

Starcom Information Technology Limited

Regd.office: Sheriff Centre, 73/1, St Mark's Road, Bengaluru - 560 001

CIN: L67120KA1995PLC078846, Phone: 91 80 2227 8283/ 2227 1797

E-mail id: info@starcominfotech.com Website: www.starcominfotech.com

Date: **September 09, 2020**

To,
The Deputy Manager
Corporate Relations Department,
BSE Limited
P. J. Towers, Dalal Street,
Mumbai - 400001

Dear Sir,

Scrip Code: BSE - 531616

Sub: Disclosure pursuant to SEBI Circular No.: SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020- Impact of COVID-19 Reg.

Please find enclosed the disclosure on impact of COVID-19 on our Company as required pursuant to SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020 under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as Annexure 1.

Kindly take the information on your records and acknowledge receipt.

Thanking you,

Yours faithfully,

For **Starcom Information Technology Limited**



Nidhi Sharma
Company Secretary and Compliance Officer
Place: Bangalore

Correspondence Address:

#88, Times Square, MG Road, Bangalore 560001

Tel: 91 80 6765 0000

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Annexure 1

COVID-19 Pandemic – Update on Operations

Material Impact of Covid-19 pandemic on. operations and performance of the Company

The impact of COVID-19 pandemic on India and globally has been felt by all. The effect on human lives has been unprecedented. At the same time the global economy has also seen a dramatic reversal. The outbreak of COVID -19 pandemic and the consequent announcement of series of lockdowns and other restrictions by the government has impacted / affected the business and operations of the Company for which the revenue of the Company has been affected. Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. SEBI/HO/CFD/CMD 1/CIR/P/2020/84 dated 20th May, 2020, we would like to inform you that the Company is continuously monitoring the situations prevailing due to CoVID-19 and taking various measures to ensure the safety and wellbeing of all employees and is ensuring compliance with the directives issued by the Central Government, State Governments and local administration in this regard and adopted Work from Home for employees, wherever feasible to minimize the risk and contain the spread of CoVID-19. Below is the update on the impact of CoVID-19 on the Company:

A. Impact of CoVID-19 pandemic on the business;

Although with effect from June 01, 2020, the lockdown has been lifted to a certain extent, the Company continues to provide the “Work From Home” facility to its employees, so as to avoid the risk associated with the said pandemic. Employees have been given the flexibility to work from home or work from office and COVID 19 precautions have been ensured at the office premises for well being of the employees. Our Company managed to fulfil the commitments of our existing clients. However, we could not deal new customers/ business during the pandemic situation due to restrictions on the movement of the sales/ marketing personnel.

B. Steps taken by the Company to ensure smooth functioning of the operations;

The Company has provided work from home policy to employees, and those who cannot work from home or the work involves regular visit at office, for them, the Company has put strict monitoring process for COVID-19 precautions:

- Sanitizing the entire premises/ office space regularly. e
- Maintenance of Social Distancing at all work place.
- Mandatory use of face mask, thermal screening of all the employees, workers, visitors if any
- Mandatory installation of Aarogya setu Application.

C. Estimation of the future impact of COVID-19 on its operations ;

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The Company is closely monitoring the emerging situation arising out of COVID-19 and the disruption is unforeseen and beyond the control of the company. It is neither possible to foresee the duration for which this pandemic will last, nor predict its course. Nevertheless, the Company is making every effort to ensure that it can deal with after effects and the management is optimistic on the business operations of the Company.

D. Impact of CoVID-19 on the 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 the products of the Company ;

Impact of COVID -19 on the financial statement for the year ended 31s March, 2020 is substantial and presented in the results declared on 31s July, 2020 We have assessed the impact of COVID-19 as on 31st March, 2020 and expect to fully recover the carrying amount of trade-receivables, unbilled revenues, goodwill, intangible assets, investments and other assets. However, the actual impact of COVID-19 on the various assets may differ from that estimated. We will continue to closely monitor any material changes to future economic conditions. There is no major stress anticipated on the demand for the products or on the supply chain. The internal Reporting system was adequate and not effected to a larger extent due to the COVID situation.

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

The Company is well positioned to fulfil its obligations in respect of contracts with the customers, vendors and other partners. It does not foresee any material impact on the business due to nonfulfilment of the obligations by any party.

F. Other relevant material updates about the listed entity's business The Company will provide an update as and when there is any material impact;

There is no other relevant update about the business of the Company. However, the Company has been regularly updating the Stock Exchange on the material updates.

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