

(AN ISO 9001, 14001, 50001/ HACCP & FSSC 22000 CERTIFIED COMPANY)

CIN: L24100MH1972PLC016149

June 17, 2020

Department of Corporate Services
Bombay Stock Exchange Ltd.
P.J. Towers, 25th Floor,
MUMBAI – 400 001
Fax No: 22723121/2037/3719/2941

National Stock Exchange of India Ltd.
Exchange Plaza, Bandra Kurla Complex
Bandra (East)
MUMBAI – 400 051
Fax No: 26598237/8238

Dear Sirs,

Subject: Reg. 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Ref.: Scrip code: 500412 / TIRUMALCHM

We hereby forward the impact of COVID 19 pandemic on the business under Reg. 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as envisaged by our Management.

Kindly acknowledge

Yours faithfully,
For **THIRUMALAI CHEMICALS LIMITED**



T. Rajagopalan.
Company Secretary

Impact of COVID 19 Pandemic on the business

SEBI Reg 30

SI No.	Particulars	Disclosure
1.	Impact of the COVID 19 pandemic on the business	The operations of the company were stopped on 24 th March, 2020 due to the nationwide lockdown imposed to contain the COVID pandemic. During this time, the company took all needed measures for safety of employees, and to enable most of its non-manufacturing employees from the finance, marketing, projects, commercial, materials and admin departments to work from home. This has been operating effectively.
2.	Ability to maintain operations including the factories/units/office spaces functioning and closed down	The factory operations of the company in reopened on 24 th April, 2020 after obtaining requisite permissions from the local authorities. The plant is currently operating at around 60% capacity. Rigorous safety and sanitation protocols have been put in place including training, PPEs, frequent handwashing, physical distancing, area, work spot and Bus sanitisation. MHA guidelines issued in this regard are being strictly followed and additional company rules. The offices of the company in Chennai, Mumbai and New Delhi continue to be closed and employees have been enabled to work from home.
3.	Schedule, if any, for restarting the operations	The factory in Ranipet and the project site in Dahej have started working with reduced workforce. The project operations in Dahej were impacted and somewhat delayed because of reduced availability of workforce..
4.	Steps taken to ensure smooth functioning of operations;	a) Work commenced after introducing necessary safety protocol requirements like Sanitiser application/ Hand washing, Wearing of face masks and gloves, thermal screening, social distancing norms, Personal hygiene and regular cleaning/ sanitising of the work places, buses, materials, lorries, etc. b) Buses with strict sanitisation, introduced for Transportation of workers in various routes leading to the factory.

		<p>c) SOPs and Checklists prepared for all precautionary activities related to COVID 19</p> <p>d) Provided PPEs to all employees</p> <p>e) Work from home option continued for staff in the administrative support / centralised services departments</p> <p>f) Rigorous daily surprise Audits are conducted and Reviewed for improvement and enforcement</p>
5.	<p>Estimation of the future impact of COVID-19 on its operations;</p>	<p>COVID 19 has had a significant impact on the company's operations and Businesses in the first quarter of FY 2020-21. The operations of the manufacturing plant as well as those of its customers were impacted due to the lockdown. Major Cost control steps have been initiated. The Company's strong financial position, efficient Manufacturing and Business metrics, its low Net Debt and highly trained & motivated staff at all levels are sources of great strength. Business has started picking up. Cash flow remains good. A number of new initiatives to improve our position have been set in place. The Company is confident of addressing the challenges of this novel environment.</p>
6.	<p>Details of impact of CoVID-19 on listed entity's – a) capital and financial resources;</p> <p>b) profitability;</p> <p>c) liquidity position;</p> <p>d)ability to service debt and other financing arrangements;</p> <p>e) assets;</p> <p>f) internal financial reporting and control;</p> <p>g) supply chain;</p> <p>h) demand for its products/services;</p>	<p>a) The Company's Capital and financial resources are adequate to meet its cash flow requirements. It currently does not envisage any liquidity concerns. There may be a slight increase in the working capital cycle in view of efforts to increase volumes, which the company has identified measures to address.</p> <p>b) The Company's profitability depends on the sales volumes and price realisation of its products as well as the movement in the cost of its major raw materials. The profitability for the year is expected to be reduced due to the Global impact of the pandemic. The company has identified areas of cost saving and control. The proposed savings due to identified areas of cost reduction will help in strengthening the profitability. Efforts will be on in pursuing profitable revenue mix between domestic and exports businesses.</p>

		<p>c) The Company has adequate unutilised working capital borrowing limits with its lenders. It is also periodically reviewing its cash flow requirements.</p> <p>d) The Company has not availed any moratorium of interest or other dues from its lenders in the first quarter of 2020-21. It is also confident of servicing its debt obligations.</p> <p>e) Various initiatives have been identified by the Company in improving the productivity, reduce costs and improve efficient use of its assets. None of its assets have been impaired due to COVID 19.</p> <p>f) The Company has mapped its critical processes/ sub processes and instituted automated and / manual workflow controls against each of these and also developed exception reports for top management to review. Financial controls, reporting and oversight have been tightened in view of the global crises, and have proved effective.</p> <p>g) The Company does not foresee any adverse impact due to COVID 19 in its supply chain system</p> <p>h) There is expected to be an impact on the demand for the company's products during the year due to the COVID pandemic. The company is taking efforts to minimise this impact and is working with its customers to boost demand. The company is also actively working with the various Government agencies for encouraging domestic manufacturing under the Atma Nirbhar scheme.</p>
7.	Existing contracts/agreements where non-fulfilment of the obligations by any party will have significant impact on the listed entity's business	NIL as of now.
8.	Other relevant material updates about the listed entity's business.	There is no other material or significant information to be reported at this time.