



SUPREME PETROCHEM LTD

Regd. Office :

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BSE Limited Department of Corporate Services Listing Department P J Towers Dalal Street Mumbai - 400001 Scrip Code: 500405 Kind Attn: Mr. Raghavendra Bhat	NSE Limited Listing Department Exchange Plaza Plot no. C/1, G Block Bandra-Kurla Complex Bandra (East), Mumbai - 400051 Scrip Code: SUPPETRO Kind Attn: Ms. Aarti Surve
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Dear Sir/ Madam,

Sub: Intimation under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") read with SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated 20th May, 2020

IMPACT OF COVID-19 "PANDEMIC" ON BUSINESS AFFAIRS OF COMPANY:

Directives issued by the Ministry of Home Affairs of India, implementing nationwide lockdown w.e.f 25th March, 2020 till further directions posed unprecedented challenges to the businesses and business operations of the Company. The resultant impact of COVID-19 pandemic and the lockdown on the Company's business, operations and finances, as estimated, are as following:

OPERATIONS :

At the Company's plant situated at Amdoshi, Raigad-Maharashtra, two lines of Polystyrene (PS) are in operation functioning at around their normal production capacity. SPC plant is operating at about 25% of the capacity. EPS and XPS plants are operated as and when orders are received.

Expandable Polystyrene (EPS) plant at Manali, Tamil Nadu is operating at around 60% of its normal production capacity.

All its administrative Offices and depots remain shut and office staff continue to work from home.

Domestic demand for Polystyrene and EPS remain subdued due to lockdown while demand for other products is negligible. Exports of PS have recently picked up. The Company is taking all steps to maintain its supply chain and meet the customers' demand, though very subdued at present. With domestic sales at low levels, the Company's financials for first quarter of 2020-21 will be adversely affected. However, the demand for all the products of the Company is expected to revive once the shut down restrictions are lifted and resumption of supply chain. The Company believes that the pandemic has not altered the fundamentals of the business of the Company nor its viability.

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Due to the nature of assets and the care taken by the Company all its assets including plant, machinery remain in prime condition and do not call for any alteration in the useful life or the carrying value. The Company's receivables, inventories and other current assets are good and it is confident of realizing their value in due course.

The Company is debt free and has adequate liquidity in its hand to meet any exigencies and ensure timely payment of its obligations, thus not exposed to any imminent liquidity risk. Efforts are being made continuously to conserve cash to address any evolving situation resulting from the pandemic.

The Company's CAPEX plan in current fiscal 2020-21 will take place once there is normalcy in ongoing COVID-19 distress situation. Certain ongoing projects of the Company will be delayed due the said pandemic.

Human Resources:

The safety and well-being of the employees of the Company are amongst the top priorities of the Company. The employees have been equipped to work from home and are performing smoothly. Since human resources are an invaluable asset, the Company at present is not considering any lay offs.

Existing contracts/agreements:

The Company is well positioned to fulfil its obligations under existing contracts/arrangements. At present, we do not foresee any contract/agreements which will have significant impact on the business in case of non-fulfilment of obligations by any party in the remaining part of the fiscal.

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

The impact assessment of COVID-19 is a continuing process given the uncertainties associated with its nature and duration and accordingly the impact thereof is not ascertainable with certainty and may be different from that estimated at present. However, the Company is confident about adapting to the changing business environment and respond suitably to fulfil the needs of its customers and other stakeholders. The Company will continue to monitor any material/significant changes closely vis a vis the business operations of the Company to future economic conditions and will keep the Stock Exchanges posted.

Thanking you,

For Supreme Petrochem Ltd

DEOKI
NANDAN
MISHRA

Digitally signed by DEOKI
NANDAN MISHRA
DN: cn=DEOKI NANDAN MISHRA,
o=Supreme Petrochem Ltd,
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D. N. Mishra
Company Secretary

Place: Mumbai

Date : 28/05/2020