



National Steel & Agro Industries Ltd

01st September, 2020

Ref No.: NSAIL/SEC/2020

To,
Corporate Relationship Department,
BSE Limited
1st Floor, New Trading Ring,
Rotunda Building, P J Towers,
Dalal Street, Fort,
Mumbai- 400001.

To,
Listing Department,
National Stock Exchange of India Limited
Exchange Plaza', C-1, Block G,
Bandra - Kurla Complex,
Bandra (E)
Mumbai - 400051.

Sub: Disclosure of material impact of CoVID—19 pandemic under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Ref: SEBI Circular SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020 ("SEBI Circular")

Dear Sir/Madam,

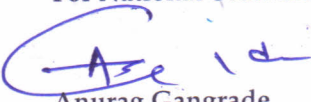
With reference to the above mentioned subject and pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular, please find enclosed herewith the disclosure regarding the material impact of COVID – 19 pandemic on the operations of the Company.

Kindly take the same on record.

Thanking you,

Yours faithfully,

For National Steel and Industries Limited


Anurag Gangrade

Company Secretary

Membership No. FCS9187



Regd. Office : 621, Tulsiani Chambers, Nariman Point, Mumbai - 400 021. Ph: +91 22 22886267, 22025098
Fax: +91 22 22025084 **CIN: L27100MH1985PLC140379**

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Ph: +91 731 2518167-8-9, 4017409 Fax: +91 731 2516714. Web: www.nsail.com



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DISCLOSURE OF MATERIAL IMPACT OF COVID-19 PANDEMIC

Pursuant to 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.	Particulars	Disclosures
1.	Impact of the COVID-19 pandemic on the business	The outbreak of Corona Virus (Covid-19) as a pandemic caused significant disturbance and slowdown in economic activities globally. The Company's operations were impacted due to suspension of production at the plant following the nationwide lockdown announced by Government of India/ State Governments and district authorities. The Company was expecting to receive assistance/relaxations/support from the Government/Semi Government authorities in regard to the fixed financial/operational burden on the Company. However, the Company has not received the same. The Company has considered such impact to the extent known and available in assessing the carrying amounts of Company's assets, investments, trade receivables and inventories. The impact of the global healthy pandemic may be different from that estimated as at the date of approval of these financial statements. Further the impact assessment of Covid-19 is a continuing process given the uncertainties associated with its nature and duration.
2.	The Ability to maintain operations including the factories/units/ office/spaces functioning and closed down	The Company has resumed operations at factory considering order book and limited workforce, in a phase manner since April 25, 2020 and at Administrative office at Indore since June 1, 2020 adhering to the safety norms prescribed by Government of India.
3.	Schedule, if any, for restarting the operations	
4.	Steps taken to ensure smooth functioning of operations	The Company is taking utmost care of its staff and workforce like sanitization, social distancing, mandatory mask wearing and thermal screening at the entrance, maintaining proper hygiene. Supply Chain is being monitored to ensure smooth functioning of operations.



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5.	Estimation of the future impact of CoVID-19 on its operations	Based on the assessment carried out by the Company on the assumptions used and based on the current indicators of future economic conditions, the Company foresees a contraction in demand of steel products used in construction, roofing, household appliances, transport, packaging etc.
6	Details of Impact of Covid -19 on listed entity's	
6.1	Capital and financial resources	The Company's capital and financial position have been affected due to the burden of fixed overheads on the Company.
6.2	Profitability	In the prevailing COVID-19 situation the company's revenue for the first quarter of FY 2020-21 is impacted. As the business situation is very fluctuating, the Company is closely monitoring it and hoping the same could be normalized from 3 rd quarter.
6.3	Liquidity position	There are some liquidity issues prevailing due to delay in supplies from the supplier and in realization of receivables. However, it is being tried to handle as much as possible by following the strict cash flow management practice.
6.4	Ability to service debt and other financing arrangements.	Due to the spread of the Coronavirus (Covid-19) following by lockdown in the entire nation and due to continuous fixed financial burden, the inability of the Company to service its debt and other financial obligations has been aggravated.
6.5	Assets	The Company has insured all its assets and is in good/working condition.
6.6	Internal financial reporting and Control	The Company has adequate internal financial reporting and control system. There are adequate reporting and reviewing mechanism for normal and exceptional transactions.
6.7	Supply chain	Due to lockdown extended to entire country, supply chain has been severely affected. However, the situation is improving gradually with relaxing lockdown norms.
6.8	Demand for its products/services	In the current scenario the demand continues to be at a slower pace. However, the company is positive and hopes that it will get normalized soon.
6.9	Existing contracts /agreements where non-fulfillment of the obligations by any party will have significant impact on Company's business.	Despite of challenges faced by the Company due to the spread of Covid-19, the Company is hopeful to fulfill its obligations.



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