



**SOLITAIRE
MACHINE
TOOLS LTD**

Date: 21/05/2020

To
BSE Limited
Corporate Relation Dept.,
2nd Floor, New trading wing,
Rotunda Bldg.,
P.J. Towers, Dalal Street, Fort, Mumbai-400001.

Dear Sir,

Sub: Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

With reference to the captioned subject and SEBI circular no. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated 20 May, 2020, we would like to disclose the Financial Impact of the Pandemic Covid-19 on our business operations.

Manufacturing and other activities were closed from March 22nd 2020 due to Lockdown. We had received special permission to operate our Chhani Plant at Vadodara from April 29th 2020 at reduced capacity to meet our export obligation against orders from Australia, Mexico and USA. We were also able to meet our Domestic customers requirement for their export commitments.

We would like to inform the Exchange that the Company has resumed manufacturing operations in both its plants at Vadodara from 20th May 2020 after getting necessary clearance from Government of Gujarat. The registered office at Mumbai has not been opened yet.

Following are the disclosures:

1. Impact of Covid-19 Pandemic on Business

In reality almost 2 months production have been lost and the loss of sale at the end of Financial year has affected the working of F.Y. 2019-20.

2. Ability to maintain operations

We have started operations after meeting all the safety guidelines as issued by the Government.

3. Steps taken for smooth functioning of operations-

In this regard various actions have been taken considering Employee's Health as well as our Vendor's Capability to work on priority for our operations. Necessary funds are also being released.

4. Estimation of the future impact of Covid- 19-

Covid-19 would have certain negative impact on the Industry. SMT being the Manufacturer of capital goods would be affected to certain extent since many of the large organizations would be cutting down on their Capital expenditure. However, SMT have enough orders in hand to tide over these uncertain times.

CIN No. L28932MH1967PLC013747

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Reply to : Plant I : 292, Dharamsinh Desai Marg, Chhani Road, Vadodara-390 024. INDIA Mob. : 99044 08538 E-mail: sales@smtgrinders.com

Plant II : A-24/25, Krishna Industrial Estate, Near B.I.D.C., Gorwa, Vadodara - 390 016. E-mail: smtgorwa@gmail.com

Website : www.smtgrinders.com

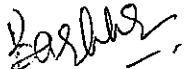
5. Impact on -

- **Capital and Financial resources-** Financial resources would be stretched to certain extent however, Company will be able to meet all its obligations. Additional funding required will be provide by the Bank.
 - **Profitability-** It will be affected. However, the details will be known only after the audit for F.Y. 2019-20.
 - **Debt repayment Capacity-** Company will be able to meet all its debts etc. as it comes up.
 - **Assets-** Company may not procure any Capital Assets. However, the land procured during 19-20 will be developed as feasible.
 - **Supply Chain-** it will normalize in four to six weeks' time.
 - **Demand of Products and Services-** It will continue probably at a slower pace.
6. **Obligations for Non-fulfillment of orders -** Company is basically working with local employees and hence would not have effect on its Capability of Manufacture.

This is for your information and records.

Yours Sincerely

For Solitaire Machine Tools Ltd.


CS Barkha Arora
(Compliance Officer)

