



November 20, 2019

Listing Department
National Stock Exchange of India Ltd.
Exchange Plaza, Bandra Kurla Complex
Bandra (East)
Mumbai 400051.

NSE Symbol : HIKAL

Subject: Clarification

Dear Sir,

This has reference to your email dated 19th November 2019, we would like to clarify the following:

1. The actual amount of damage caused due to the natural calamity or other force majeure events;

Force Majeure at Talaja site: 50% cut in Water Supply by MIDC

- There was no damage to our manufacturing site including plant and machinery due to the 50% cut in water supply by MIDC at Talaja MIDC zone.

Floods at Mahad manufacturing site:

- The floods at our Mahad manufacturing site in the month of August had led to temporary shutdown of manufacturing unit and lower production.
- The manufacturing facility is fully insured against any natural calamity including floods.
- The Company representative along with representatives from Insurance Company inspected the site to assess the damage caused and concluded that the total damage of assets due to floods is valued at approximately Rs. 4 Crores
- We have filed a claim with the Insurance Company for the same.

2. Details of steps taken to restore normalcy and the impact of the natural calamity/other force majeure events on production or service, financials of the entity.

Force Majeure at Talaja site: 50% cut in Water Supply by MIDC

- During Q2 FY20, the manufacturing activity at the Talaja manufacturing site was affected resulting in lower production

Hikal Ltd.

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- Pursuant to the Supreme Court order dated 21st October 2019, MIDC had restored 100% supply of water to the Taloja MIDC zone in late evening on 25th October 2019
- Post 100% water restoration the Taloja site resumed normal manufacturing activity.

Floods at Mahad manufacturing site:

- Post the floods at our Mahad manufacturing unit, the Company undertook repairs and maintenance activity at the plant and the operations were resumed.
- Insurance claim has been filed for Rs. 4 Crores

The financial impact of the lower production due to floods at the Mahad site and 50% cut in water supply at Taloja site would be in the range of approximately Rs. 40 Crores to Rs. 45 Crores in Revenue. The FY19 turnover was Rs. 1,590 Crores.

This is for your information and record.

Thanking you,

Yours faithfully,
for **HIKAL LTD.**,

A handwritten signature in blue ink, appearing to read "Sham Wahalekar", with a stylized flourish at the end.

Sham Wahalekar
President Finance &
Company Secretary