



June 19, 2020

Listing Compliance Department
National Stock Exchange of India Limited.
Exchange Plaza, Bandra-Kurla Complex,
Bandra (E), Mumbai 400051
Fax: 022-26598235/36

NSE Symbol: VIKASECO

Listing Compliance Department
BSE Limited.
Phirozee Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai - 400 001

Scrip Code: 530961

Sub: DISCLOSURE OF MATERIAL IMPACT OF COVID-19 PANDEMIC

Pursuant to SEBI Circular SEBI/HO/CFD/CMD1/CIR/P /2020/84 dated May 20, 2020, please find enclosed herewith disclosure on material impact of COVID-19 pandemic on the Company.

The above is for your information and record.

Yours Faithfully,

for Vikas Ecotech Limited

Vikas Garg
Managing Director
DIN: 00255413

**DISCLOSURE OF MATERIAL IMPACT OF COVID-19 PANDEMIC**

Pursuant to the SEBI Circular SEBI/HO/CFD/CMD1/CIR/P /2020/84 dated May 20, 2020 on disclosure of material impact of CoVID-19 pandemic are as follows:-

S.No.	Particular	Disclosure
1.	Impact of the CoVID-19 pandemic on the business	The Company's manufacturing facilities remained closed from March 22, 2020, due to lockdown and resumed operation at its plant situated at G-24 to 30, F-7, F-8, Vigyan Nagar, RIICO Industrial Area, Shahjahanpur, Alwar, Rajasthan - 301706 w.e.f. April 11, 2020 (with the permission of Government of Rajasthan), which has impacted its operations during March, 2020 and April, 2020 partially.
2.	Ability to maintain operations including the factories /units/ office spaces functioning and closed down;	The Company has partially resumed operations of administrative/ corporate office from May 18, 2020, and fully resumed from its operations from June 3, 2020 adhering to the safety norms prescribed by Government of India and State Government policies framed for dispatches, production and operations.
3.	Steps taken to ensure smooth functioning of operations	The Company is taking utmost care of its staff and work force like sanitization of premises, social distancing, mandatory mask wearing, thermal check at the gate, maintaining proper hygiene etc. Supply chain including logistics is being monitored to ensure availability and dispatch of stocks. We have taken cash flow, capital expenditure and overhead control measures to smoothly manage our operations.
4.	Estimation of the future impact of CoVID-19 on its operations	In view of prevailing CoVID-19 situation the Company's revenue for 1st quarter of FY 2020-21 is likely to be impacted, hence the management is under process of revising its budgets and estimations. As the business situation is very dynamic, the Company is closely monitoring it and hope the same could normalize from 3rd quarter.

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5.	Details of Impact of CoVID-19 on listed entity's:-	
5.1	Profitability	In view of lock down, the profitability during 1st quarter (April to June) is likely to be adversely impacted. Further crashing of Raw Material price lead to inventory loss. Though we do hope the business situation could normalise from 3 rd quarter of the current fiscal.
5.2	liquidity position	There are no liquidity concerns as company have sufficient Banking limits available. The company has sufficient liquidity in the form of its cash and cash equivalents.
5.3	internal financial reporting and control	The Company has taken financial control and overhead control measures to manage the operations, regular review mechanism adopted to review the account receivables and measures taken to control the capital and overhead expenditure.