

R M DRIP AND SPRINKLERS SYSTEMS LIMITED



(Formerly Known as R M DRIP AND SPRINKLERS SYSTEMS PRIVATE LIMITED)
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CIN - U27200MH2004PLC150101

RM Drip
& Sprinkler Systems Ltd.

Date: 1st June, 2020

To,
The Manager – Listing Department
National Stock Exchange of India Limited
Exchange Plaza, Plot No. C/1, G Block,
Bandra Kurla Complex, Bandra(E),
Mumbai-400051

NSE Symbol: RMDRIP

Sub: Disclosure of material impact of CoVID-19 pandemic on our Business of the Company under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Ref.: SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020

Dear Sir/Madam,

With reference to the above captioned subject, this is to inform you that in view of the outbreak of CoVID-19 pandemic in all over the world and in view of the lockdown announced by the Central Government and Maharashtra State Government, the Company "R M Drip and Sprinklers Systems Limited" has taken all necessary precautions to ensure safety and wellbeing of all the office staff and workers.

Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020; please find enclosed herewith the disclosure of impact of CoVID-19 pandemic on our Business of the Company.

Kindly take the information on your record.



Thanking you,

Yours faithfully,

For R M Drip and Sprinklers Systems Limited



Anita Pagare
Anita Pagare

Company Secretary and Compliance Officer

1. Impact of the CoVID-19 on the business:

The lockdown announced by the Central Government due to CoVID-19 pandemic have affected the business of the Company.

Being an Allied Agriculture Industry and object of the Company is related to provide equipment/ tools to agriculturists activities, our Company had took the permission to carry on the business of the Company from Government of Maharashtra (Department of Industries, Energy and Labour) vide letter dated 20th April, 2020 with 33% of manpower utilization. So the Company's manufacturing operations were hit substantially from 22nd March, 2020 till the 20th April, 2020 due to lockdown. The Registered Office of the Company and Manufacturing facilities were fully close down during that period. However, the business is very much slowed down till now.

After receiving permission from Government of Maharashtra, the management anticipated normalization of business with the proper precautions as directed by the Government and for certain administrative activities Company had also adopted "Work from Home" facility. This permission from Government of Maharashtra helps us to regularize our business activities to some extent.

2. Ability to maintain operations including the factories/units/office spaces functioning and closed down:

The Company has resumed its work from 21st April, 2020 based on the permission granted by the Government of Maharashtra. The Company's top priority is the safety and wellbeing of our employees. The Manufacturing units/office has been opened with reduced capacity/prescribed ceiling of staff by adhering to the all mandated safety norms and guidelines.

The Company has made appropriate arrangements for sanitization of factory and workplace including workers and staff sanitization by distributing face masks to each and every person working in the factory premises and office and by maintaining and following social distancing rules at all places and by following the rules as prescribed by the Government in the permission letter itself.

The company has made mandatory for all the workers to download in their mobile phones the "Aaroya Setu" application. The company takes self declaration from the each of its employee about no fever/ no cold / cough / loss of smell and taste observed by the person or any of its close relatives. .

The company has given promotion for digital use in company.



3. Schedule, if any, for restarting the operations:

As we mentioned above, the Company has resumed its work from 21st April, 2020 as per the permission granted by Government of Maharashtra with reduced capacity/prescribed ceiling of staff by adhering to the all mandated safety norms and guidelines.

4. Steps taken to ensure smooth functioning of operations:

We are strictly following the norms and guidelines provided by the Government of Maharashtra. The Company has made appropriate arrangements for sanitization of factory and workplace including workers and staff. We are also sanitizing the vehicles entering the factory premises for the safeguard of our employees. Frequent cleaning of common surfaces and hand washing for employees will be mandated. Wearing of face mask will be made compulsory for all persons in the factory premises. All such precautions were taken to ensure safety of our employees and office staff.

5. Estimation of the future impact of CoVID-19 on its operations:

Though it is still early to estimate the full impact of the CoVID-19 pandemic on its business, we experience severe delays in the execution of new orders owing to the lockdown situation across the Country and the unavailability of all clients but expects normalcy to be achieved only after a quarter.

6. Details of impact of CoVID-19 on listed entity's:

a) capital and financial resources , profitability, liquidity position:

Complete and Significant impact and effect of CoVID-19 on the capital and financial resources, profitability and liquidity position shall be more particularly viewed and disclosed in the Financial Results of March 31, 2021 as almost 2 months from the commencement of financial year has server hit of the COVID -19 and restriction but the brief information shall be given in Financial Results for the year ended on March 31, 2020 which are in the stage of preparation.

b) ability to service debt and other financing arrangements:

Company is servicing all its debt obligations with Banks on regular basis. Apart from certain containment zone, fund is manageable from the other part of the Country.

c) assets:

None of our Assets got impaired due to CoVID-19 effect till date.



d) **internal financial reporting and control:**

The entire internal financial control has been taken up by the management in proper communication with Internal Auditor of our Company.

e) **supply chain:**

Supply chain was disturbed at certain containment zones and at rural area of the Country due to lack of transportation facility, apart from this with permission of the Government, there is no much other major effect on supply chain in other areas of the Country.

f) **demand for its products/services:**

As our business is related to agricultural activity, the installation of irrigation equipments was much demanded by the farmers during this period post commencement of Financial year as summer season in country but it was affected due to lockdown imposed by the Government to combat the COVID -19 .

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

There are no such contracts/arrangements where non-fulfillment of the obligations by any party will have significant impact on the Company's business. However, there is delay in receipt of subsidy from respected Government.

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

There is no other relevant update about the business of the Company.

