



Talbros Automotive
Components Ltd.

www.talbro.com

May 29, 2020

BSE Ltd. Phiroze Jeejeebhoy Towers, Dalal street, Fort, Mumbai- 400 001 Scrip Code – 505160	The National Stock Exchange of India Ltd. Exchange Plaza, 5 th Floor, Plot No. C/1, G Block, Bandra Kurla Complex, Bandra (East), Mumbai- 400 051 Company Code – TALBROAUTO
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Sub: Material impact of Covid-19 pandemic on operations and performance of the Company

Dear Sir/ Madam,

Pursuant to Regulation 30 of the of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 issued by the Securities and Exchange Board of India on May 20, 2020.

Update on COVID-19 pandemic for Talbros Automotive Components Limited (“the Company”):

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

Our offices and plants at Faridabad, Pune, Sitarganj and Bawal were closed w.e.f. March 23, 2020 to May 5, 2020 due to lockdown. However, the Company resumed its operations w.e.f. May 6, 2020 at all plants i.e. Faridabad, Pune, Sitarganj and Bawal with limited manpower in accordance with the permission given by the Statutory Authorities.

The Company remains confident of weathering the current challenges on the strength of its strong legacy and fundamentals.

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

- a. We have started operations at all plants situated at Faridabad, Pune, Sitarganj and Bawal and we are observing full compliance to the conditions of operations stipulated to avoid any infection due to COVID-19.
- b. We are not facing any migrant Labour issues as most of our labourers are from nearby areas.
- c. The employees at all our offices are maintaining social distancing and other safety norms.
- d. Some of our employees are also working from home and necessary office connectivity has been in place.





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

We have already communicated the resumption of partial operation at all plants i.e. Faridabad, Pune, Sitarganj and Bawal w.e.f. May 6, 2020 after obtaining requisite approval from the concerned authorities.

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

- a. Mandatory self-declaration of good health before joining work.
- b. Employees have been advised to download and use of Aarogya Setu Application launched by the government.
- c. Mandatory wearing of face masks, hand gloves, body temperature scanning and frequent sanitization of work place and products and maintaining the prescribed physical distancing for employees as well as customers.
- d. Employees have been trained on safe practices to be observed.
- e. We are taking necessary steps to meet the production requirements.

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

It is very early to assess the future impact of COVID-19 with reasonable certainty; however, we are getting some order bookings and started dispatches in domestic market. With the gradual opening of domestic market post lockdown, we expect business to improve gradually.

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

a. **Capital and financial resources:**

We are taking necessary steps to maintain the capital and financial resources to meet the business requirements.

b. **Profitability:**

Profitability for the Q1 (April, 2020 to June, 2020) FY 2020-21 is expected to be affected due to lockdown and partial manufacturing capacity. However, it is expected to improve gradually in the following period.



c. **Liquidity position:** lbros.com

We have conserved resources to maintain liquidity in the Company.

d. **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 as per due date and has availed moratorium as per RBI directives.

e. **Assets:**

Company will assess further CAPEX requirements once situation improves and will arrange necessary funding.

f. **Internal financial reporting and control:**

Internal financial reporting and control are fully functioning.

g. **Supply chain:**

We have not observed any major supply chain issues and it is expected to normalize post lockdown.

h. **Demand for Company's products:**

Demand for Company's products in market is affected but it is expected to improve post lockdown.

7. **Existing contacts/agreements where non-fulfillment 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.

The Company shall closely monitor the prevalent situation and take all necessary steps as may be required from time to time. It shall furnish further updates in case of any material developments or changes.

Kindly take the above information on record.

Thanking you,
Yours Sincerely
For Talbros Automotive Components Limited


Seema Narang
Company Secretary

