



**INFRA PROJECTS LIMITED**

**ENGINEERING CONSULTANTS & CONTRACTORS**

Sigma-1 Corporates, Corporate House No. 6, Sindhu Bhavan Road, Nr. Mann Party Plot Cross Road,  
Bodakdev, Ahmedabad - 380 054. Gujarat, India. Telefax ; +91 - 79 - 4008 6771-74.  
E-mail : elect@hecproject.com, Web. : www.hecprojects.in, CIN : L45 00G 005PLC046870

Date: 24<sup>th</sup> July, 2020

To,  
National Stock Exchange of India Limited  
Exchange Plaza, Plot no. C/1, G Block,  
Bandra-Kurla Complex, Bandra (E)  
Mumbai - 400 051  
Symbol: HECPROJECT  
Series: SM

Dear Sir /Madam,

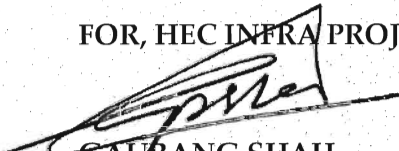
**Sub: Disclosure of material impact of COVID-19 pandemic under SEBI (Listing  
Obligation and Disclosure Requirements) Regulations, 2015**  
**Ref: SEBI circular SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated 20<sup>th</sup> May, 2020**

Pursuant to Regulation 30 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), read with SEBI circular SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated 20<sup>th</sup> May, 2020, we are submitting herewith the Disclosure of material impact of COVID-19 pandemic on the company's business and operation and the probable consequences in the near future.

This is for your information and record.

Thanking You,

FOR, HEC INFRA PROJECTS LIMITED

  
GAURANG SHAH  
MANAGING DIRECTOR  
DIN: 01756079



*Quality & Commitment....*

## DISCLOSURE ON COVID-19 IMPACT

### 1. Impact of COVID 19 on business:

In view of the worldwide lockdown due to outbreak of COVID-19 pandemic, we would like to inform you that our Company is engaged in the business of providing Services related to Electro-Mechanical Projects as EPC Contractor, hence, the execution & operation of the various project site have been delayed, which will further resultant into the postponement of Cash flow and accordingly minor impact will be there on Financial Results for the half year and year ended on 31<sup>st</sup> March, 2020 as well as its upcoming results.

### 2. Ability to maintain operations including the factory/unit/office space during the lockdown:

Our Office was working since June, where company is complying with all the requirement related to Social Distancing and mandatory to wear mask, face cover and proper sanitization with proper interval with minimum staff and majority of our employees have been given facility to work from home so as to prevent COVID-19 spread.

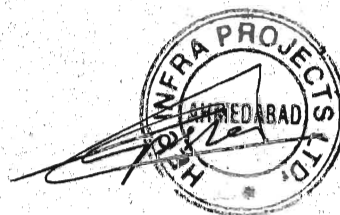
We have also various project sites, where, there were complete shutdown of operations during the lockdown and we were not able to resume the execution of our most of the EPC Projects as staff and working labours were moved away from sites, and some of our labours were stuck at the site due to non-availability of facility to move. We also have not mobilise resources to resume execution of work at site till the end of month of May 2020, but from the month of June our employees have committed to work with greater efficiency and thus the productivity of the Company has increased and it is expected that the backlog of the work will be achieved in span of 2 months starting from June, 2020.

### 3. Steps taken to prevent spread of COVID-19:

All the facilities, which are opening across the company and project sites, have been sanitized so that our people are safe and secure. All safety protocols of temperature sensing, wearing of safety gears (mask, hand gloves, face shields), social distancing, sanitizing and washing hands are being adhered to very stringently.

### 4. Employees:

Amidst the crisis, the safety of our employees has been our top-most priority and the Company has taken several measures to ensure their well-being. An exclusive helpline for employees is operational and the Company has been providing help to the employees as and when needed for various purposes. The safety of employees who are now required to step out for work is being ensured and they have been mandated to use protective gear and take all safety precautions. All employees have been instructed to download the Aarogya Setu App launched by the Government of India. We have curtailed the number of employees working at the plant at a time.



The Company has taken all necessary steps to adhere to the guidelines for Social Distancing provided by the Ministry of Home affairs along with the various directives issued by relevant Government authorities and has put in place safety measures keeping in mind safety, health and well-being of the employees and other stakeholders at all our locations.

Even in this critical situation, we have ensured timely payment of salaries, wages so as to assure liquidity for our hard working employees and workers. In this hard time, we are ensuring employment safety for all our employees, staff members and workers.

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

Considering the fact that the situation is exceptional and is changing dynamically, it creates negative impact on the EPC industry, being the EPC Contractor we are not able to start our projects till we have no resources, labours and material. Which can be possible when the supply chain of material is resume effectively and States allows to free movement of migrated labour back.

**6. Financial Resources, Profitability and Liquidity position:**

**i. Capital & Financial Resources:**

Company faced some liquidity pressure due to lockdown as the expenses were on continuous basis and the income was postponed due to lockdown. It is expected that with the measures announced by Reserve Bank of India, the Company will be able to come out of the liquidity crunch. The Company is already in the process of availing funds from the Banks and lenders.

**ii. Profitability:**

It will be affected at EPC Electro-Mechanical Projects and our project site works have been stopped completely but our fixed cost and other overheads have remained same. The profits arising from the projects have been postponed.

**iii. Liquidity Position:**

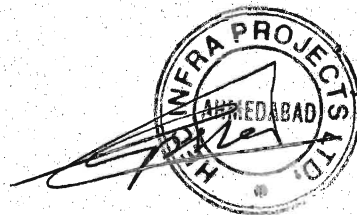
The Company may face a Liquidity crunch due to disturbed Operating cycle. However, the company will manage the working capital requirement of the Company in a near future. The Company is also in constant touch with its key vendors and is working with them to mutually partner each other to propel the business forward.

**iv. Ability to service debts and other financing arrangements:**

The Company will be able to serve its debts as the Company has favourable debt equity ratio. Further the Company is in process of availing the credit facilities from Bank and thus it will be able to serve its debts.

**v. Asset:**

There is no major impact on the Asset of the Company



**vi. Internal financial reporting and control:**

The Internal financial reporting and control are maintained adequately.

**vii. Supply chain:**

We are EPC Company, so during the lockdown there was no demand and no supply. However, with the unlocking process our supply chain has resumed. .

**viii. Demand for its Product/ Service:**

Infrastructure is a Key to the growth of the Country and we are having a good order book in hand, however, due to COVID-19 the future growth will continue at a slower pace.

**7. Existing Contracts/ Agreement where non-fulfillment of the obligations by any party will have significant impact on the listed entity's business:**

We will try to get the extension of the time line for completion of respective EPC Projects and presently, we do not foresee any contract/ agreement which will have significant impact on the business in case of non-fulfillment of obligations by any party. However, a definitive assessment of the impact in the subsequent period is highly dependent upon circumstances as they evolve.

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

There are no other relevant material updates about the business at this time.

