

Ref: MPL / SectI / BSE & NSE / E-2 & E-3 / 2020

 13th August 2020

 The Manager,
 Listing Department,
 BSE Limited
 1st Floor, New Trading Ring,
 Rotunda Building, P J Tower,
 Dalal Street, Fort,
Mumbai – 400 001.
Stock Code: 500268

 The Listing Department
 National Stock Exchange of India
 Limited
 Exchange Plaza, 5th Floor,
 Plot No.C/1, G Block,
 Bandra-Kurla Complex, Bandra (East)
Mumbai – 400 051
Stock Code: MANALIPETC

Dear Sir,

Sub: Financial impact of the COVID-19

 Ref: (1) Our letter dated 18th July 2020

 (2) E-mail from BSE Limited and NSE Limited dated 28th July 2020

 In continuation of our letter cited above and pursuant to your e-mail dated 28th July 2020 advising to provide details of the financial impact of the COVID-19, we wish to submit as below:

- As informed earlier, the pandemic situation has affected the normal business operations of the Company. Production, sales and profitability, inter alia, have been put at risk.
- Though the lockdown started in March 2020, the impact on the business was not much during the last quarter of FY 2019-20 except that the product delivery scheduled during the last week could not be fulfilled resulting in a lower sales than planned.
- The adverse effect of the pandemic was very significant during the first quarter of FY 2020-21. Though the sale of Propylene Glycol – IP grade was near normal, the off-take of Polyols, which during a normal period contribute more than 60% to the revenue was almost nil.
- The performance of the Company is purely market driven which due to cut-throat competition from imports, oil prices and related parameters, is not uniform through the year. Hence it is not possible to have a benchmark to assess the financial impact of the pandemic accurately. However the impact could be understood from a comparison of the figures as given below:

Description	Rs. in crore			
	Q1 2020-21	Q4 2019-20	Q1 2019-20	Quarterly Average for FY 2019-20
Total revenue	70.33	183.01	183.00	171.35
PBIDT	3.41	15.18	22.26	17.90
PBT	(1.18)	10.54	17.15	13.02

Manali Petrochemicals Limited

- e. It may also be pertinent to note that the Company has incurred quarterly loss after almost 16 years, a fact that would help in further understanding the financial impact of the pandemic situation on the Company.

We request you to kindly take note of the same.

Thanking you

Yours faithfully

For Manali Petrochemicals Limited

R. Kothandaraman
Company Secretary

