

प्रति To,

नेशनल स्टॉक एक्सचेंज ऑफ इंडिया लिमिटेड
National Stock Exchange of India Ltd.
एक्सचेंज प्लाज़ा , प्लॉट नं. सी/1, जी ब्लॉक
Exchange Plaza, Plot No. C/1, G Block,
बान्द्रा-कुर्ला कॉम्प्लेक्स, बान्द्रा (पूर्व)
Bandra-Kurla Complex, Bandra (E)
मुंबई/Mumbai – 400 051

सं.No. 17565/6/SE/NSEC/SEC

दिनांक / Date: 10.06.2020

महोदय / महोदया,
Dear Sir/Madam,

विषय – भारतीय प्रतिभूति एवं विनियम बोर्ड (सूचीकरण की बाध्यताएँ एवं प्रकटीकरण की अपेक्षाएँ) विनियम, 2015 के विनियम 30 के तहत प्रकटण।

Sub: Disclosure under Regulation 30 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

सेबी (सूचीकरण की बाध्यताएँ एवं प्रकटीकरण की अपेक्षाएँ) विनियम, 2015 के विनियम 30 जिसे सेबी के परिपत्र सं. सेबी/एच.ओ./सीएफडी/सीएमडी1/सीआईआर/पी/2020/84 दिनांक 20 मई, 2020 के साथ पढ़ा जाना है, के अनुसार, कोविड-19 महामारी और उसके फलस्वरूप किए गए देशव्यापी बंद के संबंध में, कंपनी के कामकाज का संक्षिप्त विवरण अनुलग्नक-ए में दिया गया है।

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, read with SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated 20th May 2020, brief description, in relation to the impact of the COVID-19 pandemic and the resultant lock down, on the operations of the Company is enclosed herewith at **Annexure-A**.

सूचना व अभिलेख हेतु।

This is for your information and record.

सधन्यवाद / Thanking you,

भवदीय Yours faithfully,

कृते भारत इलेक्ट्रॉनिक्स लिमिटेड
For Bharat Electronics Limited


एस श्रीनिवास S Sreenivas
कंपनी सचिव Company Secretary



सलग्न- यथा उपरोक्त।

Encls: As stated above.

Sl.	Particulars	Disclosures
1	Impact on Defence Business	<ul style="list-style-type: none"> • BEL is a Defence Public Sector Undertaking and its major customers are Indian Defence Services. • Majority of Units of BEL were in complete lockdown from 24th March 2020, as per the GoI guidelines. Some of the Units were partially working, related to COVID-19 Supplies in healthcare segment, during the lockdown period, exercising all precautions. The lockdown has affected the operations of the Company during end March 2020, April 2020 and partially in the month of May 2020. • There are reports that predict a reduction in Defence Budgets, temporary hold on new Capital acquisitions and more focus on committed liabilities, hold on Line of Credits to Friendly Countries etc. However, BEL, with a strong order book, is confident that it will be able to cope up with the production gaps due to COVID impact and post a healthy performance during the year.
2	Estimation of the future impact of CoVID-19 on its operations	<ul style="list-style-type: none"> • BEL has undertaken a detailed study, on the possible impact of COVID-19 on Company's operations including the financial parameters. • The internal study and analysis predict that on short term, the COVID-19 may impact the company operations in terms of delivery schedules, however, on a long term basis, it is likely to have a less impact on the Company's operations and performance. BEL is also putting efforts to minimise the impact of migrant labour issues, which is hindering the timelines of Capital Expansion projects. • For the year 2019-20, with respect to the guidance pertaining to achievement of sales turnover of Rs. 13000 Crores, BEL has completed the production of more than Rs 13000 Crores. However due to Covid-19 lock down situation in the last week of March 2020, Customers could not inspect some of the



		<p>produced items. Some of the items dispatched from BEL, could not reach the customer destination due to restrictions imposed on the Movement of Goods. Hence, BEL could register sales in excess of Rs. 12500 Crores (provisional & un-audited) for the financial year 2019-20.</p> <ul style="list-style-type: none"> Enhanced focus of the Government of India on Self reliance, is likely to boost the company's prospects as an leading indigenous solution provider in defence sector and will have a favourable impact on the Company's performance in the coming years.
3	Details of impact of CoVID-19 -Supply Chain	<ul style="list-style-type: none"> BEL has a large vendor base / supply chain partners in India / abroad consisting of several Industries, OEMs, MSMEs, etc. BEL's assessment indicates that the COVID-19 does impact the operations of the supply chain partners both in India and abroad and their deliveries are likely to get disrupted / delayed in the short term. The real impact of the Supply chain disruption is likely to be known in the next 2-3 months, on the Company's delivery timelines and operations. However, BEL is closely monitoring the situation and is in touch with the Supply Chain partners and assisting them wherever possible, to ensure that the production targets / end customer delivery timelines of BEL are met.
4	Details of impact of CoVID-19: Demand for BEL's Products/Services	<ul style="list-style-type: none"> Defence being the major revenue segment of BEL; BEL does not foresee any fall in the demand for its products / services due to COVID impact on a long term basis, though there may be a lull in order acquisition in the short term. Though delivery timelines for some of the contracts may be extended with the customer consent, there will not be any significant impact and BEL is well positioned to fulfil its obligations and existing contracts with the customers.



		<ul style="list-style-type: none"> • With the Government of India, focussing on self reliance to encourage the Indian Industry and imposing restrictions on import of certain category of defence equipment, the demand for indigenous products and services is likely to go up in the near future. BEL is likely to benefit from this situation and will continue to focus on design, development and supply of indigenous solutions meeting the requirements.
5	Existing contracts/ agreements where non-fulfilment of the obligations by any party will have significant impact on the Company's business.	<ul style="list-style-type: none"> • Delivery timelines for some of the contracts will required to be extended due to nationwide lockdown and BEL has initiated actions for invoking the Force Majeure Clause for select contracts to avoid Liquidated Damages. BEL is committed to fulfil its contractual obligations for the ongoing projects.
6	Ability to maintain operations including Factories / Units / Offices functioning and closed down.	<p>On commencement of nationwide lockdown, work in all BEL Units / Offices were temporarily suspended w.e.f 24.03.2020, except for essential staff.</p> <p>Subsequently, Bangalore Unit of BEL resumed partial operations in April 2020 for the manufacture of ventilators based on the orders received from Ministry of Health and Family Welfare adhering to all the precautionary measures and after obtaining approval from concerned authorities.</p>
7	Schedule, if any, for restarting operations	All Units / Offices of BEL have resumed operations after obtaining approval from concerned authorities and adhering to all the precautionary measures.
8	Steps taken to ensure smooth functioning of operations	<ul style="list-style-type: none"> • Detailed SOPs were issued to all Units / Offices regarding safety and precautionary measures to be adhered to prior to and after commencement of operations. • All employees were informed to download and use the Arogya Setu App and follow the instructions issued by DPE. • The work premises are regularly sanitized using user friendly disinfectant prior to resumption of work.



		<ul style="list-style-type: none"> • Employees are deployed for work in shifts / staggered timings to ensure that there is no overcrowding and social distancing maintained. • Canteen timings are staggered to ensure social distancing. • Proper cleaning and frequent sanitization of the workplace, particularly of common areas and frequently touched surfaces is being carried out. • Thermal screening of employees and visitors at all entry points. • All Employees are required to wear masks. • Hand sanitizers are placed at all entry points. • Card based attendance system (instead of bio metric) has been adopted. • Meetings have been minimized and interaction through Video Conferencing / Conference Call / Telephones has increased. • Employees have been advised to avoid Public transport and use their own vehicles to commute. • Strict adherence to the Govt. directives and Local Administration guidelines.
9	Capital and financial resources	BEL is a debt free Company. The company is able to manage its working capital requirement from its internal accruals. Also, as the major amount of receivables is from MoD, Government and Government related entities there are no issues for realising the same.
10	Profitability	The profitability during the first quarter of FY 2020-21 is likely to be impacted when compared to the corresponding period of previous year due to COVID 19 impact. However, the company expects that the situation will normalise during the second half of FY 2020-21.
11	Liquidity position	The liquidity position of the company is manageable.
12	Ability to service debt and other financing arrangements	Presently the company does not have any debt / financing arrangement.
13	Assets	The company expects that the carrying amount of the assets will be recovered.
14	Internal financial reporting and control	The company has an effective internal financial reporting and control mechanism in place and there is no change in it due to COVID-19.