

August 10, 2022

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 30th June 2022

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 quarter ended June 30, 2022, 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 11.10 AM. 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

Independent Auditor's Review Report on the Unaudited Standalone Financial Results of the Company for the Quarter ended 30th June 2022

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 ended 30th June 2022 ("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.
5. The Statement includes the standalone financial results for the quarter ended 31st March 2022, being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year-to-date figures up to the third quarter of the previous financial year, which were subject to limited review by us.

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



C.S.Sathyanarayanan
Partner
Membership No: 028328
UDIN: 22028328AORSOZ2350

Place: Coimbatore
Date: 10th August 2022



Independent Auditor's Review Report on Unaudited Consolidated Financial Results of the Company for the Quarter ended 30th June 2022

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 ended 30st June 2022 ("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 ended 30th June 2022:

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, 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 revenue of ₹ Nil; total net profit after tax of ₹ Nil and total comprehensive income of ₹ Nil for the quarter ended 30th June 2022, 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.



7. The Statement includes the consolidated financial results for the quarter ended 31st March 2022, being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year-to-date figures up to the third quarter of the previous financial year, which were subject to limited review by us.

Place: Coimbatore
Date: 10th August 2022



For VKS Aiyer & Co.
Chartered Accountants
ICAI Firm Registration No.0000665

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

C.S.Sathyanarayanan
Partner
Membership No: 028328
UDIN:22028328AORSTA6848

Statement of Unaudited financial results for the quarter ended 30-June-2022

Rs. in lakhs

S.No	Particulars	Standalone				Consolidated			
		For the Quarter ended			Year ended	For the Quarter ended			Year ended
		30-Jun-22	31-Mar-22	30-Jun-21	31-Mar-22	30-Jun-22	31-Mar-22	30-Jun-21	31-Mar-22
		Unaudited			Audited	Unaudited			Audited
1	Income from operations								
	(a) Revenue from operations	24,127	27,438	16,739	95,466	24,127	27,438	16,739	95,466
	(b) Other operating revenue	1,220	1,068	639	3,862	1,220	1,068	639	3,862
	(c) Other income	146	183	200	649	146	183	200	649
	Total Income	25,493	28,689	17,578	99,977	25,493	28,689	17,578	99,977
2	Expenses								
	(a) Cost of materials consumed	19,470	16,880	9,699	53,217	19,470	16,880	9,699	53,217
	(b) Purchase of stock in trade	-	-	-	-	-	-	-	-
	(c) Changes in inventories of finished goods and work-in-progress	(6,071)	(1,598)	(2,303)	(4,359)	(6,071)	(1,598)	(2,303)	(4,359)
	(d) Employee benefits expense	2,243	2,427	2,227	9,360	2,243	2,427	2,227	9,360
	(e) Finance costs	1,010	806	862	2,898	1,010	806	862	2,898
	(f) Depreciation and amortisation expense	806	797	821	3,252	806	797	821	3,252
	(g) Other expenses	6,170	6,494	4,334	22,234	6,170	6,494	4,334	22,234
	Total expenses	23,628	25,806	15,640	86,602	23,628	25,806	15,640	86,602
3	Profit / (Loss) before exceptional items and tax (1-2)	1,865	2,883	1,938	13,375	1,865	2,883	1,938	13,375
4	Exceptional items	-	-	-	-	-	-	-	-
5	Profit / (Loss) before tax (3+4)	1,865	2,883	1,938	13,375	1,865	2,883	1,938	13,375
6	Tax expenses	470	460	335	2,833	470	460	335	2,833
	Current tax	421	467	83	2,280	421	467	83	2,280
	Deferred Tax	49	(7)	252	553	49	(7)	252	553
7	Profit / (Loss) for the period (5-6)	1,395	2,423	1,603	10,542	1,395	2,423	1,603	10,542
8	Other Comprehensive Income:								
	A) Items that will not be reclassified to profit or Loss:								
	i) Remeasurement of the defined benefit plans	(47)	53	(34)	(523)	(47)	53	(34)	(523)
	ii) Gains / (Losses) on fair value of Equity instruments measured at fair value through OCI	-	134	-	134	-	134	-	134
	iii) Income tax relating to items that will not be reclassified to profit or Loss	12	(47)	9	98	12	(47)	9	98
	Total Other Comprehensive Income (i + ii + iii)	(35)	140	(25)	(291)	(35)	140	(25)	(291)
9	Total Comprehensive Income for the period (7+8)	1,360	2,563	1,578	10,251	1,360	2,563	1,578	10,251
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	Other Equity as shown in the audited balancesheet				40,872				43,212
12	Earnings Per Share (EPS) (Basic & Diluted) of Rs. 10/- each (not annualised)	11.62	20.19	13.36	87.85	11.62	20.19	13.36	87.85



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 10-Aug-22.
- 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 Finance cost for the quarter ended 30-06-2022 includes de-recognition of unamortised portion of finance charges of Rs.197.90 lakhs consequent to preclosure of term loans from Bank
- 4 Other expense includes foreign exchange loss arising out of restatement of foreign currency assets and liabilities amounting to Rs.273 Lakhs for the current quarter ended 30.06.2022.
- 5 Figures for the earlier period have been regrouped / reclassified wherever necessary to correspond to the figures for the current period.
- 6 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 : 10-Aug-2022

By order of the Board



Ashwin Chandran (DIN : 00001884)
Chairman & Managing Director