



Ref. GOLDSTAR/NSE/ImpactofCOVID19

24th June, 2020

To,
National Stock Exchange of India Limited
Exchange Palza,
Plot no. C/1, G Block,
Bandra- Kurla Compleax,
Bandra(E)- Mumbai-400051

SYMBOL:GOLDSTAR

Sub: Disclosure of Material Impact of COVID-19 PANDEMIC

Dear Madam/Sir,

Pursuant to SEBI Circular SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20th, 2020 kindly take on your record enclosed disclosure for the material impact of COVID-19 pandemic on the Company

Kindly consider and do the needful.

Thank you.

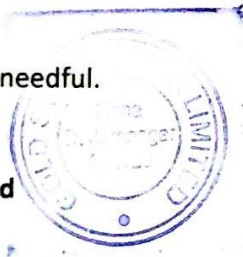
For, Goldstar Power Limited

Foram. & kukadiya

(Foram Kukadiya)

Company Secretary & Compliance Officer

(M. No: A60689)



Encl:

- ✓ Disclosure of material impact due to COVID 19

Regd. Office & Factory :
Rajkot Road, Hapa - 361 120
Dist. Jamnagar. (Gujarat) India.

Formerly Known as Goldstar Battery Pvt. Ltd.
CIN: L36999GJ1999PLC036274

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Symbol: GOLDSTAR

DISCLOSURE OF MATERIAL IMPACT OF COVID-19 PANDEMIC

1. Impact on Manufacturing plant

The Company's manufacturing facilities remained shut from March 23, 2020 which has impacted its operations during April and May, 2020. Further, battery stocks kept in the company warehouses for long period of 3-6 months at the risk of getting discharged. Some may even get sulphated, causing early failure and unnecessary financial loss.

2. Admin operations functioning

With the permission of Government of Gujarat Administrative office started from 15th May, 2020 considering of all the safety measures and lockdown guidelines.

3. Manufacturing Plant Capacity utilization

As we were in regular import of spares of our machinery from abroad and for them no alternatives are available with us, which leads to non use of some of our machinery and results in lesser capacity utilization.

4. Steps following for the smooth functions

The company is taking utmost care of its staff and work force like sanitation, social distancing, mandatory mask wearing, etc. to maintain proper hygiene.

5. Estimation of the future impact of COVID-19 on operations

Considering the fact that the situation is exceptional and is changing dynamically, the company is not in position to predict with certainty the future impact on its operations. However the performance of first Two quarter of Financial Year 2020-21 is likely to be impacted.

If the situation will get better in near future, company expects to gradually come back its original level of operations in upcoming months.



6. Profitability.

Considering pandemic, management predicts by the end of 3rd quarter and in the 4th Quarter situation will normalize.

7. Liquidity position

The Company's capital and banking facilities remain intact. There are no liquidity concerns as we have sufficient unutilized banking limits available. Due to pandemic company is experiencing delay in receivable collection from buyer.

8. Manpower availability

Company has sufficient administrative manpower. But due to migration of worker to their hometown, many key workers who were in charge of machinery handling were shifted, due to that major operational difficulties are being faced by the Company.

9. Demand for the products

These four to five months (March to July) are peak for us as we sell majority of batteries for inverters for home lightning. Due to summer and more power cuts, the demand of batteries increases. Due to COVID-19 we are losing our business of peak season. It will affect negatively to our business.

10. Supply of product

We are monitoring supply chain to ensure availability of material. Due to unavailability of transport, unutilized production capacity and workers, we find difficulty in mitigation of timeline.

11. Impact on Export Import

We were in regular import of our raw material, but due to COVID 19 we are facing issues in the import, however some alternatives for the same are available so we are in position to cope with the situation.

Export of our products is increased due to high demand from overseas. We are getting more orders from overseas so that is the positive aspect for the Company.