

29th May, 2020

BSE Limited
Department of Corporate Services (DCS-Listing)
Phiroze Jeejeebhoy Towers, Dalal Street
Mumbai – 400 001

Company Code: 509472

Dear Sir,

Sub.: Disclosure under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for Material Impact of COVID–19 pandemic on the Company.

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, an update relating to the impact of COVID-19 pandemic and the resultant lockdown on operations of the Company and current status is as follows :

A. Impact on the business

The lockdown and restrictions imposed on various activities due to COVID-19 pandemic have posed challenges to the business of the Company and its Subsidiaries.

B. Ability to maintain operations/factories/units etc

The Company's offices had to be shut down with effect from 17th March 2020, and being located in Mumbai, remain closed as of now. The income stream by way of lease rentals have not been affected. The trading business, however, has been stalled.

The Company's subsidiary in the United Kingdom (UK) also shut down it's offices. However, trading continued on a muted basis through online channels. Europe and the UK are beginning to open gradually.

The Indian subsidiary Cravatex Brands Limited, has been adversely impacted with all its retail outlets shut since March this year, as well as its main warehouse remained closed since 17th March 2020. Not being classified as essential goods, there are no primary or secondary sales online either. The Company and its Subsidiaries have adopted a work from home policy during this period.

C. Schedule for restarting operations and Steps taken to ensure smooth functioning of operations

The Company's offices are expected to open when lockdown restrictions in Mumbai are eased. Three stores of the Indian Subsidiary have opened in the third week of May 2020 and the market is expected to open up, as restrictions are expected to be eased by June/July 2020.

The UK Subsidiary has been able to re-open its office in the third week of May 2020. Retail in UK is expected to open in June 2020. The stores in Europe, where the company supplies its goods have started opening since the third week of May 2020.

D. Estimation of future impact of COVID-19


The income of the company is not expected to be adversely impacted. The subsidiaries (both in India and UK) will however be impacted due to the non-operational stores and malls etc which are expected to open in late Q2 and also spends expected to be muted due to the discretionary nature of the goods traded. Normalcy is expected to return by Q3/Q4 of the current financial year as the macro situation settles down slowly.

E. Existing contracts/agreements where non-fulfilment of the obligations by any party will have significant impact on the listed entity's business

The company do not foresee any disruptions nor non fulfilment of obligation by any party.

Kindly take the same on your record.

Thanking You,
For **Cravatex Limited**

Digitally signed by SUDHANSHU HARIPRASAD NAMDEO
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Sudhanshu Namdeo
Company Secretary