



# VICTORY PAPER AND BOARDS (INDIA) LIMITED

CIN: L27100KL1994PLC008083 GST No.: 32AAACV7612G1ZM

666/12, Anna Aluminium Building, Kizhakkambalam - 683 562, Aluva, Ernakulam, Kerala, India.

Tel: 91 484 2680701 Email: vpbiltd@gmail.com

Date: 19.06.2020

To

The Bombay Stock Exchange  
25<sup>th</sup> Floor, P J Tower  
Dalal Street,  
Fort, Mumbai – 400 001.

Dear Sir/Madam,

Sub: Intimation under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”) - update on impact of COVID19 on the Company

Pursuant to Regulation 30 of the Listing Regulations read with SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020, an update relating to the impact of the COVID-19 pandemic and the resultant lockdown is given below:-

## **1. Impact of CoVid-19 pandemic on the business**

The CoVid-19 pandemic and the country-wide lockdown imposed to fight it have had a collateral impact on the Company's business. All facilities of the Company were closed between March 24<sup>th</sup> and May 6<sup>th</sup> as the Company's products are classified as non-essential. The Company had near zero revenues during this period. After May 6<sup>th</sup>, the Company's factory started functioning to limited capacity, in adherence to Central, State and Local Government regulations and protocols.

During the month of May, markets were partially open and the business/ activities related to Red and Orange zones which continued to be under lockdown.

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

As mentioned above, all facilities of the company went into shutdown, including factories, sales offices and corporate offices. During the lockdown period, the Company made adequate arrangements for employees in office-based roles to effectively work from the safety of their homes.

Prior to reopening any facility as and when permitted, the Company took all appropriate measures to ensure the safety of its employees at all its workplaces. Actions taken include:

- Sanitization of workplaces
- Screening of employees coming to work, provision of thermal scanners and PPE
- Wash/ sanitisation points
- Frequent communication to all employees regarding safety protocols- including use of Arogya Setu app
- Limiting attendance to essential and low-risk staff
- Infrastructure enhancements at workplaces to minimize contact
- Implementing social distancing measures in all aspects of work

We expect that it will take a few more weeks to operate in normal capacity. There will be a lead time for some of the factory workmen to be able to return to work. Over the next few weeks, the Company is hopeful of ramping up production.

## **3. Estimation of the future impact of CoVID-19 on its operations**

Considering the fact that the situation is exceptional and is changing dynamically, the Company is not in a position to gauge with certainty how the evolving situation will influence its operations going forward. However, overall indications are that consumer spending on discretionary items will show only a slow recovery. The Company will take all efforts to adapt to the changing business environment and respond suitably to fulfil the needs of its customers.

## **4. 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 and existing contracts/arrangements. At present, we do not foresee any material impact arising from non-fulfilment of obligation by any party in existing contracts or agreements.

**5. Impact on profitability, liquidity position, ability to service debt & other obligations, Financial reporting & controls**

The Company is in a comfortable liquidity position to meet its commitments. There could be impact of increased input costs due to changes in current market scenario and hence, there will be some impact on our profitability in the short term; however, it is difficult to assess the exact quantum at this stage. The Company has taken adequate measures across the organization to control costs, and to address any evolving situation resulting from the pandemic. The Company does not foresee any significant challenge in realizing/recovering its debtors, inventory, and other assets. All internal controls and controls over financial reporting are reporting in a satisfactory manner.

Kindly take note on the same.

Thanking you,

Yours faithfully

For Victory Paper & Boards (India) Limited

Josmin Jose  
Company Secretary