



November 11, 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 and half year ended 30th September 2022

Symbol: PRECOT

The Board of Directors of the Company at their meeting held today i.e. November 11, 2022, has inter alia considered and approved the following matters: -

1. Unaudited financial results of the company for the quarter and half year ended September 30, 2022, as approved by the Board of Directors along with the Limited Review Report of the Statutory Auditors of the company - **Annexure I**
2. Designated existing Chief financial officer Mr Govind Raju as Financial controller of the Company.
3. Appointment of Mr M.K.Ravindra Kumar as the Chief Financial Officer of the Company with effect from 22-Nov-2022. Details as required under Regulation 30 and other relevant provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 with SEBI circular CIR/CFD/CMD/4/2015 dated September 09, 2015, are given in the **Annexure II**

The board meeting concluded by 4.30 PM. This is for your information and records.

Thanking you.

For Precot Limited

S Kavitha

Company Secretary

Precot Limited (formerly 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 quarter and half year ended 30-September-2022

Rs in lakhs													
S.No	Particulars	Standalone						Consolidated					
		For the Quarter ended			Half Year ended		Year ended	For the Quarter ended			Half Year ended		Year ended
		30-Sep-22	30-Jun-22	30-Sep-21	30-Sep-22	30-Sep-21	31-Mar-22	30-Sep-22	30-Jun-22	30-Sep-21	30-Sep-22	30-Sep-21	31-Mar-22
		Unaudited			Unaudited		Audited	Unaudited			Unaudited		Audited
1	Income from operations												
	(a) Revenue from operations	22,632.09	24,126.54	24,231.31	46,758.63	40,970.25	95,466.34	22,632.09	24,126.54	24,231.31	46,758.63	40,970.25	95,466.34
	(b) Other operating revenue	903.56	1,219.86	1,029.56	2,123.42	1,669.05	3,861.78	903.56	1,219.86	1,029.56	2,123.42	1,669.05	3,861.78
	(c) Other income	61.99	145.85	213.76	207.84	413.74	649.09	61.99	145.85	213.76	207.84	413.74	649.09
	Total Income	23,597.64	25,492.25	25,474.63	49,089.89	43,053.04	99,977.21	23,597.64	25,492.25	25,474.63	49,089.89	43,053.04	99,977.21
2	Expenses												
	(a) Cost of materials consumed	17,400.00	19,470.00	12,354.78	36,870.00	22,053.95	53,216.60	17,400.00	19,470.00	12,354.78	36,870.00	22,053.95	53,216.60
	(b) Purchase of stock in trade	-	-	-	-	-	-	-	-	-	-	-	-
	(c) Changes in inventories of finished goods and work-in-progress	(2,661.10)	(6,070.95)	(267.63)	(8,732.05)	(2,570.90)	(4,358.47)	(2,661.10)	(6,070.95)	(267.63)	(8,732.05)	(2,570.90)	(4,358.47)
	(d) Employee benefits expense	2,114.30	2,242.56	2,319.71	4,356.86	4,547.12	9,360.16	2,114.30	2,242.56	2,319.71	4,356.86	4,547.12	9,360.16
	(e) Finance costs	947.29	1,009.85	759.75	1,957.14	1,621.52	2,897.73	947.29	1,009.85	759.75	1,957.14	1,621.52	2,897.73
	(f) Depreciation and amortisation expense	839.02	805.62	816.32	1,644.64	1,637.06	3,252.51	839.02	805.62	816.32	1,644.64	1,637.06	3,252.51
	(g) Other expenses	5,346.44	6,170.36	5,365.14	11,516.80	9,698.93	22,233.72	5,346.44	6,170.36	5,365.14	11,516.80	9,698.93	22,233.72
	Total expenses	23,985.95	23,627.44	21,348.07	47,613.39	36,987.68	86,602.25	23,985.95	23,627.44	21,348.07	47,613.39	36,987.68	86,602.25
3	Profit / (Loss) before exceptional items and tax (1-2)	(388.31)	1,864.81	4,126.56	1,476.50	6,065.36	13,374.96	(388.31)	1,864.81	4,126.56	1,476.50	6,065.36	13,374.96
4	Exceptional items	-	-	-	-	-	-	-	-	-	-	-	-
5	Profit / (Loss) before tax (3+4)	(388.31)	1,864.81	4,126.56	1,476.50	6,065.36	13,374.96	(388.31)	1,864.81	4,126.56	1,476.50	6,065.36	13,374.96
6	Tax expenses	(75.49)	470.08	1,030.78	394.59	1,366.24	2,833.09	(75.49)	470.08	1,030.78	394.59	1,366.24	2,833.09
	Current tax	(70.00)	421.00	754.20	351.00	837.63	2,280.00	(70.00)	421.00	754.20	351.00	837.63	2,280.00
	Deferred Tax	(5.49)	49.08	276.58	43.59	528.61	553.09	(5.49)	49.08	276.58	43.59	528.61	553.09
7	Profit / (Loss) for the period (5-6)	(312.82)	1,394.73	3,095.78	1,081.91	4,699.12	10,541.87	(312.82)	1,394.73	3,095.78	1,081.91	4,699.12	10,541.87
8	Other Comprehensive Income:												
	A) Items that will not be reclassified to profit or Loss:												
	i) Remeasurement of the defined benefit plans	(11.46)	(46.74)	(446.86)	(58.20)	(480.85)	(522.90)	(11.46)	(46.74)	(446.86)	(58.20)	(480.85)	(522.90)
	ii) Gains / (Losses) on fair value of Equity instruments measured at fair value through OCI	-	-	-	-	-	133.83	-	-	-	-	-	133.83
	iii) Income tax relating to items that will not be reclassified to profit or Loss	2.88	11.76	112.47	14.64	121.02	97.92	2.88	11.76	112.47	14.64	121.02	97.92
	Total Other Comprehensive Income (i + ii + iii)	(8.58)	(34.98)	(334.39)	(43.56)	(359.83)	(291.15)	(8.58)	(34.98)	(334.39)	(43.56)	(359.83)	(291.15)
9	Total Comprehensive Income for the period (7+8)	(321.40)	1,359.75	2,761.39	1,038.35	4,339.29	10,250.72	(321.40)	1,359.75	2,761.39	1,038.35	4,339.29	10,250.72
10	Paid-up equity share capital (Face value Rs. 10/- each)	1,200.00	1,200.00	1,200.00	1,200.00	1,200.00	1,200.00	1,200.00	1,200.00	1,200.00	1,200.00	1,200.00	1,200.00
11	Other Equity as shown in the audited balancesheet	-	-	-	-	-	40,872.29	-	-	-	-	-	43,212.29
12	Earnings Per Share (EPS) (Basic & Diluted) of Rs. 10/-each (not annualised)	(2.61)	11.63	25.80	9.02	39.16	87.85	(2.61)	11.63	25.80	9.02	39.16	87.85





Rs in lakhs				
Statement of Assets and liabilities :				
Particulars	Standalone		Consolidated	
	30-Sep-22	31-Mar-22	30-Sep-22	31-Mar-22
ASSETS				
Non-current Assets				
(a) Property, Plant and Equipment	43,195.65	40,373.85	45,617.05	42,795.25
(b) Right of use of assets	399.84	463.73	399.84	463.73
(c) Capital work-in-progress	174.08	3,160.28	174.08	3,160.28
(d) Intangible assets	37.43	44.08	37.43	44.08
(e) Financial Assets			-	-
(i) Investments	1,299.53	1,299.53	1,218.06	1,218.06
(ii) Other Financial Assets	951.78	810.09	951.78	810.09
(f) Other non-current assets	1,456.13	1,018.67	1,456.13	1,018.67
Total Non Current Assets	47,514.44	47,170.23	49,854.37	49,510.16
Current assets				
(a) Inventories	28,194.56	24,141.02	28,194.56	24,141.02
(b) Financial Assets				
(i) Investments				
(ii) Trade receivables	12,634.04	13,994.54	12,634.04	13,994.54
(iii) Cash and cash equivalents	98.59	148.39	98.76	148.56
(iv) Bank balances other than (ii) above	379.25	916.30	379.25	916.30
(v) Loans	56.21	63.87	56.21	63.87
(vi) Other Financial Assets	19.68	39.07	19.68	39.07
(c) Current Tax Assets (Net)				
(c) Other current assets	6,697.07	4,504.43	6,697.07	4,504.43
Total Current Assets	48,079.40	43,807.62	48,079.57	43,807.79
TOTAL ASSETS	95,593.84	90,977.85	97,933.94	93,317.95
EQUITY AND LIABILITIES				
EQUITY				
(a) Equity Share capital	1,200.00	1,200.00	1,200.00	1,200.00
(b) Other Equity	41,190.65	40,872.29	43,530.65	43,212.29
Equity Attributable to owners of Precot Ltd	42,390.65	42,072.29	44,730.65	44,412.29
Non controlling Interests	-	-	0.10	0.10
Total Equity	42,390.65	42,072.29	44,730.75	44,412.39
LIABILITIES				
Non-current liabilities				
(a) Financial Liabilities				
(i) Borrowings	15,760.31	15,015.85	15,760.31	8,169.55
(ii) Lease Liability	30.83	90.32	30.83	90.32
(iii) Other financial liabilities	12.53	17.22	12.53	17.22
(b) Government Grants				
(b) Provisions	2,283.66	2,153.35	2,283.66	2,153.35
(c) Deferred tax liabilities (Net)	484.11	455.17	484.11	455.17
(d) Other non-current liabilities	70.58	112.15	70.58	112.15
Total Non Current Liabilities	18,642.02	17,844.06	18,642.02	10,997.76
Current liabilities				
(a) Financial Liabilities				
(i) Borrowings	25,282.22	20,761.42	25,282.22	27,607.72
(ii) Lease Liability	113.65	103.31	113.65	103.31
(iii) Trade payables	5,513.03	3,826.55	5,513.03	3,826.55
(iv) Other financial liabilities	2,935.84	5,370.25	2,935.84	5,370.25
(b) Other current liabilities	374.90	436.04	374.90	436.04
(c) Provisions	137.18	271.65	137.18	271.65
(d) Current Tax Liabilities (Net)	204.35	292.28	204.35	292.28
Total Current Liabilities	34,561.17	31,061.50	34,561.17	37,907.80
TOTAL LIABILITIES	53,203.19	48,905.56	53,203.19	48,905.56
TOTAL EQUITY AND LIABILITIES	95,593.84	90,977.85	97,933.94	93,317.95

	Rs in lakhs					
Cashflow from Operating Activities :	Standalone			Consolidated		
	30-Sep-22	31-Mar-22		30-Sep-22	31-Mar-22	
Net Profit Before Tax	1,476.49	13,374.96		1,476.49	13,374.96	
Adjustments for :						
Depreciation and amortization expense	1,644.64	3,252.51		1,644.64	3,252.51	
Interest income (including fair value change in financial instruments)	(42.59)	(131.99)		(42.59)	(131.99)	
(Profit)/Loss on sale of Property, Plant and Equipment (net)	(105.04)	(44.81)		(105.04)	(44.81)	
Unrealised foreign exchange loss/(gain)	269.52	(238.20)		269.52	(238.20)	
Liabilities no more payable	(17.30)	(5.92)		(17.30)	(5.92)	
Finance cost (including fair value change in financial instruments)	1,957.14	2,897.73		1,957.14	2,897.73	
Allowance for credit loss (net)	87.59	(175.27)		87.59	(175.27)	
Provision/(reversal) of doubtful advances	-	(2,173.22)		-	(2,173.22)	
Bad debts written off	-	262.29		-	262.29	
Irrecoverable advances written off	1.13	2,142.64		1.13	2,142.64	
Other adjustments	81.38	71.38		81.38	71.38	
Loss on part disposal of financial liabilities	-	-		-	-	
(Profit)/Loss on Sale of Investment Property	-	-		-	-	
Investment Income - Dividend	-	-		-	-	
Assets Discarded Written off	-	35.01		-	35.01	
	3,876.47	5,892.15		3,876.47	5,892.15	
Operating Profit before working capital changes	5,352.96	19,267.11		5,352.96	19,267.11	
Adjustments for :						
(Increase) / Decrease in Inventories	(4,053.54)	(11,021.13)		(4,053.54)	(11,021.13)	
(Increase) / Decrease in Trade Receivables	1,415.08	(3,835.66)		1,415.08	(3,835.66)	
(Increase) / Decrease in Loans and other financial assets	(134.03)	193.05		(134.03)	193.05	
(Increase) / Decrease in Other Assets	(2,209.44)	(255.12)		(2,209.44)	(255.12)	
Increase / (Decrease) in Trade Payable	1,685.61	853.69		1,685.61	853.69	
Increase / (Decrease) in Provisions	-	-		-	-	
Increase / (Decrease) in Other Financial Liabilities	(2,642.30)	2,617.08		(2,642.30)	2,617.08	
Increase / (Decrease) in Other Liabilities and Provisions	(107.33)	(268.55)		(107.33)	(268.55)	
	(6,045.95)	(11,716.64)		(6,045.95)	(11,716.64)	
Cash generated from Operations	(692.99)	7,550.47		(692.99)	7,550.47	
Direct Taxes	(377.10)	(1,996.61)		(377.10)	(1,996.61)	
Net Cash Flow from / (used in) operating activities	(1,070.09)	5,553.86		(1,070.09)	5,553.86	
B. CASH FLOW FROM INVESTING ACTIVITIES						
Purchase of Property, Plant and Equipment (Including CWIP)	(1,491.81)	(5,142.15)		(1,491.81)	(5,142.15)	
Advance settled for purchase of Property, Plant and Equipment	(482.49)	(540.09)		(482.49)	(540.09)	
Sale of Property, Plant and Equipment	187.15	74.26		187.15	74.26	
(Purchase)/ Sale of Non - Current Investments	-	(10.89)		-	(10.89)	
Interest Received	61.97	140.06		61.97	140.06	
Dividend Received	-	-		-	-	
Net Cash flow from / (used in) Investing activities	(1,725.18)	(5,478.81)		(1,725.18)	(5,478.81)	
C. CASH FLOW FROM FINANCING ACTIVITIES:-						
Unclaimed dividends paid	-	(4.91)		-	(4.91)	
Interest Paid	(1,694.76)	(2,682.10)		(1,694.76)	(2,682.10)	
Dividend paid	(718.12)	-		(718.12)	-	
Proceeds / (Repayment) of Long Term Borrowings	3,381.83	(1,031.44)		3,381.83	(1,031.44)	
Repayment of lease liability	(57.05)	(114.09)		(57.05)	(114.09)	
Proceeds / (Repayments) of Unsecured Loan	(1,000.82)	(731.52)		(1,000.82)	(731.52)	
Payment of Transaction costs related to Borrowings	-	-		-	-	
Consequent to Business Combination	-	-		-	-	
Proceeds / (Repayments) of loans repayable on demand	2,297.34	4,656.91		2,297.34	4,656.91	
Swap Settlement Expenses	-	-		-	-	
Net Cash Flow from / (used in) Financing Activities	2,208.42	92.85		2,208.42	92.85	
Net Increase / (Decrease) in Cash and Cash Equivalent	(586.85)	167.90		(586.85)	167.90	
Cash and Bank Balances as at						
01.04.2022 and 01.04.2021 (Opening balance)	1,064.69	896.79		1,064.86	896.96	
Less: Bank balances not considered as Cash and Cash Equivalents as per Indian accounting standard 7	379.25	916.30		379.25	916.30	
Cash and Cash Equivalents as at						
30.09.2022 and 31.03.2022 (Closing balance)	98.59	148.39		98.76	148.56	



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 11-Nov-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 period ended 30-09-2022 includes de-recognition of unamortised portion of finance charges of Rs.197.90 lakhs consequent to preclosure of term loans from bank.
- 4 Other expenses includes foreign exchange loss arising out of restatement of foreign currency assets and liabilities amounting to Rs.270 lakhs for the current half year ended 30.09.2022.
- 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 : 11-Nov-2022

For Precot Limited



Ashwin Chandran (DIN : 00001884)
Chairman & Managing Director

Independent Auditor's Review Report on Interim 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 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 there under 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




C.S.Sathyanarayanan
Partner
Membership No: 028328
UDIN:22028328BCUDOZ9301

Place: Coimbatore
Date: 11th November 2022

Independent Auditor's Review Report on Interim 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 30th September 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 and six months ended 30th September 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 assets of ₹ 2,421.57 Lakhs as at 30th September 2022, total revenue of ₹ Nil, total net profit after tax of ₹ Nil and total comprehensive income of ₹ Nil for the quarter and six months ended 30th September 2022 and net cash flows of ₹ Nil for the period from 01st April 2022 to 30th September 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.

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:22028328BCUDQA1193

Place: Coimbatore
Date: 11th November 2022



Annexure II

Details required under Regulation 30 of Listing Regulations read with SEBI Circular No . CIR/CFD/CMD/4/2015 dated September 09, 2015

S.no	Particulars	Details
1	Name of the Key Managerial Personnel	M.K.Ravindra Kumar
2	Reason for change viz., appointment, resignation, removal, death or otherwise	Appointment as Chief Financial Officer
3	Effective date of appointment	22.11.2022
4	Brief Profile	Mr. M.K Ravindra Kumar aged 60 years, has more than 33 years of experience in the field of corporate finance, accounting, treasury Strategic Planning & Implementation etc. He is a Qualified Chartered Accountant. He held leadership positions with MIDAS Communication Technologies Private Ltd, BRICS Securities Ltd, VKS Farm Private Limited and Kovai Medical Center and Hospital Limited.
5	Disclosure of relationship between directors or Key Managerial personnel of the Company	None

Precot Limited,

Regd Office : D Block, 4th Floor, Hanudev Info Park, Nava India Road,

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CIN: L17111TZ1962PLC001183 | Website: www.precot.com