To
The General Manager
Department of Corporate Services
BSE Limited.
1st Floor, New Trading Ring,
Rotunda Building
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai - 400 001

Dear Sir

Sub: Disclosure of material impact of CoVID-19 pandemic on the Company

Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No.SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated 20th May, 2020 we are herewith submitting the disclosure of material impact of CoVID-19 pandemic on the operations and performance of the Company.

This is for your information and record.

Thanking you
For Dhanalaxmi Roto Spinners Limited

Rajkumar Inani alias Rajesh Inani
Managing Director
DIN: 00885466
NOTE ON DISCLOSURE OF IMPACT OF COVID 19 PANDEMIC ON BUISNESS

This communication has reference to the SEBI Circular SEBI/HO/CFD/CMDI ICIR/2020 /a4 dated 20.05.2020 whereby listed companies have been advised to provide the stakeholders with Company's evaluation of impact of the Covid-19 Pandemic on business, performance and financials to the extent possible.

Covid-19 Pandemic has spread across the Globe and in India and has created massive negative disruptions in the business operations of one and all. Our Company's business operations too have been severely affected and have rendered this fiscal a difficult one on the business performance front.


Our business is operational since 1987 and never ever have we seen a situation where the Company finances have been under such extraordinary pressure. Till date, in the current fiscal we have seen steep fall in revenue generation and our operating revenues are significantly impacted.

**Impact on Business:**

| Impact of the CoVID-19 pandemic on the business: | We were closed during lockdown resumed work from home. Business got impacted due to labour and transport constrain. |
| Ability to maintain operations including the factories/units/office spaces functioning and closed down: | We were closed during the lockdown. Our office was also not opened we worked from home and tried to clear our goods from port. |
| Schedule, if any, for restarting the operations | We have restarted our operations from 17th May 2020 |
| Steps taken to ensure smooth functioning of operations; | Yes steps taken to ensure smooth functioning of operations by making official guidelines; functioning of operations by maintaining Social Distance, Mask, Sanitization, web meeting, Whatsapp and Mail |
| Estimation of Future impact of Covid-19 on its operations | It will depend upon Domestic & Foreign Government Regulations regarding their import & export policy. Also we rely mainly on our foreign & domestic collaboration for procurement & supply of goods which got severely affected due to Covid-19 therefore future of our operations lies on how smoothly this transition happens across geographies & related parties. |
| Details of impact of CoVID-19 on listed entity's – | |


1. capital and financial resources:
   2. Profitability:
   3. Liquidity
   4. ability to service debt and other financing arrangements
   5. Assets

1. Since the business during the mentioned period was impacted due to reduced supply and reduced orders, labour and transport constraints - there is a negative impact. Further we will be disclosing financial numbers & data in our filing for quarterly Unaudited Financial results.

2. As business done by entity during the mentioned period was to clear the goods imported by the company lying and incurring demurrages at the port. Due to heavy demurrages paid the profitability has been affected adversely and will also largely depend upon reversal of those charges.

3. Owing to several business related expenses we had to bear a lot of variable expense along with fixed cost, which strained our liquidity position post lockdown period. However, we forecast a healthy orderbook from August – September period which will definitely help us improve our liquidity positions.

4. Since we have healthy financial records we were able to service our financial liabilities and debt arrangements on time without any escalation/ unwanted delays.

5. Fixed assets remain constant however there is no major increase in current assets because of various reasons stated above.

| Internal financial reporting and control | Complying with all reporting to the concerned authorities like BSE and SEBI. Internal financial reporting and Controls are fully functioning. |
| Demand for its products/services | Since we are into business of trading the demand of the product is inconsistent the orders have been delayed due to lack of liquidity and strained economic condition. Shipment by our foreign suppliers also been delayed. |
| Existing contracts/agreements where non- | We do not assume any such agreement the |
fulfilment of the obligations by any party will have significant impact on the listed entity's business; non-fulfilment of which will derail the company's business/operations. Having stated the above we would like to mention that due to lockdown we were not able to move the consignment out of CFS & shipping lines on time. Due to this we paid hefty extra charges/rent etc.

The Company shall be constantly monitoring the situation and shall keep its shareholders informed as and when any material developments take place having significant impact.

Thanking you
For Dhanalaxmi Roto Spinners Limited

Rajkumar Inani alias Rajesh Inani
Managing Director
DIN: 00885466