-
Gaurav Thakur
Company Secretary
Encl: a/a



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Annexure- I

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

The bottling operations of the Company were suspended from March 25, 2020 and there was no production and sale till the partial resumption of operations in the second week of May 2020. As a result of the lockdown, the production and sales in March 2020 was 53% and 59% respectively of the corresponding previous year and in the first quarter of the current financial year only 48% and 45% respectively of the corresponding previous year. The suspension of operations in the last week of March 2020 will have an adverse impact on the financial performance of the Company for the last quarter of FY 19-20 as well as on the year ended March 31, 2020. Lower sales in the first quarter of FY 20-21 are expected to have an adverse impact on the financial performance of the Company for the first quarter of FY 20-21.

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

The operations in all the bottling units barring one have since resumed and the Company has taken all necessary steps to ensure strict compliance with the guidelines laid down with relation to social distancing, mandatory use of facemask, proper sanitization facilities and operating with reduced work force. The same is being strictly followed in all the manufacturing units, corporate and other administrative offices that have commenced operations.

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

The Company's operations at all its manufacturing and office locations that were temporarily stopped from March 25, 2020 have since resumed in a staggered manner beginning the second week of May 2020. Currently the Company has resumed bottling operations in all its units except one.

4. Steps taken to ensure smooth functioning of operations:

The Company has taken various steps to address the issues relating to the health and well-being of the employees. It is also in constant touch with the suppliers to ensure smooth supply of raw materials so that the operations continue and achieve normal levels in course of time.

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

CoVID-19 could have a negative impact on the industry in general and the Company in particular. Restrictions issued by the Government of India, State Governments and Local Bodies necessitating working with reduced work force, social distancing etc. are likely to have a negative impact on productivity and consequent cost increase.

Increase in the retail prices of liquor by all the State Governments also had an adverse effect on the short-term demand. However, the Company having assured supply side security and strong and well accepted brands will be able to strongly counter the challenges posed by the abnormal situation.



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

- a. Capital and financial resources and Profitability: The impact of CoVID-19 on the financials of the Company is not ascertainable at this stage and will be informed to the Stock Exchanges at an appropriate time.
- b. Liquidity position: The Company may face short-term liquidity crunch due to anticipated changes in the operating cycle of the Company. However, the Company will take necessary steps to manage the working capital requirements of the Company.
- c. Ability to service debt and other financing arrangements: The Company has since serviced all its debt obligations and there is no default as on date.
- d. Assets: The Company has secured all its assets and the same are in working condition.
- e. Internal financial reporting and control: The Company has robust internal financial reporting and controls in place that continue to be followed without any change.
- f. Supply chain: While the supply chain of the Company was adversely affected initially due to the countrywide lockdown, with the gradual opening of business operations across India, the supply chain has now reached normal level of operations.
- g. Demand for its products/services: The Company does not expect any long-term impact on the demand of its products.

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

There are no contracts/agreements where non-fulfillment of the obligations by any party will have significant impact on the business of the Company.

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

There are no other material updates currently about the Company's business. The same will be reported as and when there are material developments.

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