

Date: 15.06.2020

To,  
Manager  
National Stock Exchange of India Ltd.  
Exchange Plaza, Plot no. C/1, G Block,  
Bandra- Kurla Complex, Bandra (E)  
Mumbai - 400 051

Dear Sir,

**Sub: Disclosure of material Impact of COVID 19 pandemic on the Company under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.**

Pursuant to Regulation 30 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020. Please find enclosed herewith the disclosure of Material Impact of COVID 19 pandemic on the operations and performance of the Company.

Please take it in your record.

Yours Faithfully,  
Solex Energy Limited



Kalpeshkumar Ramanbhai Patel  
Managing Director



**SOLEX ENERGY LIMITED**

(Formerly known as SOLEX ENERGY PVT. LTD.)

Regd. Off. & Works : Plot No. 131/A, Phase-1, H. M. Road, G.I.D.C., Vitthal Udyog Nagar-388 121, Dist : Anand (Gujarat) India  
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CIN : L40106GJ2014PLC081036 • GST No. : 24AAVCS0328R1ZN • PAN No. : AAVCS 0328 R



Mfg. of: SPV Module, Solar Rooftop Systems, Solar Power Plants, Solar Pumping Systems and Solar Lighting Systems.

**MATERIAL IMPACT OF COVID 19 PANDEMIC ON OPERATIONS AND PERFORMANCE OF THE COMPANY**

1. IMPACT OF THE COVID – 19 PANDEMIC ON THE BUSINESS

The COVID – 19 pandemic has posed unprecedented challenges all over the world. All societies, industries and businesses are impacted and our Company "SOLEX ENERGY LIMITED" is no exception. Due to the sudden lockdown all the operations of the Company were disrupted since the last week of March, 2020. This impacted the production and sales of the Company.

2. ABILITY TO MAINTAIN OPERATIONS INCLUDING THE FACTORIES /UNITS /OFFICE SPACE FUNCTIONING

Subsequent to receipts of permissions from the authorities, the Company resumed operations by adhering to the safety norms prescribed by the Government of Gujarat and Ministry of Health Affairs of Government of India. The Company is taking serious measures in view of the COVID -19 pandemic to ensure safety and health of our employees and to ensure compliance with various directives issued by Central/State/Municipal authorities.

All the facilities which are resuming across the Company have been sanitised so that our people are safe and secure. All safety protocols like temperature sensing, wearing of safety masks, social distancing, sanitizing and washing hands are being adhered to very stringently.

3. SCHEDULE IF ANY FOR RESTARTING THE OPERATIONS

The Company has already restarted the operations in a phased manner. However production will be based on current inventory level and demand estimate. In a short term, therefore it is expected that the manufacturing activities will be below from the normal level. It will take time for the business to reach the pre lockdown level.

4. STEPS TAKEN TO ENSURE SMOOTH FUNCTIONING OF OPERATIONS

The Company is taking utmost care of its staff and work force has put in place strict monitoring process for COVID 19 ensuring the following:

- Enforcing wearing of masks and regular cleaning hands
- Thermal screening of all employees and visitors
- Sanitizing the premises and vehicles on regular basis
- Regular update of the health of all the employees and their families
- Maintenance of social distancing at all work place
- Downloading the Arogya Setu App by each and every employees



## 5. ESTIMATION OF FUTURE IMPACT OF COVID 19 ON ITS OPERATIONS

Considering the fact that the situation is exceptional and is changing dynamically, the Company is not in a position to predict with certainty the future impact in its operations. The half yearly performance is likely to have its impact on the annual performance for the F.Y 2020-21.

## 6. DETAILS OF IMPACT OF COVID 19 ON COMPANY

- **CAPITAL AND FINANCIAL RESOURCES**

There are exceptional delays in payment receivables, which affecting the financial position of the Company. This increased the requirement of working capital and resources will get stretched due to this.

- **PROFITABILITY**

Due to sudden lockdown, factories and other operations were closed from the last week of March this year and has impacted production and sales of the Company. so the profitability during the half yearly is likely to be a adversely impacted. As the business situation is very dynamic and the Company is monitoring it closely. Though we do hope the business situation should normalise soon.

- **LIQUIDITY POSITION**

These pandemic circumstances hit and closed our factories during this lockdown period which affected the production and sales of the Company and the same is effecting the liquidity position of the Company. The Company is planning to restrict the production based on the market demand and also reduce the overhead cost proportionately.

- **ABILITY TO SERVICE DEBT AND OTHE FINANCING ARRANGEMENTS**

The Company has approach Bank of Baroda for 1 Cr loan to tackle Emergency of COVID 19 effect and Bank has also sanctioned the same.

- **ASSETS**

There are no any changes in assets.

- **INTERNAL FINANCIAL REPORTING AND CONTROL**

The Company has a sound internal financial reporting and control mechanism and whenever additional controls are being added to address the current situation.

- **SUPPLY CHAIN**

The supply chain is affected due to logistics and is likely to improve with gradual unlocking of the economy.



- **DEMAND FOR ITS PRODUCTS/SERVICES**

Hence the Company is in solar sector and currently Roof Top System Scheme is already running but in future demand estimates it will be depend on government Schemes and other projects.

Please acknowledge the receipt of the same.

Yours Faithfully,  
FOR SOLEX ENERGY LIMITED



KALPESHKUMAR RAMANBHAI PATEL  
MANAGING DIRECTOR  
DIN: 01066992

