



CIN No.: L30009GJ2003PLC043419 | MSME PART-II No.: 24-009-12-01046

MACPOWER CNC MACHINES LIMITED

Converted from MACPOWER CNC MACHINES PRIVATE LIMITED to
MACPOWER CNC MACHINES LIMITED (W.E.F. 16th NOVEMBER, 2017)

July 2, 2020

To,

**Listing Compliance Department,
National Stock Exchange of India Limited**

Exchange Plaza, Plot no. C/1, G Block,
Bandra Kurla Complex [BKC], Bandra (E),
Mumbai – 400 051, Maharashtra, IN

Symbol: MACPOWER

**Subject: Disclosure of impact of CoVID-19 pandemic on the business of the
Company**

Dear Sir/Madam,

With reference to SEBI Circular No. SEBI/HO/CFD/CMDI/CIR/P/2020/84 dated 20th May, 2020 regarding advisory on disclosure of material impact of COVID-19 pandemic on listed entities under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and also further to our letter dated 28th March, 2020 intimating the temporary suspension of all operations of company and letter dated 23rd April, 2020 intimating resumption of partial operations of the Company, we are submitting hereby the required details as per Annexure 'A'.

Thanking you,

For and on behalf of
Macpower CNC Machines Limited


Rupesh Mehta
Managing Director
Din: 01474523



**Annexure 'A'**

1.	IMPACT OF THE COVID-19 PANDEMIC ON THE BUSINESS	<p>The outbreak of COVID-19 pandemic in the entire country resulted in Lockdown, announced by the Central and State Government, due to which the production activities of the Company situated at PLOT NUMBER 2234, NR. KANTI GATE, GIDC METODA, DIST. RAJKOT-360021 was halted from 25th March, 2020 till 21st April, 2020.</p> <p>We further notify that due to Nationwide Lockdown our Production activity, assembling, sales collections for CNC Machines have dropped down a bit; however, with requisite approval we have been able to start our working from 21st April, 2020 and to help the society at large we Manufactured First time in India "HOT AIR SEAM SEALING MACHINE" under the medical engineering horizon for PPE suit for the frontline corona warriors</p> <p>After Resumption of work due to backward integration facility company able to came up with ALL NEW MACHINE SERIES 2020</p> <p>We are trying hard to improve the production, sales and other operations.</p>
2.	ABILITY TO MAINTAIN OPERATIONS INCLUDING THE FACTORIES/UNITS/OFFICE SPACES FUNCTIONING AND CLOSED DOWN	<p>After having received requisite permissions from concerned Local Regulatory Authorities, the Company partially resumed its production and operation activities w.e.f. 21st April, 2020 with limited no. of workforce Engaged in the same.</p> <p>The Company is complying with all the safety measures viz. social distancing norms, mandatory to wear face mask, proper sanitizations and thermal screening at the entry gate in premises.</p>
3.	SCHEDULE, IF ANY FOR RESTARTING THE OPERATIONS	<p>Our company has already restarted its operations as on date</p>
4.	STEPS TAKEN TO ENSURE SMOOTH FUNCTIONING OF OPERATIONS	<ol style="list-style-type: none">1. Company has adopted "Work from Home" policy during the lockdown.2. When the operations were resumed with



		<p>minimum staff, HR team of the company had updated all the employees and workers with respect to precautions like Mandatory maintaining of social distancing, wearing of mask, thermal screening while entering and taking exit from the office premises, sanitizing and washing of hands with soap on regular interval, sanitizers has been deployed in each and every department in sufficient quantity.</p> <ol style="list-style-type: none"> 3. Portable full body sanitizer machine has been bought by the company to sanitize every employees and workers during their entrance and exit. 4. Entrance areas, offices, canteen areas and all the transportation vehicle are being regularly sanitized 5. Thermal screening of employees and workers at the entry gate of Factory during their entrance and exit. 6. We have minimized visitors entry to avoid infection. 7. Lunch timings for employees and workers has changed to avoid mass gathering and maintain social distancing norms 8. Travel History of all employees and workers are closely monitored and rules for self-quarantine are also in its place for all
5.	<p>Estimation of the future impact of COVID-19 on its operations</p>	<p>With regards to company's estimation of future impact of COVID-19 pandemic on its operation, there may be material impact on company's performance i.e reduction in turnover and profitability due to lockdown in major part of India, almost each and every industry is distress recession and no one can escape from this, except some industries like Pharmaceutical, Healthcare, FMCG etc. considering the need and opportunity our company has taken immediate steps to develop and manufacture such products that could be compensate the negative impact as above. We believe that we could able to recover the loss caused due to lockdown</p>





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		Apart from that , as mentioned earlier we have been able to manufacture First time in India , HOT AIR SEAM SEALING MACHINE and also working very hard to produce and deliver very soon FASTEEST FULLY AUTOMATIC CNC N 95 MASK MAKING MACHINE under the horizon of Medical engineering .
6.	DETAILS OF IMPACT OF COVID-19 ON LISTED ENTITY'S - CAPITAL AND FINANCIAL RESOURCES;	
	a) Profitability	Major impact as around 3.65% of profitability decrease compare to possible expected profit.
	b) liquidity position	Upto some extent adverse impact on the liquidity position of the company occurred.
	c) Ability to serve debt and other financing arrangements	N.A. (Our company is debt free)
	d) Assets	No adverse impact on the assets of the company
	e) Internal financial reporting and control	No Impact
	f) Supply chain	Affected due to lockdown but we are in continuous touch with all the stakeholders to bring the supply chain to its normal.
	g) Demand for its products/services	Due to nationwide lockdown its natural and obvious phenomena that demand for products get reduced and so as we also faced the same situation
7.	EXISTING CONTRACTS/ AGREEMENTS WHERE NON FULFILMENT OF THE OBLIGATIONS BY ANY PARTY WILL HAVE SIGNIFICANT IMPACT ON THE LISTED ENTITY'S BUSINESS;	Till Date no non- fulfilment obligations by any party have been reported but cancellations of orders took place upto some extent.
8.	OTHER RELEVANT MATERIAL UPDATES ABOUT THE LISTED ENTITY'S BUSINESS	No such material information with respect to business are padding which haven't been disclosed to the NSE

