



where **Passion**  
meets **Performance**

www.pclindia.in  
info@pclindia.in  
+91 217 2357645  
+91 9168646531/32/33  
L24231PN1992PLC067126

Date: 15<sup>th</sup> July 2020

SEC/JUL/SE/N&B/2020

|  |   |
|--|---|
| To,<br>The Listing Department,<br><b>BSE Limited</b><br>Phiroze Jeejeebhoy Towers,<br>Dalal Street, Mumbai – 400001<br><b>SCRIP CODE: 539636</b> | To,<br>The Listing Department,<br><b>The National Stock Exchange of India Limited</b><br>Exchange Plaza, Bandra- kurla Complex,<br>Bandra (E) Mumbai- 400051<br><b>SCRIP CODE: PRECAM</b> |
|--|---|

Dear Sirs/Madam,

**Subject: Disclosure of material impact of CoVID–19 pandemic on listed entities under SEBI**

Enclosed herewith please find disclosure of material impact of CoVID-19 pandemic on listed entities under SEBI (LODR) Regulation, 2015 pursuant to Circular SEBI/HO/CFD/CMD1/CIR/P/2020/84 issued by SEBI on May 20, 2020.

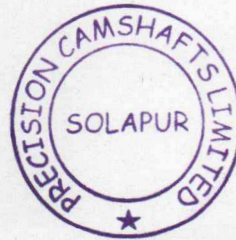
This is for the information of the exchange and the members.

You are kindly requested to take the same on record.

Thanking you,  
Yours Faithfully

For Precision Camshafts Limited

**Mayuri Kulkarni**  
Company Secretary & Compliance Officer



Precision Camshafts Limited

Solapur : D5 MIDC, Chincholi, Solapur, India – 413255  
Solapur : E102 MIDC, Akkalkot Road, Solapur, India – 413006  
Pune : 501/502, Kancharban "B", Sunit Capital, Senapati Bapat Rd, Pune, India - 411016

### **Disclosure of material impact of CoVID–19 pandemic on listed entities under SEBI**

Precisions Camshafts Limited (“the Company”) has been consistently taking all proactive steps, precautionary and pre-emptive measures at their corporate offices at Pune District and manufacturing plants at Solapur District to ensure safety of all employees since February 2020 due to COVID - 19 outbreak in Maharashtra. The Company has also been closely monitoring all advisories from the Central and State Government followed by respective District Collectors.

Hon’ble Prime Minister had ordered National Lock Down since March 25, 2020. All the offices and manufacturing plants of the Company had suspended their operations to contain the spread of COVID - 19 based on Government directives. All employees were requested to continue working from home wherever possible. This was being done to ensure safety and well-being of all our employees. The Company had kept Company’s operations closed during the lockdown period and the closure period depends on the Government policy.

Due to CoVID-19 Business and Financials of the Company will be impacted, management is trying its best to cope with Business and Financials Loss and get back into operations since May 17, 2020.

Please refer to intimation submitted to [Stock Exchange dated June 3, 2020](#) of the Company regarding resuming operations of the Company in phased manner by Business team, Human Resources department, Finance department and corporate Secretarial department with limited number of members in each team.

Company believes in transparency with Stakeholders in order to retain their confidence in Precision Camshafts Limited. Further, the Company is committed to abide by the Governments measures to cope with the Covid-19 pandemic.

Following is the information in [blue](#), Company would like to share with its stakeholders:-

|  |  |
|--|--|
| <b>1. Impact of the CoVID-19 pandemic on the business</b>  | Business has been adversely impacted due to COVID-19 Pandemic. Due to complete shutdown of all OEMs in India and globally, our sales in April & May have been impacted. We are seeing capacity utilisation of approximately 30% in June. |
| <b>2. Ability to maintain operations including the factories/units/office spaces functioning and closed down</b> | Deployed Security, Housekeeping & Maintenance teams during lockdown (from 25.03.2020) to ensure entire facility is up to the mark to avoid hiccups post lockdown.  |

|  |  |
|--|--|
| <p><b>3. Schedule, if any, for restarting the operations;</b></p>  | <p>Foundry &amp; Machine shop operations started from 17-05-2020 based on stock status in entire supply chain &amp; customer schedules for May 2020 &amp; thereafter.</p>  |
| <p><b>4. Steps taken to ensure smooth functioning of operations</b></p>  | <p>Deployed Security, Housekeeping &amp; maintenance team during lockdown (from 25.03.2020) to ensure entire facility is maintained up to the mark to avoid hiccups in restarting post lockdown.</p> <p>Strict operating procedures followed to ensure cleanliness and sanitation of plants, recording travel history of all employees and temperature checking at each entry point. In addition, signages and detailed training provided to all employees for ensure safe working conditions.</p>   |
| <p><b>5. Estimation of the future impact of CoVID-19 on its operations</b></p>   | <p>Based on the current &amp; future situation, we foresee sales of 60%-65% in FY20-21 w.r.t. sales achieved in FY19-20.</p> <p>This is an estimate based on current situation as per Customer Schedules. The impact data is unfortunately changing every week as none of our customers have a very stable picture about the forecast for the next 6 months.</p> <p>We are planning our Purchases, Production, Human Resources and other resources based on the projections that we are receiving from customers.</p> <p>We are hopeful to start seeing upward trends from next month.</p> |
| <p><b>6. Details of impact of CoVID-19 on the Company</b></p> <p>a) Capital and financial resources</p> <p>b) Profitability;</p> <p>c) Liquidity position;</p> | <p>We have not raised any finance and are using our own funds / working capital for the day to day business.</p> <p>There will be a reduction in the profitability during FY20-21.</p> <p>Good</p>   |

|    |   |  |
|----|---|--|
| d) | Ability to service debt and other financing arrangements  | Yes  |
| e) | Assets  | No new assets acquired in this period  |
| f) | Internal financial reporting and control;   | Adequate   |
| g) | Supply chain;   | Good   |
| h) | Demand for its products/services;   | <p>Sales &amp; Service was completely stopped during lockdown period. But in Lockdown 4.0, Govt. gave permission for material movement &amp; hence we started supplying camshafts to our customers.</p> <p>We need to assess the situation as most of our customers have started their operations in 3rd / 4th week of May 2020, however nobody is able to predict how the market will move going forward as business has not picked up yet and there is an overall slowdown in the Auto Sector.</p> |
|    | <b>7. Existing contracts/agreements where non-fulfilment of the obligations by any party will have significant impact on the listed entity's business</b> | None   |
|    | <b>8. Other relevant material updates about the listed entity's business</b>  | -  |