

Ref.: CV/ID/AS/R30/Covid19

05 June 2020

The General Manager
Department of Corporate Services
BSE Ltd.
P. J. Towers, Dalal Street, Fort,
Mumbai – 400001.

The Manager, Listing Department
National Stock Exchange of India Ltd.
Exchange Plaza, Plot No. C-1, G Block,
Bandra Kurla Complex, Bandra (East),
Mumbai – 400051.

Scrip Code: 524075

Symbol: ALBERTDAVD

Subject: Intimation under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”)

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

This is in continuation to our earlier intimation dated 28 March 2020, and pursuant to Regulation 30 of Listing Regulations read with SEBI Circular bearing Ref. No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated 20 May 2020 regarding advisory on disclosure of material impact of COVID-19 pandemic on the operations and performance of the Company read with SEBI Circular No. CIR/CFD/CMD/4/2015 on continuous Disclosure requirement dated 09 September 2015.

A. Impact of COVID-19 (Pandemic) on the businesses of the Company:

- Pharma Industry, being an essential industry, was exempted from the nationwide lockdown triggered by outbreak of the pandemic, from the day one. Therefore, we were not mandated to fully close down our manufacturing / distribution / facilities.
- However, the Company had taken the decision to shut down its operations of head office situated at Kolkata to support the cause of containment of the spread of the pandemic. The Company also had to scale down the operations of its Sales depots, and factories located at Kolkata and Ghaziabad, due to limited availability of manpower, logistics, and materials etc.
- The transport cost of raw materials and finished goods has gone up tremendously due to logistical problems.
- The performance of Q4FY20 and Q1FY21 would be accordingly impacted.

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

- The Company has been running its manufacturing and distribution operations in most part of the lockdown period, except for a week in the beginning of the lockdown period when there was significant disturbance in operation.
- Head office at Kolkata, being situated in a red / containment zone, had to be kept under closure from 23 March 2020 till 18 May 2020. All other offices, factories and depots are bound by directives from the respective State Governments. The Company has been taking appropriate measures to ensure the social distancing, safety, hygiene and well-being of all its employees in compliance with directives/circulars issued by the Government of West Bengal and the Central Government. The practice of obtaining service of employees from their home was initiated pertaining to departments whose services are so renderable since March 2020 till restoration of normalcy in daily operation.

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

It has already been stated that operation of the Company was never closed down totally albeit exposed to temporary hindrances. However, the timing of complete normalcy in operations depend on many factors including lockdown status, government restrictions, availability of manpower, logistics support, working capital cycle and market demand.

D. Steps taken to ensure smooth functioning of operations:

- The Company has taken the requisite steps to monitor and control the operations by way of travel ban for employees, thermal screening, sanitation of office premises at regular intervals, and increasing employee awareness through meetings, mailers, posters, etc.
- Supply chain is being monitored to ensure availability of materials. Due evaluation of cash flow, capital expenditure and overhead control measures has been applied to smoothly manage operations.

E. Estimation of the future impact of COVID-19 on the Company's operations:

The Company is closely monitoring the emerging situation arising out of COVID-19 and resultant restrictions imposed by the regulatory authorities. It is neither possible to foresee the duration for which this pandemic will last, nor predict its course. In view of the prevailing uncertainty, no precise estimation can be made about overall impact of this pandemic except that it will adversely impact the turnover / profitability / cash flows of the Company for a significant period of time.

F. Details of impact of COVID-19 on Company's —

- 1. Capital and financial resources:** The Company's capital and financial resources will be impacted. Depletion thereof may vary based upon future restrictions/relaxations/incentives by the Government and market dynamics including period of stay of the pandemic.
- 2. Profitability:** April – June 2020 being lockdown quarter, the revenues and profitability of the Company will be impacted. The adverse effect of COVID 19 may vary depending upon future restrictions/relaxations/incentives by the Government, market dynamics and social fallout of the pandemic in due course, although, we do hope that business situation would normalize during the 3rd and 4th Quarter.
- 3. Liquidity position:** Although liquidity position is tight, the Company is trying to manage it by strict monitoring of cash inflows and outflows. Delays in receiving payments from debtors have been contributing to reduction of need based working capital fund.
- 4. Ability to service debt and other financing arrangements:** The Company does not have term loans and only enjoys working capital limits.
- 5. Assets:** Insignificant.
- 6. Internal financial reporting and control:** Very insignificant.
- 7. Supply chain:** Supply chain is adversely impacted. Transportation cost of raw materials and finished goods have gone up tremendously due to logistical problems.
- 8. Demand for the Company's products / services:** Disruption in market due to continuing lockdown adversely affected demand pattern of Company's products and it may vary based upon future restrictions / relaxations / incentives by the Government and market dynamics.

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

The Company is not expecting any such scenario, since the Company is into Pharma business dealing in essential items.



H. Other relevant material updates about the Company's business:

- Given the global nature of the COVID-19 pandemic, and the uncertainty around the severity and duration of the impact across multiple markets and its impact is rapidly evolving in India, the management of the Company is not in a position to accurately assess the impact of this on future financial performance at this point of time.
- Generally, the Company publishes its annual audited financial results by May end of each year. However, due to the current situation, there is delay in this regard.

Thanking you,

Yours faithfully,
For Albert David Limited



Indrajit Dhar
Associate Vice President (Accounts & Taxation)-
cum-Company Secretary

