



August 12, 2020

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 ended June 30, 2020 – 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 ended June 30, 2020, 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 10.30 AM and concluded by 11.00 AM.

Please take the information on records.

Thanking you,

Yours truly,

**For Precot Meridian Limited**

**S Kavitha**  
**Company Secretary**

**PRECOT MERIDIAN LIMITED**

SF No. 559/4, D Block, 4th Floor, Hanudev Info Park, Nava India Road, Udaiyampalayam, Coimbatore-641 028  
Tel : 0091 - 422 - 4321100 Fax : 0091 - 422 - 4321200 Email : co@precot.com  
CIN : L17111TZ1962PLC001183 Website : www.precot.com



## Statement of unaudited financial results for the Quarter ended 30-June-20

₹ in lakhs

S.No	Particulars	Standalone				Consolidated			
		Quarter ended			Previous year ended	Quarter ended			Previous year ended
		30-Jun-20	31-Mar-20	30-Jun-19	31-Mar-20	30-Jun-20	31-Mar-20	30-Jun-19	31-Mar-20
		Unaudited			Audited	Unaudited			Audited
1	<b>Income from operations</b>								
	(a) Revenue from operations	8,630	17,470	17,877	69,655	8,630	17,470	17,877	69,655
	(b) Other operating revenue	250	661	773	2,957	250	661	773	2,957
	(c) Other income	123	60	188	439	123	60	188	439
	<b>Total Income</b>	<b>9,003</b>	<b>18,191</b>	<b>18,838</b>	<b>73,051</b>	<b>9,003</b>	<b>18,191</b>	<b>18,838</b>	<b>73,051</b>
2	<b>Expenses</b>								
	(a) Cost of materials consumed	4,417	9,036	11,481	41,519	4,417	9,036	11,481	41,519
	(b) Purchase of stock in trade	77	90	175	476	77	90	175	476
	(c) Changes in inventories of finished goods, stock in trade and work-in-progress	502	1,194	(588)	1,015	502	1,194	(588)	1,015
	(d) Employee benefits expense	1,327	1,555	1,930	7,164	1,327	1,555	1,930	7,164
	(e) Finance costs	805	1,106	961	3,233	805	1,106	961	3,233
	(f) Depreciation and amortisation expense	839	845	803	3,274	839	845	803	3,274
	(g) Other expenses	2,149	4,445	4,219	17,666	2,149	4,445	4,219	17,666
	<b>Total expenses</b>	<b>10,116</b>	<b>18,271</b>	<b>18,981</b>	<b>74,347</b>	<b>10,116</b>	<b>18,271</b>	<b>18,981</b>	<b>74,347</b>
3	Profit / (Loss) before exceptional items and tax (1-2)	(1,113)	(80)	(143)	(1,296)	(1,113)	(80)	(143)	(1,296)
4	Exceptional items	-	-	-	-	-	-	-	-
5	<b>Profit / (Loss) before tax (3+4)</b>	<b>(1,113)</b>	<b>(80)</b>	<b>(143)</b>	<b>(1,296)</b>	<b>(1,113)</b>	<b>(80)</b>	<b>(143)</b>	<b>(1,296)</b>
6	<b>Tax expenses</b>								
	Current tax	-	357	-	357	-	357	-	357
	For earlier years	-	(357)	-	-	-	(357)	-	-
	MAT credit entitlement / (written off)	-	-	-	-	-	-	-	-
	Deferred Tax	-	-	-	-	-	-	-	-
7	<b>Profit / (Loss) for the period (5-6)</b>	<b>(1,113)</b>	<b>(80)</b>	<b>(143)</b>	<b>(1,653)</b>	<b>(1,113)</b>	<b>(80)</b>	<b>(143)</b>	<b>(1,653)</b>
8	<b>Other Comprehensive Income</b>								
	A (i) Items that will not be reclassified to profit or Loss	(28)	(810)	(38)	(898)	(28)	(810)	(38)	(898)
	(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	<b>Total Comprehensive Income for the period (7+8)</b>	<b>(1,141)</b>	<b>(890)</b>	<b>(181)</b>	<b>(2,551)</b>	<b>(1,141)</b>	<b>(890)</b>	<b>(181)</b>	<b>(2,551)</b>
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
11	Earnings Per Share (EPS) (Basic & Diluted) of Rs. 10/-each (not annualised)	(9.27)	(0.66)	(1.19)	(13.78)	(9.27)	(0.66)	(1.19)	(13.78)





**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 12-Aug-20.
- 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 Other Expenses includes foreign exchange loss arising out of restatement of foreign exchange assets and liabilities amounting to ₹ 207.56 lakhs.
- 4 As a result of the nationwide lockdown imposed by the Government of India due to outbreak of Covid-19 pandemic, the business operations of the Company were temporarily disrupted at its various manufacturing locations impacting production and sales from the second half of March 2020 and continued for most part of the 1st quarter. Since then, the operations have been gradually resuming in line with the Government of India directives issued in this regard. Based on the current indicators of future economic conditions, the management expects to recover the carrying amount of inventories, trade receivables and other financial assets. The management will continue to closely monitor any material changes to future economic conditions. Given the uncertainties, the final impact of the global health pandemic may differ from that estimated as at the date of approval of these financial results.
- 5 Figures for the earlier period have been regrouped / reclassified to correspond to the figures for the current period.
- 6 The figures of the quarter ended March 31, 2020 are the balancing figures between the audited figures for the full financial year and unaudited year to date figures upto the third quarter of the respective financial year.

Place : Coimbatore  
Date : 12-Aug-2020



By order of the Board

Ashwin Chandran (DIN : 00001884)  
Chairman & Managing Director

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

SF No.559/4, D Block, 4th Floor, Hanudev Info Park, Nava India Road, Udayampalayam, Coimbatore - 641 028  
Tel: 0422-4321100 Fax: 0422-4321200 Website:www.precot.com Email: secretary@precot.com

**Statement of unaudited financial results for the Quarter ended 30-June-20**

Particulars	₹ Lakhs					
	Standalone			Consolidated		
	Quarter ended	Corresponding 3 months ended in the previous year	Previous year ended	Quarter ended	Corresponding 3 months ended in the previous year	Previous year ended
	30/Jun/20	30/Jun/19	31/Mar/20	30/Jun/20	30/Jun/19	31/Mar/20
	Unaudited		Audited	Unaudited		Audited
Total income from operations (net)	9,003	18,838	73,051	9,003	18,838	73,051
Net profit/(Loss) for the period (before tax and exceptional items)	(1,113)	(143)	(1,296)	(1,113)	(143)	(1,296)
Net profit/(Loss) for the period before tax (after exceptional items)	(1,113)	(143)	(1,296)	(1,113)	(143)	(1,296)
Net profit/(Loss) for the period after tax (after exceptional items)	(1,113)	(143)	(1,653)	(1,113)	(143)	(1,653)
Total Comprehensive income for the period (comprising profit / (loss) for the period (after tax) and other Comprehensive Income (after tax) )	(1,141)	(181)	(2,551)	(1,141)	(181)	(2,551)
Equity Share Capital	1,200	1,200	1,200	1,200	1,200	1,200
Earnings Per Share of Rs.10/- each)Basic & Diluted	(9.27)	(1.19)	(13.78)	(9.27)	(1.19)	(13.78)

**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).



By order of the Board

Ashwin Chandran (DIN : 00001884)  
Chairman & Managing Director

Place : Coimbatore  
Date : 12-Aug-2020



**Independent Auditor's Review Report on Review of Interim Standalone Financial Results**

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

1. We have reviewed the accompanying Statement of unaudited financial results of **PRECOT MERIDIAN LIMITED** ("the Company") for the quarter ended 30<sup>th</sup> June 2020 ("the statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This statement which is the responsibility of the Company's Management and has been approved by the Board of Directors, has been prepared in accordance with recognition and measurement principles laid down in the Indian Accounting Standard 34 - "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the 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 these financial statements based on our review.
3. 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.
4. 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

**Kaushik Sidartha**  
Partner

Membership No.217964

UDIN: 20217964AAAADB3949



Place: Coimbatore

Date: 12<sup>th</sup> August 2020

**Independent Auditor's Review Report on Review of Interim Consolidated Financial Results**

**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 Parent"), its subsidiary (the Parent and its subsidiary together referred to as 'the Group') for the quarter ended 30<sup>th</sup> June 2020 ("the Statement") being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement which is the responsibility of the Parent's Management and approved by the Parent's 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.
3. 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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

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

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

5. We did not review the interim financial information of the subsidiary included in the consolidated unaudited financial results, whose interim financial information reflect total revenue of ₹ Nil, total net profit after tax of ₹ Nil and total comprehensive income of ₹ Nil for the quarter ended 30<sup>th</sup> June 2020, as considered in the consolidated unaudited financial results which were furnished by the management and not subject to review. According to the information explanations given to us by the Management, this interim financial information is not material to the group.

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



Coimbatore - 641 011

6. Based on our review conducted and procedures performed as stated in paragraph 2 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, 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



Kaushik Sidartha

Partner

Membership No.217964

UDIN: 20217964AAAADD1264

Place : Coimbatore

Date : 12<sup>th</sup> August 2020