

Date: 19.08.2020

The Secretary  
Bombay Stock Exchange Limited  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai – 400001

Dear Sir/ Madam,

**Subject: Disclosure of material impact of COVID-19 pandemic on listed entities under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

This is in continuation to our disclosure letter dated 30<sup>th</sup> May, 2020 and your email dated 6<sup>th</sup> August, 2020 read with SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020, we hereby wish to disclose the impact of Covid-19 on the Audited Financial Statements as on 31<sup>st</sup> March, 2020 as below:

- a) In accordance with the Board approved Moratorium Policy read with the Reserve Bank of India (“RBI”) guidelines dated 17<sup>th</sup> March, 2020 and 17<sup>th</sup> April, 2020 relating to ‘Covid-19 –Regulatory Package’, the Company has granted moratorium up to three months on the payment of Instalments falling due between 1<sup>st</sup> March, 2020 and 31<sup>st</sup> May, 2020 to all eligible borrowers. In respect of accounts overdue but standard at 29<sup>th</sup> February, 2020 where moratorium benefit has been granted, the staging of those accounts at 31<sup>st</sup> March, 2020 is based on the days past due status as on 29<sup>th</sup> February, 2020. Based on an assessment by the Company, this relaxation has not been deemed to be automatically triggering significant increase in credit risk. The Company continues to recognize interest income during the moratorium period and in the absence of other credit risk indicators, the granting of a moratorium period does not result in accounts becoming past due and automatically triggering Stage 2 or Stage 3 classification.
- b) The impact of Covid-19 on the global economy and how governments, businesses and consumers respond is uncertain. This uncertainty is reflected in the Company’s assessment of impairment loss allowance on its loans which are subject to a number of management judgements and estimates. In relation to Covid-19, judgments and assumptions include the extent and duration of the pandemic, the impact of actions of governments and other authorities and the responses of businesses and consumers in different industries, along with the associated impact on the global economy. The Company has separately incorporated estimates, assumptions and judgements specific to the impact of Covid-19 pandemic and the associated support packages in the measurement of impairment loss allowance which resulted in an additional provision of INR 185.91 lakhs. The Company’s impairment loss allowance estimates are inherently uncertain and consequently, actual results may differ from these estimates.

- c) The Company stress tested its ALM position and observed that the Company does not have a cumulative mismatch up till 12 months from the balance sheet date. Further, the Company has received moratorium from majority of its lenders, basis which the Management is reasonably certain that the ALM position would remain positive for at least 12 months from the Balance Sheet date.
- d) The Company believes that it has considered all the possible impact of the currently known events arising out of Covid-19 pandemic in the preparation of financial results. However, since the impact assessment of Covid-19 is a continuing process given its uncertainty nature and duration, this may have a corresponding impact on the financial position and financial performance. The Company will continue to monitor any material changes to the future economic conditions.

This for your information & records

For **Visage Holdings And Finance Pvt. Ltd.**



Moumita Sen  
Company Secretary