

<p>कोल इण्डिया लिमिटेड महारात्न कंपनी 3 तल्ला, कोर-2, प्रेमिसेस-04-एमआर, प्लॉट-ए एफ-III, एक्शन एरिया-1A, न्यूटाउन, राजरहट, कोलकाता-700156 फोन 033-23246510, फेक्स-033-23246510 ईमेल: mviswanathan2.cil@coalindia.in वेबसाइट: www.coalindia.in</p>		<p>Coal India Limited A Maharatna Company (A Govt. of India Enterprise) Regd. Office: 3rd floor, Core-2 Premises no-04-MAR, Plot no-AF-III, Action Area-1A, Newtown, Rajarhat, Kolkata-700156 PHONE: 033-2324-6526, FAX: 033-23246510 E-MAIL: mviswanathan2.cil@coalindia.in WEBSITE: www.coalindia.in CIN- L23109WB1973GOI028844</p>
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Dated:17.07.20

To,
Listing Department,
Bombay Stock Exchange Limited,
14th Floor, P.J. Towers, Dalal Street,
Mumbai – 400 001
Scrip Code 533278

To,
Listing Department,
National Stock Exchange of India Limited,
Exchange Plaza, Bandra Kurla Complex,
Bandra (E), Mumbai – 400 051.
Ref: ISIN – INE522F01014

Sub: - Disclosure of material impact of CoVID 19 pandemic as per the SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020.

Dear Sir,

With reference to above circular the material impact of Covid-19 pandemic in CIL and its Subsidiaries companies are enclosed herewith.

This is for your information and records. This is being sent as per Regulation 30 of SEBI LoDR, 2015.

Yours faithfully,

M. Viswanathan
17/7/20.

(M. Viswanathan/एम.विस्वनाथन)

Company Secretary/कंपनीसचिव
& Compliance Officer/कम्प्लायंसऑफिसर

Encl: as above

Impact on Coal Production

Period from 15th March 2020 to 31st March 2020.

Coal India had produced 51.32 Mte of coal during this period. One day “Janata Curfew” was observed on 22nd March 2020 and subsequently lockdown was declared from 25th March 2020. Despatch of coal was adversely affected in last week of March 2020 resulting into mounting coal stock at pithead. Coal stock as on 31st March 2020 was 74.629 Mte compared to 54.155 Mte on 31st March 2019. Restriction imposed on movement of vehicles, badly affected supply of explosives in the mines. Further, disruption in movement affected availability of manpower, spares parts for HEMM which impacted the production at the mines.

Period from 1st April 2020 to 30th June 2020

Coal India had produced 121.01 Mte of coal during this period compared to 136.94 during the last year same period. The continued lockdown during this period had an adverse impact on coal dispatch from CIL. With decrease in power demand by about 30% and shut down of many of the industries in non-power sector due to lockdown, the offtake of CIL decreased to 120.62 Mte compared to 153.49 Mte during the last year same period. Pithead stock on 31st May 2020 reached up to 78.093 Mte during this period. The stock at Power plant end also remained high during this period.

Supply of explosives affected due to restriction in interstate movement. The explosive supplier faced the problem of raw material and other logistics for manufacturing of explosives, which in turn affected timely supply of explosives to the subsidiary companies of CIL.

Operations in major coalfields like Korba and Ib valley were disrupted due to declaration of Red zone in some of the areas of these coalfields.

Contractual as well as departmental production during this period affected due to shortage of manpower due to restriction in movement. Downtime of the machines increased due to non-availability of spares due to restriction in interstate transport. Consignment of HEMM like dozer, grader, dumper and excavator could not be delivered on time.

As there was less demand of coal during this period, efforts were made to maximize OB Removal. CIL achieved OBR of 330.60 Mcum during this period compared to 300.99 Mcum during the last year same period with an increase of 29.71 Mcum, registering a growth of 9.8%.

Period from 1st July 2020 to 30th Sep' 2020

Coal production from 1st July' 20 till 16th July 2020 is 18.05 Mte against the last year same period production 19.61 Mt. The subdued demand because of continued effect of COVID 19 has adverse impact on offtake of coal which in turn affecting the production. The coal production in some of the major mines is still affected due to high coal stock and less coal offtake. Pithead stock of CIL as on 16th July 2020 is 72.88 Mte compared to 33.17 Mte during the last year same period.

Due to continuing lockdown and various guidelines issued by Central and State Governments, normalcy has not been restored yet, affecting coal production and despatch. The situation in this quarter is likely to remain uncertain as some states are declaring fresh lockdown.

However, with concentrated efforts, a growth of 16.7 % was registered in OB removal during the period 1st Jul'20 to 16th Jul'20 compared to the last year same period.

Impact on coal off-take

For the period from 15th March' 20 to 31st March'20 CIL offtake was 29.13 Mte against last year same period offtake of 32.08 Mte i.e a reduction of 2.95 Mte. This reduction was entirely due to COVID-19 restrictions. For the 1st quarter 2020-21, CIL offtake was 120.62 Mte against the last year same period offtake of 153.49 Mte. i.e a reduction of 32.87 Mte. This was mainly due to less demand from power sector as well as closure of many industries in non-regulated sector due to COVID-19, even though company had an opening stock of 74.63 Mte as on 1st April' 2020. The offtake from 1st July' 20 to 16th July' 20 was 20.45 Mt against the last year same period offtake of 24.05 Mte i.e a reduction of 3.06 Mte.

Measures taken for Ease of Doing Business

The following initiatives/measures have been taken to ramp up the demand of coal under ease of doing business.

- **To help improve PLF of power plants, minimum assured level of supply under FSAs increased from 75% to 80% of ACQ.**

It has been the request of Power Producers that the minimum assured level (trigger) level of supplies under the FSAs should be raised from 75% of ACQ. In view of higher level of stocks at the pitheads and higher level of production planned for 2020-21, it has been decided to raise the minimum assured level of supplies for the year 2020-21 from 75% of ACQ to 80%. This shall assure higher level of domestic coal to the power plants working on higher levels of PLF and needing more coal. This move is also aimed at reducing the dependence on import of coal.

- **To reduce financial stress, levy of Performance Incentive for Power Sector under FSAs waived off for Q1 and Q2 of FY 2020-21.**

FSAs has provision for payment of Performance Incentive (PI) to Coal Companies as an incentive for improved levels of supplies beyond 90% of ACQ. CIL has decided to waive of the levy of PI for the Power Sector consumers for first two quarters of 2020-21.

This will boost despatches to power sector as there is inadequate demand of coal. Provision has been made for its review after Sept. 20' depending upon the revival of demand.

- **To address liquidity crunch, Usance LC facility introduced for Power and NRS consumers.**

FSAs with Power Sector and Non-Regulated Sector (NRS) consumers under linkage auction route had provisions for advance payment or payment through Irrevocable Revolving Letter of Credit (IRLC). In view of liquidity crunch faced by the coal consuming Sectors, decision has been taken to extend Usance LC also as a mode of payment, which shall help the consumers to available credit facility from their bankers.

- **To reduce financial stress, Reserve Price under all e-auction schemes brought down at par with Notified Price upto 2nd quarter of FY 2020-21.**

In a major step to reduce the financial stress to the consumers due to impact of COVID-19, the Reserve Price of coal offered under all the schemes of e-Auction has been reduced and has now been brought at par with the Notified Price of coal up to the second quarter of 2020-21. In view of slump in demand of coal this measure is expected to boost despatches as well as liquidation of stock.

- **Flexibility to consumers for change of mode from Road to Rail and Rail to Road**

Road transportation is the worst affected due to COVID-19 related lockdowns. Hence, consent have been granted to those consumers who have sought shifting of the mode of transportation from Road to Rail. The dispensation for change of mode from Rail to Road is already available.

- **Import Substitution**

Taking advantage of the higher level of pithead stocks and higher levels of production planned for current fiscal, initiative for import substitution of coal shall be further intensified. It shall help the Nation to save the outflow of foreign exchange and also improve the outlet for domestic coal.

In addition to above, timelines have also been extended for deposit of payments by e-auction / FSA consumers. Due to breakdown of COVID-19 in the country, CIL is endeavouring to provide all possible relief measures to its consumers to ramp up the demand.

Other measures taken to combat Covid-19.

1. Stopped attendance through Biometric Attendance System.
2. Avoiding gathering
 - i. Meetings through Video Conferencing
 - ii. Staggered timing for employees attending office
 - iii. Closure of Schools under command areas of Subsidiaries
3. Identification of hospitals/dispensaries for isolation centres.
4. Constitution of team of Doctors including doctors who attended National seminar on COVID-19 to monitor the situation.
5. Restricting physical movement of paper and people. Use of e-office, email or other electronic mode of communication to the maximum extend.
6. Public health messages and awareness programs.
7. Sanitization of workplace, application of 1% Sodium hypochlorite.
8. Arrangement of Sanitizers, masks, hand gloves etc. for employees as well as general public.
9. Thermal Screening of employees.
10. Closure of community centres/clubs, Parks, Gyms, grounds; religious places etc.
11. Restriction of OPD in Hospitals.
12. Self-declaration from employees about their travel history.
13. Advisory for isolation of employees, their wards, relatives etc. with travel history
14. Procurement of drugs for Corona Isolation Ward patients.
15. Procurement of items to combat Corona epidemic through committee purchase.

16. Stitching of masks.
17. Procurement of ventilators.
18. Earmarking ambulance to carry Corona suspected patient.
19. Promoted regular use of Aarogya Setu Mobile App among all employees.

ADDITIONAL MEASURES TAKEN BY THE COMPANY

1. Coal India Ltd. has contributed an amount of Rs. 221 crores to the 'PM Cares Fund' to fight the COVID19 pandemic including employees contribution of one day's salary amounting Rs. 61 crores

CIL's subsidiary company, NCL contributed Rs 20 Crores to Madhya Pradesh CM relief fund, SECL Contributed Rs 10 crore to Chhattisgarh State Disaster Management Authority, CCL contributed Rs 20 crores to Jharkhand State Disaster Management Authority and CIL contributed Rs 20 crores to West Bengal Disaster Management Authority and WCL contributed Rs. 20 Crores to Maharashtra State Disaster Management Authority.

2. Full Payment of salary / wages by the Contractors to their workers during the lockdown period.
3. CIL and its subsidiaries have distributed 2, 75,837 cooked food packets and 1, 32,754 packed rations to downtrodden and needy, during the lockdown period.
4. Coal India's 35 hospitals spread across eight coal producing states have set aside 1053 beds for corona suspected cases and corona positive cases.

Central Hospital of Bharat Coking Coal Ltd. in Dhanbad, Jharkhand, Central Hospital, Gandhinagar, Jharkhand and Regional Hospital, Ramgarh of Central Coalfields Ltd, Jharkhand has been converted to COVID hospital and handed over to State Government to treat the patients. A 50 bedded main hospital of South Eastern Coalfields Ltd. in Korba, Chhattisgarh has been converted to COVID hospital and handed over to State Government of Chhattisgarh to fight COVID. Mahanadi Coalfields Ltd. has fully funded a state-of-the-art 500 bedded SUM – COVID Hospital in Bhubaneswar, Odisha. In addition SECL has contributed Rs 4.08 crores for upgradation of District hospital, Bilaspur to 100 bedded exclusive COVID treatment centre. Further SECL also contributed Rs 4.19 crores for upgradation of Government Medical College, Ambikapur to 100 bedded exclusive COVID treatment centre.

5. CIL subsidiaries has distributed 12,99,650 masks and 46,264.7 litres of hand sanitizer to its employees and people living in and around its operation areas to fight COVID19.
6. Subsidiaries of CIL have procured N95 masks, ventilators, PPE suits, thermal scanners & oxygen cylinders to help fight the COVID pandemic.
7. CIL has also introduced a policy to engage medical consultants / retired paramedics to fight COVID19 on contractual basis.
8. Uses of State-of-the-art-technology 'Fog Cannons' are being pressed into service to sanitize residential colonies, camps of contract workers and neighbouring villages.