



L. P. Naval and Engineering Limited

(Formerly known as Siddhi Vinayak Shipping Corporation Limited)

Date: 06/06/2020

To
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400001.

Scrip ID/Code : LPNAVAL/537669

Subject : Impact of the COVID-19 pandemic on the company

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

Dear Sir/Madam,

Pursuant to regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 this is to inform that in view of the outbreak of COVID-19 in India and in view of the lockdown announced by the Government, the Company, as a precautionary measure to prevent the spread of the disease, company has shut down all its Working and offices temporarily w.e.f.25th March, 2020.

We would like to inform that the company has recently resumed partial working at its factory outlet and the corporate office of the company with minimum staff with the approvals/ clearance from state authorities.

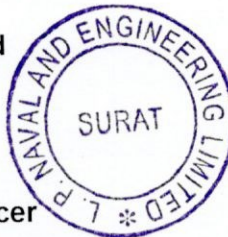
Further as per SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020, we would like to inform the impact of the COVID-19 pandemic on the business operations as disclosed in **Annexure-1**.

Kindly take this information on record.

Thanking you,

Yours faithfully,
For L. P. Naval and Engineering Limited


Kaushik Vegad
Company Secretary & Compliance Officer
Place: Surat
Encl: a/a

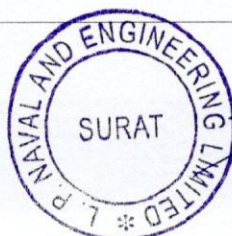


Regd Office : Office Block, First Floor, Plot No. 237/2 & 3, Sub Plot No. A/25, Central Park Soc. GIDC, Pandesara, Surat-394221

E-mail : admin@lpnaval.com, **Website :** www.lpnaval.com, **Tel. No.:** 0261-2894415/16, **Fax No.:** 0261- 2894419
CIN : L35111GJ2012PLC068922

Annexure 1

Sr. No.	Particulars	Impact
1	Impact of the CoVID-19 pandemic on the business	The business operation of the company was disturbed since the declaration of lockdown i.e. 25 th March, 2020 which may impact the financial position of the company.
2	Ability to maintain operations including the factories/ units/ office spaces functioning and closed down	The corporate offices were shut down during lock down phase, but the company adopted the work from home policy for office related work during the entire lockdown duration. With the lifting of the partial lockdown restrictions, operations in Plant and Corporate Office has been partially resumed and the company is complying with all the requirement related to Social Distancing and mandatory to wear facemask, face cover and have proper sanitizations with proper interval with reduced work force.
3	Schedule, if any, for restarting the operations	The operations have recently started with partial/reduced capacity and according to guidelines issued by the Government.
4	Steps taken to ensure smooth functioning of operations	The Company has taken all requisite precautions and is adhering to complete safety measures to ensure the safety and well-being of its employees and other stakeholders during resumption of operations to help fight the spread of Coronavirus (COVID 19) pandemic.
5	Estimation of the future impact of CoVID-19 on its operations	Covid-19 certainly would have negative impact on the industry. Company being the Heavy Engineering and manufacturing sector would be affected to the extent as per the policy of the various countries. Further, the various policies/restrictions issued by the Government of India, State Government and Local Bodies will have its impact on the working. However, company have enough sources to overcome the uncertainties.
6	Details of impact of CoVID-19 on listed entity's	<p>a. Capital and Financial resource: Company have enough financial capacity to combat this situation and work efficiently</p> <p>b. Profitability: Due to business being working partially, it will eventually affect profitability.</p> <p>c. Liquidity Position: The company may face a short-term liquidity crunch due to disturbed</p>



		<p>Operating Cycle of the company. However, the company is confident to manage the working capital of the company in coming periods.</p> <p>d. Ability to service debt and other financial arrangements: Will be able to meet all its debt obligations.</p> <p>e. Assets: None of the assets of the Company have been impacted or impaired.</p> <p>f. Internal financial reporting and control: No major impact.</p> <p>g. Supply chain: There is certain disruption to supply chain in respect of mobilizing the workforce, availability of materials and dispatch of orders. However, we expect improvement in supply chain as the states and countries are continuously announcing relaxations and taking steps to improve trade and commerce.</p> <p>h. Demand for its product: It will rise with the improving conditions.</p>
7	Existing contracts/agreements where non-fulfillment of the obligations by any party will have significant impact on the listed entity's business	The Company does not foresee any significant impact in respect of its existing contracts and agreements where the non-fulfillment of obligations by any party would lead to any material financial claim.
8	Other relevant material updates about the listed entity's business	No other material Updates till now.

