



# PRANAVADITYA SPINNING MILLS LIMITED

**CORPORATE OFFICE :**  
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15<sup>th</sup> July, 2020

**BSE Limited**

Department of Corporate Services  
Floor 25, Phiroze Jeejeebhoy Towers  
Dalal Street, Mumbai – 400 001

Scrip Code No.: **531172**

Dear Sir/Madam,

**Sub.: Intimation under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 - Voluntary Retirement Scheme (VRS)/ Separation Scheme (SS) for the workers of the Company**

We wish to inform the exchange that Pranavaditya Spinning Mills Limited ("the Company") has been suffering losses, and for the year ended 31<sup>st</sup> March, 2020, the net loss of the Company increased to Rs.268.25 lakhs from Rs. 65.61 lakhs in previous year ended 31<sup>st</sup> March, 2019. Main reasons for loss were huge disparity between cotton and yarn price, sluggish demand and high raw material cost. In the month of March 2020, outbreak of Novel Coronavirus (COVID -19) pandemic aggravated the problems of the Company. As per government directions to contain the spread of COVID-19, the plant of the Company was shut down for almost 45 days and thereafter resumed partial operations with limited workforce in a single shift from 6<sup>th</sup> May, 2020. Due to COVID-19 situation, markets for yarn are not operating full-fledged.

Considering the aforesaid situation and no work to offer to all workers, the management of the Company discussed various proposals of labour rationalisation & cost reduction with the labour union. After negotiations, the labour union representing the workers has agreed for Voluntary Retirement Scheme/ Separation Scheme, whereby the workers who are willing to separate from the Company will receive compensation as per the VRS/ separation Scheme.

The Board of Directors of the Company by way of circular resolution passed on 15<sup>th</sup> July, 2020 have accorded consent for Voluntary Retirement Scheme (VRS)/ Separation Scheme (SS) or for VRS/SS Agreement for the workers of the Company.

Status of the implementation of the VRS/separation scheme, and the impact thereof on the operations will be ascertained and communicated to the Exchange in due course. The Board hereby considers that this event could have material impact on operations of the Company depending upon the number of workers opting for the scheme.

Kindly treat the above intimation/information as compliance by the Company in terms of Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Thanking you,

Yours faithfully,  
For **Pranavaditya Spinning Mills Limited**

**Amruta Avasare**  
**Company Secretary & Compliance Officer**