



November 11, 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 and Half year ended September 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 and half year ended September 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 3.20 PM and concluded by 3.50 PM.

Please take the information on records.

Thanking you,

Yours truly,

For Precot Meridian Limited

S Kavitha

Company Secretary

PRECOT MERIDIAN LIMITED

Regd Office : 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



Precot Meridian Limited (CIN: L17111T21962PLC001183)

SF No.559/4, D Block, 4th Floor, Hanudev Info Park, Nava India Road, Udayampalayam, Coimbatore - 641 028

Email: secretary@precot.com Website: www.precot.com

Statement of unaudited financial results for the Half year ended 30-September-2020

₹ in lakhs

S.No	Particulars	Standalone						Consolidated					
		Quarter ended			Half Year ended		Previous year ended	Quarter ended			Half Year ended		Previous year ended
		30-Sep-20	30-Jun-20	30-Sep-19	30-Sep-20	30-Sep-19	31-Mar-20	30-Sep-20	30-Jun-20	30-Sep-19	30-Sep-20	30-Sep-19	31-Mar-20
		Unaudited			Unaudited		Audited	Unaudited			Unaudited		Audited
1	Income from operations												
	(a) Revenue from operations	17,299	8,630	17,411	25,929	35,288	69,655	17,299	8,630	17,411	25,929	35,288	69,655
	(b) Other operating revenue	614	250	759	864	1,532	2,957	614	250	759	864	1,532	2,957
	(c) Other income	79	123	93	202	306	439	79	123	93	202	306	439
	Total Income	17,992	9,003	18,263	26,995	37,126	73,051	17,992	9,003	18,263	26,995	37,126	73,051
2	Expenses												
	(a) Cost of materials consumed	9,128	4,417	10,761	13,545	22,242	41,519	9,128	4,417	10,761	13,545	22,242	41,519
	(b) Purchase of stock in trade	-	77	127	77	302	476	-	77	127	77	302	476
	(c) Changes in inventories of finished goods, stock in trade and work-in-progress	1,215	502	199	1,717	(389)	1,015	1,215	502	199	1,717	(389)	1,015
	(d) Employee benefits expenses	1,784	1,327	1,914	3,111	3,869	7,164	1,784	1,327	1,914	3,111	3,869	7,164
	(e) Finance costs	847	805	961	1,653	1,922	3,233	847	805	961	1,653	1,922	3,233
	(f) Depreciation and amortisation expense	833	839	809	1,672	1,612	3,274	833	839	809	1,672	1,612	3,274
	(g) Other expenses	3,625	2,149	4,355	5,773	8,574	17,666	3,625	2,149	4,355	5,773	8,574	17,666
	Total expenses	17,431	10,116	19,126	27,548	38,132	74,347	17,431	10,116	19,126	27,548	38,132	74,347
3	Profit / (Loss) before exceptional items and tax (1-2)	561	(1,113)	(863)	(553)	(1,006)	(1,296)	561	(1,113)	(863)	(553)	(1,006)	(1,296)
4	Exceptional items	-	-	-	-	-	-	-	-	-	-	-	-
5	Profit / (Loss) before tax (3+4)	561	(1,113)	(863)	(553)	(1,006)	(1,296)	561	(1,113)	(863)	(553)	(1,006)	(1,296)
6	Tax expenses	-	-	357	-	357	357	-	-	357	-	357	357
	Current tax	-	-	-	-	-	-	-	-	-	-	-	-
	For earlier years	-	-	357	-	357	357	-	-	357	-	357	357
	MAT credit entitlement / (written off)	-	-	-	-	-	-	-	-	-	-	-	-
	Deferred Tax	-	-	-	-	-	-	-	-	-	-	-	-
7	Profit / (Loss) for the period (5-6)	561	(1,113)	(1,220)	(553)	(1,363)	(1,653)	561	(1,113)	(1,220)	(553)	(1,363)	(1,653)
8	Other Comprehensive Income												
	A (i) Items that will not be reclassified to profit or Loss												
	(ii) Income tax relating to items that will not be reclassified to profit or Loss	(27)	(28)	(28)	(54)	(66)	(898)	(27)	(28)	(28)	(54)	(66)	(898)
	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)	534	(1,141)	(1,248)	(607)	(1,429)	(2,551)	534	(1,141)	(1,248)	(607)	(1,429)	(2,551)
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)	4.67	(9.27)	(10.17)	(4.60)	(11.36)	(13.78)	4.67	(9.27)	(10.17)	(4.60)	(11.36)	(13.78)



Statement of assets and liabilities:				
Particulars	Standalone		Consolidated	
ASSETS	30-Sep-20	31-Mar-20	30-Sep-20	31-Mar-20
	Unaudited	Audited	Unaudited	Audited
(1) Non-current Assets				
(a) Property, Plant and Equipment	42,566	43,828	44,987	46,249
(b) Right of use Asset	655	724	655	724
(c) Capital work-in-progress	16	139	16	139
(d) Intangible assets	38	42	38	42
(e) Financial Assets				
(i) Investments	1098	1099	1088	1089
(ii) Loans	910	826	838	755
(f) Other non-current assets	194	187	194	187
Total Non Current Assets	45,477	46,845	47,816	49,185
(2) Current assets				
(a) Inventories	8,115	12,432	8,115	12,432
(b) Financial Assets				
(i) Trade receivables	9,204	8,931	9,204	8,931
(ii) Cash and cash equivalents	43	35	43	35
(iii) Bank balances other than (ii) above	774	764	774	764
(iv) Loans	52	56	52	56
(v) Other Financial Assets	50	51	50	51
(c) Other current assets	2,329	1,701	2,329	1,701
Total Current Assets	20,567	23,970	20,567	23,970
TOTAL ASSETS	66,044	70,815	68,384	73,155
EQUITY AND LIABILITIES				
EQUITY				
(a) Equity Share capital	1,200	1,200	1,200	1,200
(b) Other Equity	26,869	27,476	29,209	29,816
Total Equity	28,069	28,676	30,409	31,016
(1) LIABILITIES				
Non-current liabilities				
(a) Financial Liabilities				
(i) Borrowings	10,643	12,265	10,643	12,265
(ii) Other financial liabilities	573	677	573	677
(b) Provisions	1,856	1,800	1,856	1,800
(c) Other non-current liabilities	237	278	237	278
Total Non Current Liabilities	13,309	15,021	13,309	15,021
(2) Current liabilities				
(a) Financial Liabilities				
(i) Borrowings	14,507	17,342	14,507	17,342
(ii) Trade payables	2,030	4,528	2,030	4,528
(iii) Other financial liabilities	7,327	4,436	7,327	4,436
(b) Other current liabilities	607	632	607	632
(c) Provisions	195	180	195	180
(d) Current Tax Liabilities (Net)				
Total Current Liabilities	24,666	27,118	24,666	27,118
TOTAL LIABILITIES	37,975	42,139	37,975	42,139
TOTAL EQUITY AND LIABILITIES	66,044	70,815	68,384	58,134



CASH FLOW STATEMENT


Particulars	Standalone		Consolidated	
	Half year ended 30th September 2020	Year ended 31st March 2020	Half year ended 30th September 2020	Year ended 31st March 2020
	Unaudited	Audited	Unaudited	Audited
A.CASH FLOW FROM OPERATING ACTIVITIES				
Total Comprehensive Income	(607)	(2,550)	(607)	(2,550)
Adjustments for :				
Depreciation and amortization expense	1,672	3,274	1,672	3,274
Bad Debts Written off	60	23	60	23
Provision for Employee Benefit expenses	70	(344)	70	(344)
Provisions for tax of earlier years	-	357	-	357
Provision for Bad & Doubtful Debts	(1)	(4)	(1)	(4)
Provision for doubtful advances	(32)	30	(32)	30
(Profit)/Loss on Sale of Assets	-	(87)	-	(87)
Interest Income	(78)	(254)	(78)	(254)
Interest Payment	1,645	3,224	1,645	3,224
Exchange Fluctuation (Gain) / Loss on Re-statement	(76)	21	(76)	21
Other adjustments	57	141	57	141
	3,317	6,381	3,317	6,381
Operating Profit before working capital changes	2,710	3,831	2,710	3,831
Adjustments for :				
(Increase) / Decrease in Inventories	4,318	843	4,318	843
(Increase) / Decrease in Trade Receivables	(450)	(784)	(450)	(784)
(Increase) / Decrease in Other Financial Assets	(45)	(127)	(45)	(127)
(Increase) / Decrease in Other Assets	(623)	453	(623)	453
Increase / (Decrease) in Trade Payable	(2,419)	1,570	(2,419)	1,570
Increase / (Decrease) in Other Financial Liabilities	(101)	188	(101)	188
Increase / (Decrease) in Other Liabilities	(89)	(591)	(89)	(591)
	591	1,552	591	1,552
Cash generated from Operations	3,301	5,383	3,301	5,383
Direct Taxes Refund / (Payable)	(7)	(41)	(7)	(41)
Net Cash Flow from operating activities	3,294	5,342	3,294	5,342
B.CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Property, Plant and Equipment (Including WIP)	(227)	(1,018)	(227)	(1,018)
Advance settled for purchase of Property, Plant and Equipment	(2)	8	(2)	8
Sale of Property, Plant and Equipment	8	2,863	8	2,863
(Purchase)/ Sale of Non - Current Investments	1	746	1	746
Interest Received	78	254	78	254
Net Cash flow from / (used in) Investing activities	(142)	2,853	(142)	2,853
C. CASH FLOW FROM FINANCING ACTIVITIES:-				
Unclaimed dividends paid	-	0	-	0
Interest Paid (Net)	(1,646)	(3,207)	(1,646)	(3,207)
Repayment of Long Term Borrowings	1,262	(4,690)	1,262	(4,690)
Proceeds / (Repayments) of Unsecured Loan	29	(29)	29	(29)
Payment of Transaction costs related to Borrowings	(120)	(1,938)	(120)	(1,938)
Proceeds / (Repayments) of loans repayable on demand	-	-	-	-
Swap Settlement Expenses	(2,659)	1,678	(2,659)	1,678
Net Cash Flow used in Financing Activities	(3,134)	(8,186)	(3,134)	(8,186)
Net Increase/Decrease in Cash and Cash Equivalent	18	9	18	9
Cash and Bank Balances as at 01.04.2020 and 01.04.2019 (Opening balance)	799	790	799	790
Less: Bank balances not considered as Cash and Cash Equivalents as per Indian Accounting Standard 7	774	764	774	764
Cash and Cash Equivalents as at 30.09.2020, 31.03.2020 and 30.09.2019 (Closing balance)	43	35	43	35



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 11-Nov-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 Income includes foreign exchange gain arising out of restatement of foreign currency assets and liabilities amounting to Rs.283.33 Lakhs for the current three months ended 30.09.2020 and Rs.75.77 Lakhs for the current half year ended 30.09.2020.
- 4 The Code on Social Security 2020 has been notified in the Official Gazette on 29th September 2020. The effective date from which the changes are applicable is yet to be notified and the rules are yet to be framed. Impact, if any, of the change will be assessed and accounted in the period in which the said code becomes effective and the rules framed thereunder are published.
- 5 Figures for the earlier period have been regrouped / reclassified to correspond to the figures for the current period.

Place : Coimbatore
Date : 11-Nov-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 Email: secretary@precot.com Website: www.precot.com

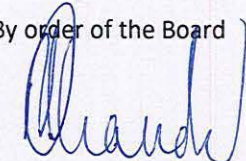
Statement of unaudited financial results for the Half year ended 30-September-2020

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-20	30-Sep-19	30-Sep-20	30-Sep-20	30-Sep-19	30-Sep-20
	Unaudited			Unaudited		
Total income from operations (net)	17,992	18,263	26,995	17,992	18,263	26,995
Net profit/(Loss) for the period (before tax and exceptional items)	561	(863)	(553)	561	(863)	(553)
Net profit/(Loss) for the period before tax (after exceptional items)	561	(863)	(553)	561	(863)	(553)
Net profit/(Loss) for the period after tax (after exceptional items)	561	(1,220)	(553)	561	(1,220)	(553)
Total Comprehensive income for the period (comprising profit / (loss) for the period (after tax) and other Comprehensive income (after tax))	534	(1,248)	(607)	534	(1,248)	(607)
Equity Share Capital	1,200	1,200	1,200	1,200	1,200	1,200
Earnings Per Share of Rs.10/- each (Basic & Diluted)	4.67	(10.17)	(4.60)	4.67	(10.17)	(4.60)

Notes:

The above is an extract of the detailed format of the financial results filed with the Stock Exchange 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 : 11-Nov-2020

Independent Auditor's Review Report on Unaudited Quarterly and Year-to-Date Standalone Financial Results of the Company for the Half Year ended 30th September 2020

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

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of **PRECOT MERIDIAN LIMITED** ("the Company") for the quarter ended 30th September 2020 and year to date from 1st April 2020 to 30th September 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. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. 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 **VKS Aiyer & Co**
Chartered Accountants
ICAI FRN 000066S

Kaushik Sidartha
Partner
Membership No.217964
UDIN: 20217964AAAAFK4383



Place: Coimbatore
Date: 11th November 2020

Independent Auditor's Review Report on Unaudited Quarterly and Year-to-Date Consolidated Financial Results of the Company for the Half Year ended 30th September 2020

**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 30th September 2020 and year to date from 1st April 2020 to 30th September 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. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. 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 for the quarter and period ended 30th September 2020:

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 assets of ₹ 2,421.58 Lakhs as at 30th September 2020, total revenue of ₹ Nil, total net profit after tax of ₹ Nil and total comprehensive income of ₹ Nil for the quarter ended 30th September 2020, as considered in the consolidated unaudited financial results which were furnished by the management and not subject to review.



[Handwritten signature]

Coimbatore - 641 011

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.

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 0000665

Kaushik Sidartha
Partner
Membership No.217964
UDIN: 20217964AAAAFL7788



Place : Coimbatore
Date : 11th November 2020