4th June, 2020

BSE Limited
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The Manager Listing Department
The National Stock Exchange of India Limited
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Dear Sirs,

Subject: Advisory on disclosure of material impact of COVID–19 pandemic on listed entities under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('LODR Regulations'/'LODR')

The Company has by letters dated 23rd March, 2020 and 19th April, 2020 informed the stock exchanges about suspension of operations across its locations on account of the outbreak of COVID-19 pandemic and resumption thereof after taking cognizance of the Governments' views around resuming manufacturing activities with controlled entry and exit facilities.

We now write with reference to the Securities and Exchange Board of India circular: SEBI / HO / CFD / CMD1 / CIR / P / 2020 / 84 dated 20th May, 2020, seeking disclosure from listed entities on the impact of the CoVID-19 pandemic on their business, performance and financials, to the extent possible and disseminate the same to the stock exchanges.

Impact on the business:
In the face of COVID – 19 pandemic the Company's operations across locations were stopped in line with the Government directives. This had an adverse impact on revenues, as expected

Ability to maintain operations, restarting operations and steps taken to ensure smooth functioning:
Even before the formal announcement of the national lockdown, keeping in mind the well-being of its employees, the Company had enabled 'work from home' for its employees and taken all necessary steps to ensure a seamless transition to the new ways of working for employees, while at the same time ensuring business continuity. The Company has been in continuous engagement with both its internal and external stakeholders through various digital platforms. Critical Response Teams have been set up across the organisation to plan scenarios and respond to the rapidly changing situation.

With the Government allowing select activities to operate from 20th April, 2020, the Company resumed operations at its establishments gradually after obtaining necessary government approvals and ensuring compliance with the statutory guidelines. The Company made all precautionary arrangements with regard to enabling social distancing, providing sanitized work environment and protective equipment as necessary, across its establishments. The Company has adopted the provisions of the standard operating procedure (SOP) announced by the Ministry of Home Affairs, Government of India and is cautiously planning its work schedule, while at the same time monitoring the advisories and directives issued by the Government and the regulatory bodies.

As a responsible corporate citizen, the Company initiated various steps, across the country, to fight and contain the coronavirus outbreak and also support the impacted people. Teams from across its facilities worked with the local administration to make a positive and meaningful difference to the local communities, helping over half a million people by way of providing meals, grocery kits, masks, hand sanitizers, PPEs etc. Online learning, social engagement and wellness programmes are being organised for the employees as well as business associates.

Estimation of the future impact on operations:
With the easing of lockdown, the operations are gradually stabilising. With a network of 22 operational integrated plants, 23 grinding units and 6 bulk terminals, the Company is at present dispatching cement from all the locations. The Company has the unique advantage of being able to cater to demand in different parts of the country. Larger part of the demand is currently from the retail markets. Some of the institutional projects have also commenced construction activities.

Impact on capital and financial resources; profitability; liquidity position; ability to service debt and other financing arrangements; assets; internal financial reporting and control; supply chain; demand for its products / services; existing contracts / agreements where non-fulfilment of the obligations by any party will have significant impact on the business:
The Company expects to recover the carrying amount of all its assets including inventory, receivables and loans in the ordinary course of business based on information available on current economic conditions. The Company is continuously monitoring any material changes in future economic conditions.

The Company's capital and financial resources remain entirely protected in spite of the adverse impact on its sales during the first two phases of the lockdown.

The Company's liquidity position remains adequately covered. During the lockdown period also, the Company has been servicing its debt obligations as per schedule and on due dates. The Company did not require to avail the moratorium extended by the banks as per the Reserve Bank of India guidelines.

Conserving cash is the biggest motto for the Company this year. The Company is carrying sufficient inventories across all its plants to meet the production requirements. Suppliers both domestic and international continue to partner with the Company, fully realising the benefits of long-term relationships and the Company is also equally committed to all its business associates.



Due to COVID-19, CAPEX plans for the current financial year have been restricted to an amount of around Rs. 1,000 crores. Work on the 2.2 million ton Cuttack grinding unit which was scheduled for commissioning in March, 2021 has been slowed down. Brownfield capacity expansion work at the West Bengal and Bihar grinding units and Bicharpur coal block is coming to an end and should get commissioned by March, 2021. Waste Heat Recovery Systems (WHRS) at the Company's wholly-owned subsidiary viz. UltraTech Nathdwara Cement Limited will be the WHRS plant to be completed within this financial year.

The same is for your information and record.

Thanking you.

Yours faithfully
For UltraTech Cement Limited



Sanjeeb Kumar Chatterjee
Company Secretary