



November 7, 2019

The Manager, Listing Department  
National Stock Exchange of India Ltd  
'Exchange Plaza', C 1, Block G  
Bandra – Kurla Complex, Bandra (E)  
Mumbai 400 051

Dear Sir/Madam,

**Sub: Unaudited Financial Results for the Quarter and Half year ended September 30, 2019 – reg.**

**Ref: Symbol - PRECOT Series - EQ**

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith the unaudited financial results of the company for the quarter and half year ended September 30, 2019, as approved by the Board of directors at their meeting held today along with Limited Review Report of the Statutory Auditors of the company.

The Board meeting commenced at 11.30 AM and concluded by 1.10 PM.

Please take the information on records.

Thanking you,

Yours truly,

**For Precot Meridian Limited**

**S Kavitha**

**Company Secretary**

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**PRECOT MERIDIAN LIMITED**

Regd Office : SUPREM, PB 7161, Green Fields, Puliakulam Road, Coimbatore 641 045, Tamilnadu, India.  
Tel : 0091 - 422 - 4321100 Fax : 0091 - 422 - 4321200 Email : co@precot.com  
CIN : L17111TZ1962PLC001183 Website : www.precot.com



Precot Meridian Limited (CIN: L17111TZ1962PLC001183)														
SUPREM, 737 Puliakulam Road, Green fields, Coimbatore - 641 045, Tel: 0422 - 4321100 Fax: 0422 - 4321200 Email: secretary@precot.com Website: www.precot.com														
Statement of unaudited financial results for the Quarter ended 30-September-19														
												₹ in lakhs		
S.No	Particulars	Standalone						Consolidated						
		Quarter ended			Half Year ended			Quarter ended			Half Year ended			Year ended
		30/Sep/19	30/Jun/19	30-Sep-18	30-Sep-19	30-Sep-18	31-Mar-19	30-Sep-19	30-Jun-19	30-Sep-18	30-Sep-19	30-Sep-18	31-Mar-19	
		Unaudited			Unaudited			Audited	Unaudited			Unaudited		
1	Income from operations													
	(a) Revenue from operations	17,411	17,877	20,289	35,288	39,186	75,694	17,411	17,877	20,289	35,288	39,186	75,694	
	(b) Other operating revenue	759	773	793	1,532	1,603	3,318	759	773	793	1,532	1,603	3,318	
	(c) Other income	93	213	90	306	181	629	93	213	90	306	181	629	
	Total Income	18,263	18,863	21,172	37,126	40,970	79,641	18,262	18,862	21,172	37,126	40,970	79,641	
2	Expenses													
	(a) Cost of materials consumed	10,761	11,481	11,952	22,242	22,364	46,065	10,761	11,481	11,952	22,242	22,364	46,065	
	(b) Purchase of stock in trade	127	175	775	302	2,265	2,906	127	175	775	302	2,265	2,906	
	(c) Changes in inventories of finished goods, stock in trade and work-in-progress	199	(588)	(583)	(389)	(670)	(1,725)	199	(588)	(583)	(389)	(670)	(1,725)	
	(d) Employee benefits expense	1,914	1,955	1,890	3,869	3,711	7,691	1,914	1,955	1,890	3,869	3,711	7,691	
	(e) Finance costs	961	961	1,025	1,922	2,059	4,053	961	961	1,025	1,922	2,059	4,053	
	(f) Depreciation and amortisation expense	809	803	778	1,612	1,558	3,137	809	803	778	1,612	1,558	3,137	
	(g) Other expenses	4,355	4,219	5,134	8,574	9,361	18,341	4,355	4,219	5,134	8,574	9,361	18,341	
	Total expenses	19,126	19,006	20,971	38,132	40,648	80,468	19,126	19,003	20,971	38,132	40,648	80,468	
3	Profit / (Loss) before exceptional items and tax (1-2)	(863)	(143)	201	(1,006)	322	(827)	(863)	(142)	201	(1,006)	322	(827)	
4	Exceptional items	-	-	-	-	-	-	-	-	-	-	-	-	
5	Profit / (Loss) before tax (3+4)	(863)	(143)	201	(1,006)	322	(827)	(863)	(142)	201	(1,006)	322	(827)	
6	Tax expenses	357	-	21	357	46	-	357	-	21	357	46	-	
	Current tax	-	-	21	-	46	-	-	-	21	-	46	-	
	For earlier years	357	-	-	357	-	-	357	-	-	357	-	-	
	MAT credit entitlement / (written off)	-	-	-	-	-	-	-	-	-	-	-	-	
	Deferred Tax	-	-	-	-	-	-	-	-	-	-	-	-	
7	Profit / (Loss) for the period (5-6)	(1,220)	(143)	180	(1,363)	276	(827)	(1,220)	(142)	180	(1,363)	276	(827)	
8	Other Comprehensive Income													
	A (i) Items that will not be reclassified to profit or Loss	(28)	(38)	5	(66)	(15)	44	(28)	(38)	5	(66)	(15)	44	
	(ii) Income tax relating to items that will not be reclassified to profit or Loss													
	B (i) Items that will be reclassified to profit or Loss	-	-	-	-	-	-	-	-	-	-	-	-	
	(ii) Income tax relating to items that will be reclassified to profit or Loss													
9	Total Comprehensive Income for the period (7+8)	(1,248)	(181)	185	(1,429)	261	(783)	(1,248)	(179)	185	(1,429)	261	(783)	
10	Paid-up equity share capital (Face value Rs. 10/- each)	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200	
11	Earnings Per Share (EPS) (Basic & Diluted) of Rs. 10/-each (not annualised)	(10.16)	(1.19)	1.50	(11.36)	2.30	(6.89)	(10.16)	(1.18)	1.50	(11.36)	2.30	(6.89)	
12	Earnings Per Share (EPS) (Basic & Diluted) of Rs. 10/-each (not annualised)													

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STATEMENT OF ASSETS AND LIABILITIES				
Particulars		Standalone		Consolidated
ASSETS		30-Sep-19	31-Mar-19	30-Sep-19 31-Mar-19
(1)	<b>Non-current Assets</b>			
	( a ) Property, Plant and Equipment	45,127	48,723	47,549 51,145
	( b ) Capital work-in-progress	298	236	298 236
	( c ) Intangible assets	18	26	18 26
	( d ) Financial Assets			
	(i) Investments	2,222	1,845	2,212 1,835
	(ii) Loans	744	726	672 654
	( e ) Other non-current assets	298	868	298 868
	<b>Total Non Current Assets</b>	<b>48,707</b>	<b>52,424</b>	<b>51,047 54,764</b>
(2)	<b>Current assets</b>			
	( a ) Inventories	15,175	13,275	15,175 13,275
	( b ) Financial Assets			
	(i) Trade receivables	7,657	7,980	7,657 7,980
	(ii) Cash and cash equivalents	202	69	203 69
	(iii) Bank balances other than (ii) above	721	721	721 721
	(iv) Loans	51	55	51 55
	(v) Other Financial Assets	33	55	33 55
	( c ) Other current assets	2,275	1,800	2,275 1,800
	Non Current Assets held for sale	2,740	-	2,740 -
	<b>Total Current Assets</b>	<b>28,854</b>	<b>23,955</b>	<b>28,855 23,955</b>
	<b>TOTAL ASSETS</b>	<b>77,561</b>	<b>76,379</b>	<b>79,902 78,719</b>
	<b>EQUITY AND LIABILITIES</b>			
	<b>EQUITY</b>			
	( a ) Equity Share capital	1,200	1,200	1,200 1,200
	( b ) Other Equity	28,597	30,026	30,937 32,366
	<b>Total Equity</b>	<b>29,797</b>	<b>31,226</b>	<b>32,137 33,566</b>
(1)	<b>LIABILITIES</b>			
	<b>Non-current liabilities</b>			
	( a ) Financial Liabilities			
	(i) Borrowings	12,237	14,666	12,237 14,666
	(ii) Other financial liabilities	290	357	290 357
	( b ) Provisions	2,275	2,168	2,275 2,168
	( c ) Other non-current liabilities	320	362	320 362
	<b>Total Non Current Liabilities</b>	<b>15,122</b>	<b>17,553</b>	<b>15,122 17,553</b>
(2)	<b>Current liabilities</b>			
	( a ) Financial Liabilities			
	(i) Borrowings	16,821	17,740	16,821 17,740
	(ii) Trade payables	6,769	2,905	6,769 2,905
	(iii) Other financial liabilities	5,384	5,958	5,384 5,958
	( b ) Other current liabilities	3,478	841	3,478 841
	( c ) Provisions	190	156	190 156
	<b>Total Current Liabilities</b>	<b>32,642</b>	<b>27,600</b>	<b>32,642 27,600</b>
	<b>TOTAL LIABILITIES</b>	<b>47,764</b>	<b>45,153</b>	<b>47,764 45,153</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>77,561</b>	<b>76,379</b>	<b>79,901 78,719</b>



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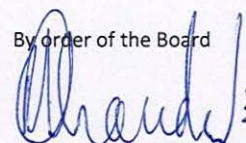
CASH FLOW STATEMENT	Standalone		Consolidated	
	30th September 2019	30th September 2018	30th September 2019	30th September 2018
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>				
Total Comprehensive Income	(1,429)	261	(1,429)	261
Adjustments for :				
Depreciation and amortization expense	1,612	1,558	1,612	1,558
Bad Debts Written off	23	1	23	1
Provision for Bad & Doubtful Debts	(26)	(1)	(26)	(1)
Provision for doubtful advances	(4)	10	(4)	10
(Profit)/Loss on Sale of Assets	(1)	(15)	(1)	(15)
Interest Income	(137)	(121)	(137)	(121)
Interest Payment	1,922	2,059	1,922	2,059
Exchange Fluctuation (Gain) / Loss on Re-statement	(90)	769	(90)	769
	<b>3,299</b>	<b>4,261</b>	<b>3,299</b>	<b>4,261</b>
<b>Operating Profit before working capital changes</b>	<b>1,870</b>	<b>4,522</b>	<b>1,870</b>	<b>4,522</b>
Adjustments for :				
(Increase) / Decrease in Inventories	(1,900)	3,613	(1,900)	3,613
(Increase) / Decrease in Trade Receivables	359	(881)	359	(881)
(Increase) / Decrease in Other Financial Assets	12	6	12	6
(Increase) / Decrease in Other Assets	(115)	(1,011)	(115)	(1,011)
Increase / (Decrease) in Trade Payable	3,844	(2,029)	3,844	(2,029)
Increase / (Decrease) in Provisions	141	109	141	109
Increase / (Decrease) in Other Financial Liabilities	336	518	336	518
Increase / (Decrease) in Other Liabilities	2,595	(76)	2,595	(76)
	<b>5,272</b>	<b>248</b>	<b>5,272</b>	<b>248</b>
<b>Cash generated from Operations</b>	<b>7,142</b>	<b>4,771</b>	<b>7,142</b>	<b>4,771</b>
Direct Taxes Refund / (Payable)	319	39	319	39
<b>Net Cash Flow from operating activities</b>	<b>7,461</b>	<b>4,809</b>	<b>7,460</b>	<b>4,809</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>				
Purchase of Property, Plant and Equipment (Including WIP)	(811)	(393)	(811)	(393)
Advance settled for purchase of Property, Plant and Equipment	(110)	(50)	(110)	(50)
Sale of Property, Plant and Equipment	3	88	3	88
Interest Received	137	121	137	121
<b>Net Cash flow from / (used in) Investing activities</b>	<b>(781)</b>	<b>(234)</b>	<b>(781)</b>	<b>(234)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES:-</b>				
Unclaimed dividends paid	(0)	-	(0)	(0)
Interest Paid (Net)	(1,939)	(2,063)	(1,939)	(2,063)
Repayment of Long Term Borrowings	(3,019)	839	(3,019)	839
Proceeds / (Repayments) of Unsecured Loan	(2,069)	(2,551)	(2,069)	(2,551)
Payment of Transaction costs related to Borrowings	(660)	(904)	(660)	(904)
Proceeds / (Repayments) of loans repayable on demand	1,141	(34)	1,141	(34)
Swap Settlement Expenses	-	-	-	-
<b>Net Cash Flow used in Financing Activities</b>	<b>(6,546)</b>	<b>(4,712)</b>	<b>(6,546)</b>	<b>(4,712)</b>
<b>Net Increase/Decrease in Cash and Cash Equivalent</b>	<b>134</b>	<b>(137)</b>	<b>134</b>	<b>(137)</b>
Cash and Bank Balances as at				
01.04.2019 and 01.04.2018 (Opening balance)	789	872	790	872
Less: Bank balances not considered as Cash and Cash Equivalents as per Accounting Standard 3	721	634	721	634
Cash and Cash Equivalents as at				
30.09.2019 and 30.09.2018 (Closing balance)	202	101	203	101



## Notes

- 1 The above unaudited results have been subject to limited review by the statutory auditors, reviewed by the audit committee and approved by the board at its meeting held on 07-Nov-19.
- 2 The operations of the company primarily relate to only one reportable operating segment namely Textiles. Hence the results are reported under one segment as per Ind AS 108 - "Operating Segments".
- 3 The Board has taken a decision to dispose of its property comprising of land and building situated at No. 737, Green Fields, Puliyakulam Road, Coimbatore. Consequently these Assets have been classified as Non-current assets held for sale in accordance with IND AS 105 – "Non Current Assets held for sale and Discontinued Operations". These assets do not meet the definition of discontinued operation as per IND AS 105
- 4 Other Income includes foreign exchange gain arising out of restatement of foreign currency assets and liabilities amounting to ₹ 26.20 Lakhs for the current three months ended 30.09.2019 and ₹ 89.60 Lakhs for the current half year ended 30.09.2019.
- 5 The consolidated financial results for the Half year ended Sep 30,2018 and Quarter ended Sep 30,2018 were not subjected to limited review by the Statutory Auditors of the Company and are as prepared by the Management.
- 6 The standalone and consolidated statement of cash flow for the half year ended 30 September 2018 as reported in these financial results have been approved by the Company's Board of Directors, but have not been subjected to review by the auditors.
- 7 Figures for the earlier period have been regrouped / reclassified to correspond to the figures for the current period.

Place : Coimbatore  
Date : 07-Nov-2019

By order of the Board  
  
Ashwin Chandran (DIN : 00001884)  
Chairman & Managing Director



**Precot Meridian Limited (CIN: L17111TZ1962PLC001183)**

Regd.Office: SUPREM, 737, Puliakulam Road, Green Fields, Coimbatore - 641045.

Tel: 0422-4321100 Fax: 0422-4321200 Website:www.precot.com Email: secretary@precot.com

**Statement of unaudited financial results for the quarter ended 30-September-19**

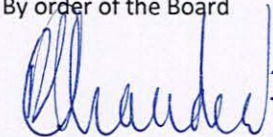
Particulars	₹ Lakhs					
	Standalone			Consolidated		
	Quarter ended	Corresponding 3 months ended in the previous year	Half year ended	Quarter ended	Corresponding 3 months ended in the previous year	Half year ended
	30/Sep/19	30/Sep/18	30/Sep/19	30/Sep/19	30/Sep/18	30/Sep/19
	Unaudited			Unaudited		
Total income from operations (net)	18,263	21,172	37,126	18,262	21,172	37,126
Net profit/(Loss) for the period (before tax and exceptional items)	(863)	201	(1,006)	(863)	201	(1,006)
Net profit/(Loss) for the period before tax (after exceptional items)	(863)	201	(1,006)	(863)	201	(1,006)
Net profit/(Loss) for the period after tax (after exceptional items)	(1,220)	180	(1,363)	(1,220)	180	(1,363)
Total Comprehensive income for the period (comprising profit / (loss) for the period (after tax) and other Comprehensive income (after tax) )	(1,248)	185	(1,429)	(1,248)	185	(1,429)
Equity Share Capital	1,200	1,200	1,200	1,200	1,200	1,200
Earnings Per Share of Rs.10/- each)Basic & Diluted	(10.16)	1.50	(11.36)	(10.16)	1.50	(11.36)

**Notes:**

The above is an extract of the detailed format of the financial results filed with the Stock Exchanges under regulation 33 of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015. The full format of the financial results are available on the company's website (www.precot.com) and Stock Exchange website (www.nseindia.com).

Place : Coimbatore  
Date : 07-Nov-2019

By order of the Board



Ashwin Chandran (DIN : 00001884)  
Chairman & Managing Director



**Limited Review Report on the Unaudited Standalone Financial Results for the period ended 30<sup>th</sup> September 2019 pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015**

**To the Board of Directors  
Precot Meridian Limited**


We have reviewed the accompanying Statement of unaudited financial results of **PRECOT MERIDIAN LIMITED** for the period ended 30<sup>th</sup> September 2019 ("the statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

Attention is drawn to Note 6 of the Statement which states that the statement of cash flows for the corresponding six months ended 30 September 2018, as reported in the accompanying Statement have been approved by the Company's Board of Directors but have not been subjected to review.

We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

**For V K S Aiyer & Co**  
Chartered Accountants  
ICAI FRN 000066S

  
**V.S. SRINIVASAN,**  
Partner

Membership No.13729

UDIN: 19013729 AAAA1M4462



Place: Coimbatore

Date: 07-11-2019.



**Limited Review Report on the Unaudited Consolidated Financial Results for the period ended 30<sup>th</sup> September, 2019 pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015**

**To the Board of Directors  
Precot Meridian Limited**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of **Precot Meridian Limited** ("the Holding Company") its subsidiary (the Holding Company and its subsidiary together referred to as 'the Group') for the period ended 30<sup>th</sup> September 2019 ("the Statement"), being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, read with Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. This Statement which is the responsibility of the Holding Company's Management and approved by the Board of Directors, has been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" as prescribed under Section 133 of Companies Act, 2013 ("the Act") read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of the Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

3. The Statement includes the results of the following entity:

Name of the Entity	Nature of the Entity	% of holding
Suprem Associates	Partnership Firm	99%

4. The Statement includes the interim financial results and other financial information of a subsidiary whose interim financial results/information reflects total revenues of Rs. Nil, total net Profit/loss after tax of Rs. Nil and total comprehensive income of Rs. Nil for the period ended 30<sup>th</sup> September 2019 which are certified by the management and not subject to review. According to the information and explanations given to us by the Management, these interim financial results and other financial information are not material to the Group.

Our conclusion on the Statement is not modified in respect of the above matter.

We also draw attention to the fact that the consolidated figures for the corresponding quarter and half year ended 30.09.2018, as reported in the financial results have been approved by the Company's Board of Directors, but have not been subjected to review.



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Coimbatore - 641 011

5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with aforesaid accounting standard and other recognized accounting practices and policies have not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **V K S Aiyer & Co**  
Chartered Accountants  
ICAI FRN 000066S

*V.S. Srinivasan*

**V.S.SRINIVASAN,**  
Partner  
Membership No.13729  
UDIN: *19013729AAAIN 9024*



Place : Coimbatore  
Date : 07-11-2019