TIMKEN

Mandar Vasmatkar
Company Secretary & Chief-Compliance
mandar.vasmatkar@timken.com

July 17, 2020

National Stock Exchange of India Limited
Exchange Plaza,
Plot no. C/1, G Block,
Bandra Kurla Complex, Bandra (East),
Mumbai – 400 051.
Script Code: TIMKEN

Dear Sir(s)/Madam,

Re: Disclosure of material impact of CoVID-19 pandemic

Further to our initial disclosure dated June 05, 2020 on captioned subject and with reference to your e-mail dated 8 July, 2020, pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby submit required information in terms of **SEBI Circular no. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020.**

Kindly request you to take this on record.

Thanking you.

Yours faithfully,
For **TIMKEN INDIA LIMITED**

Mandar Mohaniraj Vasmatkar
Digitally signed by Mandar Mohaniraj Vasmatkar
Date: 2020.07.17 16:52:14 +05'30'

Mandar Vasmatkar
Company Secretary
& Chief - Compliance

Impact of the CoVID-19 pandemic on their business, performance and financials	
Impact of the CoVID-19 pandemic on the business	WHO Declared COVID-19 as a pandemic in March 2020. To contain the spread of this pandemic, India has started taking multiple actions including lockdown since middle of March 2020. As a result of this lockdown, the Company's manufacturing operations and its distribution centers remained shut during the initial phase. Once the lockdown started getting relaxed by the government, Company's facilities reopened, gradually, aligned with relaxation rules, that were announced by the concerned authorities from time to time, complying with all required safety measures. The Company expects to be impacted in short term because of this pandemic. The Company's revenue base has impacted significantly in the month of April for the lockdown and restriction of vehicle movements across the country. As the lockdown relaxes, the Company is witnessing recovery gradually in its revenue. The situation remains dynamic in subsequent quarters and the Company is of the opinion that the assessment of impact remains extremely difficult at this point. The Company is managing its supply chain closely and plan to remain flexible throughout next couple of quarters. Company is prepared to be responsive to changes in the demand.
Ability to maintain operations including the factories/units/office spaces functioning and closed down	All operations at its manufacturing facilities and activities at its various warehouses are done with all the precautions mentioned in the Standard Operating Procedure, by including all necessary advisories from appropriate authorities. Prioritizing the safety of the employees, the company has advised its employees to work from home wherever possible and taken reasonable steps to ensure continued service of critical functions. The Company ensured that access to its IT systems was maintained seamlessly throughout the lockdown period for remote employees so they could work from home, with secure protocols for Company is continuously monitoring the effectiveness of IT systems for preventing the occurrence of such risks. The Company was able to continue business communications effectively with adequate IT support without compromising IT security controls.
Schedule, if any, for restarting the operations	As a result of this lockdown, the Company's manufacturing operations and its distribution centers remained shut during the initial phase. Once the lockdown started getting relaxed by the government, Company's facilities reopened, gradually, aligned with relaxation rules, that were announced by the concerned

	authorities from time to time, complying with all required safety measures.
Steps taken to ensure smooth functioning of operations	In compliance with the various directives of the Government, operations of the company have resumed in the permitted manner. The company is following Government directives regarding the health and safety of the workforce. The company has taken additional safety steps by implementing a 'Standard Operating Procedure' by including advisories from appropriate authorities. All operations at its manufacturing facilities and activities at its various warehouses are done with all the precautions mentioned in the Standard Operating Procedure.
Estimation of the future impact of CoVID-19 on its operations	The Company is actively monitoring its various business activities and its related impact on account of this pandemic. Necessary steps have been initiated to realign its business strategies to minimize the impact to its various stakeholders. Although there are uncertainties due to the pandemic and slowdown, the strong Balance Sheet, sustained profitability and stronger customer centric business model, positions the company to face these challenges and minimize the impact to various stakeholders.
Details of impact of CoVID-19 on listed entity's - • capital and financial resources; profitability; • liquidity position; • ability to service debt and other financing arrangements; • assets; • internal financial reporting and control; • supply chain; • demand for its products/services	The Company's Banking transactions and functioning remained uninterrupted while maintaining adequate safety and control while working remotely from home. Though the Company has witnessed a reasonable delay from its normal level of collection, the Company did not see any significant impact to its cashflow situation. The Company's payable also has been aligned with business operations. Inventory being another critical element of the working capital, the Company has initiated multiple actions for course correction in short term and long term, in alignment with business activities. Strong working capital coupled with a strong balance sheet and a proven successful stronger business model has helped the Company to sail through these uncertainties so far. Although Company's capacities remain unutilized specifically in April and most part of May due to shutdown of the manufacturing facilities, the project spending are not delayed significantly in view of the future economic growth of the Company. The Company is debt free. CoVID had no impact on financing arrangements. The Company has been able to sustain its internal controls with appropriate alternations during the lockdown phase with no overall impact or compromise on effectiveness of the internal financial controls. The Company has maintained a robust internal financial control which channelizes into effective internal financial reporting. The situation remains dynamic in subsequent quarters and the Company is of the opinion that the assessment of impact remains extremely difficult at this point. The Company is managing its supply chain closely and plan to

	remain flexible throughout next couple of quarters. Company is prepared to be responsive to changes in the demand.
Existing contracts/agreements where non-fulfilment of the obligations by any party will have significant impact on the listed entity's business	Nil
Other relevant material updates about the listed entity's business	Nothing in particular.