



Vipul Limited

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Ref. No. VIPUL/SEC/FY2020-21/1930

July 31, 2020

The Secretary BSE Limited, (Equity Scrip Code: 511726) Corporate Relationship Department, At: 1 ST Floor, New Trading Ring, Rotunda Building, PhirozeJeejeebhoy Towers, Dalal Street, Fort,Mumbai-400001	The Manager (Listing) National Stock Exchange of India Limited, (Equity Scrip Code: VIPULLTD) Exchange Plaza, BandraKurla Complex, Bandra, Mumbai-400051
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Sub.: Disclosure of material impact of COVID-19 pandemic on the Company

Dear Sir(s),

We would like to submit that several economies across the globe have been impacted due to COVID-19 pandemic, requiring governments to implement stringent nationwide lockdowns and closure of their borders. This has caused extreme stress and uncertainty across sectors and markets and Vipul Limited ("Company") being a part this ecosystem is no exception.

Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular SEBI/HO/CFD/CMDI/CIR/P /2020/84 dated May 20, 2020 on disclosure of material impact of COVID-19 pandemic, we wish to inform you the following that:

1. Impact of the COVID-19 pandemic on the business

In light of heightened concern on spread of COVID-19 pandemic, Governments of India announced Lockdown to contain the spread of disease. As a result of the pandemic, the global economy is projected to contract sharply by Negative 3% in 2020, much worse than during the 2008-09 financial crisis.

The Company's offices and project sites remained shut due to lockdown announced by Central and State Governments. As per regulatory orders issued from time to time, the Company saw partial resumption in May 2020, all our offices and project sites got operational in line with respective state rules and regulations. However, we also started witnessing labor migration issues across all states. This had an adverse impact on our operations at project sites. During April and May months we have seen sharp dip in sales but from June onwards we have seen marginal rise in inquiries and sales numbers has improved accordingly.

We believe that there will be impact in our revenues and profitability for Q1FY21 and for the full year FY21 due to underutilization of capacities and slowdown in the economy.

Sunil

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

During the lockdown period all our offices and project sites remained closed. Presently, our project sites and offices are operational in line with respective state guidelines. We have also communicated health advisories to all our employees, and they are adhering to the same. It is our endeavor to get back to pre- COVID operations at the earliest.

3. Schedule, if any, for restarting the operations

Not applicable

4. Steps taken to ensure smooth functioning of operations

Post easement of lockdown we have started operations with necessary safety measures at all our offices and project sites in line with state guidelines. Those who are not able to come to office are operating from home in order to support our operations.

The Company has put in place strict monitoring to ensure smooth functioning & following precautions are being undertaken: -

- Sanitizing the premises on regular basis
- Maintenance of social distancing at all workplaces
- Enforcing wearing of masks and thermal temperature checking of all employees at the Project Sites
- Regular update of the health of all the employees

5. Estimation of the future impact of COVID-19 on its operations

Since there has been a national lockdown in the months of April and May, the revenues and profitability of the business have been impacted. Our offices and projects sites have resumed operations and we are hopeful that the business environment improves, and we get back to normalcy soon.

Since this situation is exceptional and changing dynamically, the Company is not able to gauge with certainty, the future impact on its operations. However, the Company is confident about adapting to the changing business environment and respond suitably to fulfil the needs of its customers.

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6. Details of impact of COVID-19 on listed entity

- **Capital and Financial Resources:** Currently, the Company is not planning any capital restructuring. The internal accruals as available to the Company are deemed adequate.
- **Profitability:** Since Construction activities are impacted at project sites due to this pandemic. This will have an adverse impact in our billing. It will impact on our revenue recognition as there will be some delay in handing over of the apartments. The company follows IND AS 115 accounting standards where revenue recognition happens on handing over of the apartment.
- **Liquidity position:** Liquidity position of the company remains stressed.
- **Ability to service debt and other financing arrangements:** With stressed financial, the servicing of debt will be impacted.
- **Assets:** The Company does not expect incremental risk to recoverability of assets (Inventories, investments, Receivables, etc.).
- **Internal financial reporting and control:** The Company has adequate internal financial reporting and control system. There is no material impact on Internal Financial reporting and control systems in place. The Company is also having a mechanism to continuously review and monitor its policies and procedures to adapt with dynamic environment.
- **Supply chain:** There is short term impact on supply chain due to restricted commercial activities across various states.
- **Demand for its products/services:** During April and May months we have seen sharp dip in sales but from June onwards we have seen inquiries rise to pre-Covid levels.

7. Existing contracts/agreements where non-fulfilment of the obligations by any party will have significant impact on the listed entity's business

The Company does not foresee any impact in respect of its existing contracts and agreements where the non-fulfillment of obligations by any party would lead to any material financial claim by or against the Company.

8. Other relevant material updates about the listed entity's business.

Further updates in this regard will be communicated in due course.

Sunil

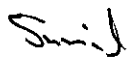


We further wish to inform you that a note with regard to impact of COVID-19 in brief has also been given in notes to the financial results for the quarter and financial year ended March 31, 2020 (Note no. 4 of the notes to Audited Financial Results)

You are requested to take the above information on record and bring the same to the notice of all concerned.

Thanking You,

Yours Faithfully,
For Vipul Limited


(Sunil Kumar)
Company Secretary
A-38859

