Ref: UME/BSE/22/2020

To,
The Manager
Listing Department
BSE Ltd.
PJ Towers, Dalal Street
Mumbai – 400 001

08 Aug 2020

Scrip Code: 526113

Sub: Disclosure/Intimation under Regulation 30 of SEBI(Listing Obligations and Disclosure Requirements) Regulations 2015

Dear Sir/Madam,

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular no. SEBI/HO/CFD/ CMD1/ CIR /P/2020/84 dated May 20, 2020, we hereby submit a brief note on impact of COVID - 19 on the operations of the Company.

You are requested to take the same on your record.

Thanking You
For Uniroyal Marine Exports Ltd.

Veena Vishwanath Bhandary
Company Secretary and Compliance Officer
A. Impact of COVID-19 Pandemic on the business

COVID-19 pandemic has impacted world economy badly and our company too is not an exception. We being in the business of export of marine products which has been impacted very badly since not just the fishing but also all the export operations have come to a standstill. The CoVid-19 pandemic and the nation-wide lockdown imposed to control it have had a significant impact on the Company's health, resulting in loss of business since the end of March. All the operations of the Company were partially closed between March 24th and May 3rd as a part of compliance with the guidelines of the Government of India and also upholding the health and safety of the entire workforce. The Company had near zero revenues during this period. After May 3rd, the Company started functioning to a limited capacity, in obedience to the Government of India regulations and guidelines.

During the month of May, the office was partially functioning. The Company, its suppliers, workforce etc are located in Red and Orange zones which continued to be under lockdown. The decrease in exports has a significant impact on the overall financial results.

B. Ability to maintain operations including the factories/units/office spaces functioning and closed down and schedule if any, for restarting operations

A few facilities of the company were shutdown. During the lockdown period, some of the key employees in the higher roles effectively worked from the safety of their homes. While others having office-based roles due to inadequate facilities in their homes could not contribute through their role to the company.
By the end of May, Company has resumed its operations moderately with minimum attendance. However, by the end of June, the company was progressively back on track with a 50% attendance.

C. Steps taken to ensure smooth functioning of operations

The company is taking following major steps in all its day to day operations:

- Sanitization of workplace
- Regular communication of safety measures prescribed by the State Health Department to all employees
- Encouragement given to the workforce to use Arogya Setu App as recommended by the Government of India
- Limiting the attendance to essential and low risk staff
- Screening of employees attending the work to check for body temperatures
- Implementing the norms of social distancing at workplace.

D. Estimation of future impact of COVID-19 on its operations

The company is unable to estimate the effect of pandemic on the business in future with any reasonable level of confidence. Once the procurement of raw materials and export flow is back to its normal functioning, we expect the operations and revenue to be back on track at a normal pace. However, the pace of recovery would largely depend on the pace of recovery of our economy.

E. Details of impact on capital and financial resources, profitability, liquidity position, ability to service financing arrangements, assets and internal financial reporting and controls.

The Company has goodwill in the international market and such goodwill has been earned over the time. The lockdown led to a revenue loss about 40% in the first quarter compared to corresponding quarter of previous year. We expect that it will take some more time for the situation to revert to normal levels.
Considering these, it is likely that the Company’s financial performance for FY 20-21 will be impacted. The Company has initiated cost containment measures which will offset a part of this impact. The cost containment measures focus on avoiding discretionary spends and improving effectiveness of spends.

We confirm that there is no impact in our ability to services debt and arrangement. The company has been taking utmost care in repayment of debt funds well before due date.

The Company has a reasonably strong balance sheet and does not foresee any liquidity risk. Also, the company does not foresee any major risk in meeting all its contractual obligations.

F. Existing contracts/agreements where non fulfilment of obligations by either party will have significant impact on company’s business

The company have many challenges and these have adverse impact on the business of the company. Despite many challenges the Company is still sound enough to fulfill its obligations.