N R AGARWAL INDUSTRIES LTD.

502 A/501 B, FORTUNE TERRACES, 5th FLOOR, NEW LINK ROAD, ANDHERI WEST, 400053
MUMBAI, MH (INDIA) TEL: +91 22 67317500 FAX: +91 22 26730227 / 26736953

June 13, 2020

To,
The General Manager,
BSE LIMITED
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai 400 001

To,
Asst. Vice President,
National Stock Exchange of India Ltd.
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex, Bandra (E)
Mumbai, Maharashtra 400 051

Scrip Code : 516082
NSE Symbol : NRAIL

Sub: Intimation under Regulation 30 the SEBI (LODR) Regulations, 2015

Dear Sir,

Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020, please find enclosed herewith disclosure on impact of COVID-19 on the Company under Regulation 30 of SEBI (LODR) Regulations, 2015.

Thanking you.

Yours faithfully,

For **N R AGARWAL INDUSTRIES LIMITED,**

Sd/-
Pooja Daftary
Company Secretary & Compliance Officer

COVID-19 Pandemic Situation- Update on Operations

The operations of the Company have been impacted by the various COVID-19 pandemic related developments. In particular, the national lockdown from March 25th 2020 has impacted activities across the economic ecosystem. In terms of the Directive of the Government (Central as well State), the company had announced temporary lockdown and complete stoppages of all operations, besides taking necessary safety measures to control the pandemic as also for the safety and welfare of the employees and workforce.

The Company had announced the temporary stoppage of operations at all Units from March 25, 2020 to April 21, 2020 and subsequently, the Units resumed operations in a phased manner with minimum staff and slowly ramped up operations with additional man power.

1. Impact of the COVID-19 pandemic on the business:
The operations of Company were affected due to temporary stoppage from March 25, 2020 to April 21, 2020 which will have adverse impact on the financial results for the year 2019-20 and the financial results for the year 2020-21. However, in the present situation, it is difficult to quantify the overall impact of the outbreak.

2. Ability to maintain operations including the factories/units/office spaces functioning and closed down:
The Company resumed its manufacturing operations in a phased manner from April 21, 2020, considering the order requirements with the available workforce. All preventive measures are implemented and applicable guidelines issued by the government/ local authorities for the employees like maintaining social distancing, wearing Mask, thermal scanning at the main gate, awareness on personal and respiratory hygiene, frequent use of hand sanitizer across the plant and office premise are strictly followed.

3. Schedule for restarting the operations:
The operations of the Company have resumed with partial capacity and minimum staff in accordance with the guidelines of Government. The Units resumed operations in the following phases:

Unit 1 (Duplex)	: April 21, 2020
Unit 2 (Writing & Printing)	: April 23, 2020
Unit 4 (Duplex)	: April 29, 2020
Unit 5 (Writing & Printing)	: May 11, 2020

Production at Unit 3 shall resume shortly.

4. Steps taken to ensure smooth functioning of operations:
After resuming the production in its units, the corporate office started functioning with permitted employee strength. The remaining employees continue to work from home. The Company has been functioning through conferencing calls for all its internal and external meetings. The company has been following government health guidelines as issued and taken various initiatives such as operating at a lower capacity, temperature screening at regular intervals, social distancing, distributing sanitizers and masks. All precautionary measures and necessary steps have been taken to ensure safety of employees present at work place.

5. Estimation of the future impact of COVID-19 on its operations:
Due to unpredictable and fast changing COVID-19 situation, it is very difficult to assess the future impact of COVID-19 on business operations and it is only expected to evolve over a period of time. The packaging board, which is almost 50% of our total production, has good potential as it is used to package the essentials like pharmaceutical, food, cereals etc. However, the other grades like writing and printing and copier may witness downward or no growth in demand with work from home practices,

online education systems and other digital platforms taking a lead due to the pandemic. However, we are confident about our ability to manage this crisis through our financial stability, our dealers and consumers, our committed employees and our quality of leadership.

6. Financial Impact of COVID-19 on Company:

The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of property, plant and equipment, Investments, Inventories, receivables and other current assets. Currently, no major impact on the assets of the Company is anticipated and the Company will comfortably be able to service its business commitments and other statutory financial obligations.

Impact of COVID-19 on capital and financial resources, profitability, liquidity position, ability to service debt, assets and internal financial reporting and control

Due to COVID-19 pandemic, Company's Capital and financial resources were not materially affected, but profitability of the company has been adversely affected. During Lockdown, the Company faced liquidity issues due to delay in non-realization from Debtors and increase in stock; but after resumption, liquidity position is gradually improving.

The Company has taken adequate measures to control the capital expenditure and to overall manage its internal financial and reporting system.

Effect on Supply chain and Demand for Company's products/services

The supply chain is adversely affected due to restrictions imposed on transportation by government authorities. However, now the same is streamlined to a certain extent.

Due to the lockdown, the demand for the products is temporary reduced, which we expect will increase in the forthcoming quarters of this financial year 2020-21.

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

We do not have any such contracts / agreements where non-fulfilment of the obligations by any party will have significant impact on our business.

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

There are no other material updates on Company's business to report. However, the Company will continue to submit material updates, if any, on the Company's business.