



November 12, 2021

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 30th September, 2021.

Symbol: PRECOT

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith Unaudited financial results of the company for the for the quarter and half year ended September 30, 2021, as approved by the Board of Directors at their meeting held today along with the Limited Review Report of the Statutory Auditors of the company.

The board meeting concluded by 4.35 PM.

This is for your information and records.

Thanking you,

For Precot Limited

A handwritten signature in blue ink, appearing to read "S. Kavitha", written over a horizontal line.

S. Kavitha

Company Secretary

Statement of Unaudited financial results for the Quarter and Half Year ended 30-September-21

S.No	Particulars	Standalone						Consolidated						Rs. in lakhs
		For the Quarter ended			Half Year Ended		Previous Year ended	For the Quarter ended			Half Year Ended		Previous Year ended	
		30-Sep-21	30-Jun-21	30-Sep-20	30-Sep-21	30-Sep-20	31-Mar-21	30-Sep-21	30-Jun-21	30-Sep-20	30-Sep-21	30-Sep-20	31-Mar-21	
		Unaudited			Unaudited		Audited	Unaudited			Unaudited		Audited	
1	Income from operations													
	(a) Revenue from operations	24,231	16,739	17,299	40,970	25,929	64,237	24,231	16,739	17,299	40,970	25,929	64,237	
	(b) Other operating revenue	1,030	639	614	1,669	864	2,277	1,030	639	614	1,669	864	2,277	
	(c) Other income	214	200	79	414	202	570	214	200	79	414	202	570	
	Total Income	25,475	17,578	17,992	43,053	26,995	67,084	25,475	17,578	17,992	43,053	26,995	67,084	
2	Expenses													
	(a) Cost of materials consumed	12,355	9,699	9,128	22,054	13,545	34,052	12,355	9,699	9,128	22,054	13,545	34,052	
	(b) Purchase of stock in trade	-	-	-	-	77	77	-	-	-	-	77	77	
	(c) Changes in inventories of finished goods, stock in trade and work-in-progress	(268)	(2,303)	1,215	(2,571)	1,717	1,726	(268)	(2,303)	1,215	(2,571)	1,717	1,726	
	(d) Employee benefits expense	2,320	2,227	1,784	4,547	3,111	7,358	2,320	2,227	1,784	4,547	3,111	7,358	
	(e) Finance costs	760	862	847	1,622	1,653	3,272	760	862	847	1,622	1,653	3,272	
	(f) Depreciation and amortisation expense	816	821	833	1,637	1,672	3,317	816	821	833	1,637	1,672	3,317	
	(g) Other expenses	5,365	4,334	3,625	9,699	5,773	13,987	5,365	4,334	3,625	9,699	5,773	13,987	
	Total expenses	21,348	15,640	17,431	36,988	27,548	63,789	21,348	15,640	17,431	36,988	27,548	63,789	
3	Profit / (Loss) before exceptional items and tax (1-2)	4,127	1,938	561	6,065	(553)	3,295	4,127	1,939	561	6,065	(553)	3,295	
4	Exceptional items	-	-	-	-	-	-	-	-	-	-	-	-	
5	Profit / (Loss) before tax (3+4)	4,127	1,938	561	6,065	(553)	3,295	4,127	1,939	561	6,065	(553)	3,295	
6	Tax expenses	1,031	335	-	1,366	-	-	1,031	335	-	1,366	-	-	
	Current tax	755	83	-	838	-	-	755	83	-	838	-	-	
	For earlier years	-	-	-	-	-	-	-	-	-	-	-	-	
	Deferred Tax	276	252	-	528	-	-	276	252	-	528	-	-	
7	Profit / (Loss) for the period (5-6)	3,096	1,603	561	4,699	(553)	3,295	3,096	1,603	561	4,699	(553)	3,295	
8	Other Comprehensive Income:													
	A) Items that will not be reclassified to profit or Loss:													
	i) Remeasurement of the defined benefit plans	(447)	(34)	(27)	(481)	(54)	(136)	(447)	(34)	(27)	(481)	(54)	(136)	
	ii) Gains / (Losses) on fair value of Equity instruments measured at fair value through OCI	-	-	-	-	-	(13)	-	-	-	-	-	(13)	
	iii) Income tax relating to items that will not be reclassified to profit or Loss	112	9	-	121	-	-	112	9	-	121	-	-	
	Total Other Comprehensive Income (i + ii + iii)	(335)	(25)	(27)	(360)	(54)	(149)	(335)	(24)	(27)	(360)	(54)	(149)	
9	Total Comprehensive Income for the period (7+8)	2,761	1,578	534	4,339	(607)	3,146	2,761	1,579	534	4,339	(607)	3,146	
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)	25.80	13.36	4.67	39.16	(4.60)	27.46	25.80	13.36	4.67	39.16	(4.60)	27.46	



Statement of Assets and liabilities Standalone/ Consolidated		Standalone		Consolidated			
Particulars		30-Sep-21		31-Mar-21	30-Sep-21		31-Mar-21
ASSETS							
(1)	Non-current Assets						
	(a) Property, Plant and Equipment	40,987		41,323	43,409		43,744
	(b) Right of use of assets	527		591	527		591
	(c) Capital work-in-progress	296		256	296		256
	(d) Intangible assets	49		38	49		38
	(e) Intangible assets under development	9		8	9		8
	(f) Financial Assets						
	(i) Investments	1,097		1,086	1,086		1,076
	(ii) Loans	71		71	(0)		(0)
	(iii) Other Financial Assets	806		1,019	806		1,019
	(g) Other non-current assets	227		460	227		460
	Total Non Current Assets	44,069		44,852	46,409		47,192
(2)	Current assets						
	(a) Inventories	15,599		13,120	15,599		13,120
	(b) Financial Assets						
	(i) Trade receivables	10,380		10,198	10,380		10,198
	(ii) Cash and cash equivalents	39		110	39		110
	(iii) Bank balances other than (ii) above	1,110		757	1,110		757
	(iv) Loans	58		78	58		78
	(v) Other Financial Assets	25		48	25		48
	(c) Other current assets	2,786		4,696	2,786		4,696
	Total Current Assets	29,998		29,007	29,997		29,007
	TOTAL ASSETS	74,066		73,859	76,406		76,199
EQUITY AND LIABILITIES							
EQUITY							
	(a) Equity Share capital	1,200		1,200	1,200		1,200
	(b) Other Equity	34,961		30,622	37,301		32,962
	Equity Attributable to owners of Precot Ltd	36,161		31,822	38,501		34,162
	Non controlling Interests	-		-	0		0
	Total Equity	36,161		31,822	38,501		34,162
(1)	LIABILITIES						
	Non-current liabilities						
	(a) Financial Liabilities						
	(i) Borrowings	12,374		10,460	12,374		10,460
	(ii) Lease Liability	144		194	144		194
	(ii) Other financial liabilities	-		-	-		-
	(b) Provisions	2,436		1,947	2,436		1,947
	(c) Deferred tax liabilities (Net)	408		-	408		-
	(d) Other non-current liabilities	154		195	154		195
	Total Non Current Liabilities	15,516		12,796	15,516		12,796
(2)	Current liabilities						
	(a) Financial Liabilities						
	(i) Borrowings	15,241		22,172	15,241		22,172
	(ii) Trade payables	2,146		2,901	2,146		2,901
	(iii) Lease Liability	96		92	96		92
	(iv) Other financial liabilities	3,808		2,974	3,808		2,974
	(b) Other current liabilities	757		878	757		878
	(c) Provisions	341		224	341		224
	Total Current Liabilities	22,389		29,241	22,389		29,241
	TOTAL LIABILITIES	37,905		42,037	37,905		42,037
	TOTAL EQUITY AND LIABILITIES	74,066		73,859	76,406		76,199




Unaudited Cashflow Statement for the half year ended 30th September 2021	Standalone		Consolidated	
	30-Sep-21	31-Mar-21	30-Sep-21	31-Mar-21
Net Profit / (Loss) Before Tax	6,065	3,295	6,065	3,295
Adjustments for :				
Depreciation and amortization expense	1,637	3,317	1,637	3,317
Interest income (including fair value change in financial instruments)	(53)	(154)	(53)	(154)
(Profit)/Loss on sale of Property, Plant and Equipment (net)	(13)	(75)	(13)	(75)
Unrealised foreign exchange loss/(gain)	(232)	(289)	(232)	(289)
Liabilities no more payable	-	(7)	-	(7)
Finance cost (including fair value change in financial instruments)	1,622	3,272	1,622	3,272
Allowance for credit loss (net)	(119)	239	(119)	239
Provision/(reversal) of doubtful advances	(2,143)	(24)	(2,143)	(24)
Bad debts written off	153	-	153	-
Irrecoverable advances written off	2,173	22	2,173	22
Other adjustments	43	116	43	116
	3,068	6,417	3,068	6,417
Operating Profit before working capital changes	9,133	9,712	9,133	9,712
Adjustments for :				
(Increase) / Decrease in Inventories	(2,480)	(687)	(2,480)	(687)
(Increase) / Decrease in Trade Receivables	(185)	(1,628)	(185)	(1,628)
(Increase) / Decrease in Loans	233	(271)	233	(271)
(Increase) / Decrease in Other Assets	1,912	(2,991)	1,912	(2,991)
Increase / (Decrease) in Trade Payable	(764)	(1,584)	(764)	(1,584)
Increase / (Decrease) in Other Financial Liabilities	1,011	(249)	1,011	(249)
Increase / (Decrease) in Other Liabilities and Provisions	4	301	4	301
	(269)	(7,109)	(269)	(7,109)
Cash generated from Operations	8,864	2,603	8,864	2,603
Direct Taxes Refund / (Payable)	(667)	(23)	(667)	(23)
Net Cash Flow from operating activities	8,197	2,580	8,197	2,580
B.CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Property, Plant and Equipment (Including WIP)	(1,297)	(887)	(1,297)	(887)
Advance settled for purchase of Property, Plant and Equipment	61	(254)	61	(254)
Sale of Property, Plant and Equipment	21	161	21	161
Interest Received	76	158	76	158
Net Cash flow from / (used in) Investing activities	(1,139)	(822)	(1,139)	(822)
C. CASH FLOW FROM FINANCING ACTIVITIES:-				
Unclaimed dividends paid	(0)	(2)	(0)	(2)
Interest Paid	(1,599)	(3,299)	(1,599)	(3,299)
Proceeds / (Repayment) of Long Term Borrowings	757	2,156	757	2,156
Repayment of lease liability	(57)	(109)	(57)	(109)
Proceeds / (Repayments) of Unsecured Loan	(1,732)	119	(1,732)	119
Proceeds / (Repayments) of loans repayable on demand	(4,144)	(545)	(4,144)	(545)
Net Cash Flow used in Financing Activities	(6,775)	(1,679)	(6,775)	(1,679)
Net Increase/Decrease in Cash and Cash Equivalent	283	79	283	79
Cash and Bank Balances as at				
01.04.2021 and 01.04.2020 (Opening balance)	866	788	866	788
Less: Bank balances not considered as Cash and Cash Equivalents as per IndAS7	1,110	757	1,110	757
Cash and Cash Equivalents as at				
30.09.21 and 31.03.21 (Closing balance)	39	110	39	110



Notes	
1	The above unaudited results have been subjected to review by the statutory auditors, reviewed by the Audit committee and approved by the Board at its meeting held on 12-November-21.
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.227 Lakhs for the current three months ended 30.09.2021 and Rs.235 Lakhs for the current half year ended 2021.
4	Figures for the earlier period have been regrouped / reclassified wherever necessary to correspond to the figures for the current period.
5	The Code on Social Security 2020 has been notified in the Official Gazette on 29th Septemeber 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 rules framed thereunder are published and said code becomes effective.

Place : Coimbatore
Date : 12-11-2021

By order of the Board

 Ashwin Chandran (DIN : 00001884)
 Chairman & Managing Director

**Independent Auditor's Review Report on the Unaudited Quarterly and Year-to-date
Standalone Financial Results**

To the Board of Directors

Precot Limited (formerly known as Precot Meridian Limited)

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of **Precot Limited (formerly known as Precot Meridian Limited)** ("the Company") for the quarter and six months ended 30th September 2021 ("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 approved by the Company's 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 thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on this Statement 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, 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 Firm Registration No.000066S

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C.S.Sathyanarayanan
Partner
Membership No: 028328
UDIN: 21028328AAAAEH7755
Place: Coimbatore
Date : 12th November 2021

Independent Auditor's Review Report on Unaudited Quarterly and Year-to-date Consolidated Financial Results

To the Board of Directors

Precot Limited (formerly known as Precot Meridian Limited)

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of **Precot Limited (formerly known as Precot Meridian Limited)** ("the Parent") and its subsidiary (the Parent and its subsidiary together referred to as "the Group"), for the quarter and six months ended 30st September 2021 ("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 the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement 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.



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 six months ended 30th September 2021:

Sr. No.	Name of the Entity	Relationship	% of Holding
1.	Precot Limied (formerly known as Precot Meridian Limied)	Parent	
2.	Suprem Associates (Partnership Firm)	Subsidiary	99%

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review report of the other auditor referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the 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.
6. We did not review the interim financial information of the subsidiary included in the Statement, whose interim financial information reflect total assets of ₹ 2421.57 lakhs as at 30th September 2021, total revenue of ₹ Nil; total net profit after tax of ₹ Nil, total comprehensive income of ₹ Nil for the quarter and six months ended 30th September 2021 and net cash flows of ₹ Nil for the period from 01st April 2021 to 30th September 2021, as considered in the Statement which were furnished by the management and not subject to review. According to the information and 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 the above matter with respect to our reliance on the financial information certified by the management.



For VKS Aiyer & Co.
Chartered Accountants
ICAI Firm Registration No.000066S

A handwritten signature in blue ink, appearing to read "C.S. Sathyanarayanan".

C.S.Sathyanarayanan
Partner
Membership No.: 028328
UDIN: 21028328AAAAEI8542

Place: Coimbatore
Date: 12th November 2021