

No. RITES/SECY/NSE

Date: 17.04.2020

To: Listing Department, National Stock Exchange of India Limited. 'Exchange Plaza', C-1, Block G, Bandra - Kurla Complex, Bandra (E), Mumbai - 400 051	To: Corporate Relationship Department, BSE Limited, Rotunda Building, P J Towers, Dalal Street, Fort, Mumbai - 400 001
Scrip Code- RITES	Scrip Code- 541556

Sub: Press Release

Dear Sir,

Please find attached herewith a press release issued by the Company in connection with "COVID -19 - Impact and Business Update".

Due to the recent outbreak of COVID -19, the employees of the company are working from home, accordingly this letter could not be signed by the authorized signatory and being submitted in sd/- mode.

This is for your information and records.

Thanking You,

Yours faithfully,

For RITES Limited

Sd/-

Ashish Srivastava
Company Secretary & Compliance Officer
FCS: 5325

RITES Limited

Corporate office: RITES Bhawan, No.1, Sector 29, Gurugram (Haryana) - 122001

Registered Office: Scope Minar, Laxmi Nagar, Delhi – 110092

CIN: L74899DL1974GOI007227

Press Release

17th April 2020

COVID 19 - Impact and Business Update

Gurugram: RITES Ltd, (NSE: RITES, BSE: 541556) the leading Infrastructure Consultancy and Engineering company, has taken up several initiatives in view of the unprecedented situation caused by COVID 19.

Commenting on its impact, Mr. Rajeev Mehrotra, Chairman and Managing Director said, “We are trying our best to minimize COVID 19 impact on the company. Employees are being encouraged to work-from-home on pan-India basis except those handling essential services. Our investments in digitisation through ERP, e-office, E Tendering etc. are helping us to shift some of our operations to remote working environment, thus, keeping employees safety as top priority during this crisis.”

Early assessment of likely impact on business:

FY20 started well with strong business momentum, with key project wins and focus on timely execution. While the COVID 19 impact on Q4FY20 numbers is yet to be quantified, **we do not expect it to be significant on the top-line for the financial FY20.** We are confident of achieving the outlook given for financial performance of FY20, but some impact can be felt on the new orders and collection performance, as last month of the financial year plays an important role towards improving collections.

To the extent possible, company has tried to negate the impact through remote working. In a major export order from Africa in which RITES had emerged as successful bidder in February 2020, final price negotiations for export value of USD 89.2 million (₹ 678 crore approx.) have been concluded during lockdown period through video conferencing. The contract documentation is likely to be completed soon. Besides this, our order book is sufficient for execution in next 1-2 years. Soon after normal working is possible in our operations, we will attempt to reach full capacity at the earliest, as most of the engineering work by the company is done by in house teams. We are also hopeful that fixed cost during lockdown period can be largely recovered in remaining part of the year and savings through cost reduction wherever possible.

RITES is committed to welfare of the society and in this emergency situation has contributed ₹ 16 crore to PM-CARES Fund. Its employees have also volunteered to contribute two day's Pay for April 2020.

Given the uncertainty, the overall impact in future on the operations of the company and on our client, which may also affect us in turn, is not immediately assessable. Our business model will help us to navigate through these difficult times and gives us confidence to emerge stronger soon.

About RITES Limited:

RITES Limited is a Miniratna (Category – I) Schedule ‘A’ Public Sector Enterprise and a leading player in the transport consultancy and engineering sector in India, having diversified range of services and geographical reach. Company has an experience spanning 45 years and has undertaken projects in over 55 countries including Asia, Africa, Latin America, South America and Middle East regions. RITES Limited is the only export arm of Indian Railways for providing rolling stock overseas (other than Thailand, Malaysia and Indonesia).

For more information contact:

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