



2nd June, 2020

To,
The BSE Limited,
Phiroz Jeejeebhoy Tower,
Dalal Street,
Mumbai-400001.

Sub: Disclosure of Material impact of COVID-19 Pandemic on the Company under Regulation 30 of SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015.

Ref: GALAXY BEARINGS LIMITED (Scrip Code: 5260731; Scrip ID: GALXBRG)

Dear Sir,

Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated 20th May 2020; Please find enclosed herewith the disclosure of material impact of COVID-19 pandemic on Company.

We request you to kindly take same on your records.

Thanking you,

Yours faithfully,

For, **Galaxy Bearings Limited**

A handwritten signature in blue ink, appearing to read 'Urvashi Gandhi', is written over a blue horizontal line.



URVASHI GANDHI
COMPANY SECRETARY

DISCLOSURE OF MATERIAL IMPACT OF COVID-19 PANDEMIC

No.	Particulars	Disclosures
1	Impact of the CoVID-19 pandemic on the business	As a result of the lockdown, the Company's manufacturing remained on halt from 22 nd March 2020 and the company saw partial resumption of operations w.e.f 14 th May 2020 on staggered basis after obtaining necessary permission from concerned government authorities. The Company's operations were hit during the aforesaid period of lockdown, as there was no production during this period. At present, the manufacturing operating at 50% of its production capacity.
2	Ability to maintain operations including the factories/units/office spaces functioning and closed down	As above said, the Company has restarted its operations from 14 th May, 2020. The operations of the company were reinitiated recently with partial capacity (50%) in accordance with the guidelines suggested by Government adhering to the safety norms.
3	Schedule, if any, for restarting the operations	
4	Steps taken to ensure smooth functioning of operations	The Company is taking utmost care of its staff and work force like sanitization, social distancing, sanitizing Containers, mandatory mask wearing, thermal check, maintaining proper hygiene. We have taken cash flow, capital expenditure and overhead control measures to smoothly manage our operations.
5	Estimation of future impact of COVID - 19 on its operations	March - May' 2020 being lockdown months, the revenues and profitability of the Company are likely to be adversely impacted. As the business situation is very dynamic, the company is closely monitoring it. Though we do hope the business situation should normalize during 3 rd and 4 th quarter.
6	Details of impact of COVID-19 on listed entity:	
6.1	Capital and Financial Resources	The Company's Capital and Banking facilities remain intact. No Moratorium on loan is availed. However, the Company is witnessing delay in receivable collection from buyers as buyers are extending payment terms.
6.2	Profitability	In view of lockdown, the profitability during 1 st quarter (April to June) is likely to be adversely impacted. As the business situation is very dynamic, the company is closely monitoring it. Though we do hope the business situation

		normalize during 3 rd and 4 th quarter.
6.3	Liquidity Position	There are no liquidity concerns as we have sufficient Banking limits available. Further, banks have offered additional limits. However, due to our receivable getting delayed, the cash position will be under stress. The company hopes cash position to be normal by 3 rd quarter.
6.4	Ability to service debts and other Financing arrangements	The Company has sufficient unutilized working capital limits to meet financial requirements.
6.5	Internal Financial Reporting and Control	The Company has taken Cash flow control and overhead control measures to manage the operations, weekly review mechanism adopted to review the account receivables and measures taken to control the capital expenditure.
6.6	Supply Chain	The Supply chain of the company is adversely affected due to Lockdown. The situation is getting improved due to lifting of lockdown and relaxations given by the government authorities.
6.7	Demand for product/service	There is temporary reduction in demand due to lockdown, which we expect to improve in 3 rd quarter and normalize by 4 th quarter.
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.

For, Galaxy Bearings Limited




URVASHI GANDHI
COMPANY SECRETARY