



February 13, 2023

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: Outcome of Board Meeting

Symbol: PRECOT

The Board of Directors of the Company at their meeting held today i.e. February 13, 2023, inter alia has approved and taken on record the following matters: -

1. Unaudited financial results of the company for the quarter and nine months ended December 31, 2022, and took on record with the Limited Review Report of the Statutory Auditors of the company. Copy of same is enclosed as **Annexure 1**.
2. Increase the production capacity of the Technical Textile division.

The board meeting commenced at 10.15 AM and concluded by 11.20 AM. 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 nine months ended 31-December-2022

Rs. in lakhs


S.No	Particulars	Standalone						Consolidated					
		For the Quarter ended			Nine Months ended		Previous Year ended	For the Quarter ended			Nine Months ended		Previous Year ended
		31-Dec-22	30-Sep-22	31-Dec-21	31-Dec-22	31-Dec-21	31-Mar-22	31-Dec-22	30-Sep-22	31-Dec-21	31-Dec-22	31-Dec-21	31-Mar-22
		Unaudited			Unaudited		Audited	Unaudited			Unaudited		Audited
1	Income from operations												
	(a) Revenue from operations	21,924.75	22,632.09	27,058.03	68,683.38	68,028.28	95,466.34	21,924.75	22,632.09	27,058.03	68,683.38	68,028.28	95,466.34
	(b) Other operating revenue	775.15	903.56	1,124.61	2,898.57	2,793.66	3,861.78	775.15	903.56	1,124.61	2,898.57	2,793.66	3,861.78
	(c) Other income	145.89	61.99	52.27	353.73	466.02	649.09	145.89	61.99	52.27	353.73	466.02	649.09
	Total Income	22,845.79	23,597.64	28,234.91	71,935.68	71,287.96	99,977.21	22,845.79	23,597.64	28,234.91	71,935.68	71,287.96	99,977.21
2	Expenses												
	(a) Cost of materials consumed	14,816.92	17,400.00	14,282.82	51,686.92	36,336.78	53,216.60	14,816.92	17,400.00	14,282.82	51,686.92	36,336.78	53,216.60
	(b) Purchase of stock in trade	-	-	-	-	-	-	-	-	-	-	-	-
	(c) Changes in inventories of finished goods and work-in-progress	2,949.00	(2,661.10)	(190.36)	(5,783.05)	(2,761.25)	(4,358.47)	2,949.00	(2,661.10)	(190.36)	(5,783.05)	(2,761.25)	(4,358.47)
	(d) Employee benefits expense	2,003.08	2,114.30	2,385.76	6,359.94	6,932.88	9,360.16	2,003.08	2,114.30	2,385.76	6,359.94	6,932.88	9,360.16
	(e) Finance costs	868.36	947.29	470.59	2,825.50	2,092.10	2,897.73	868.36	947.29	470.59	2,825.50	2,092.10	2,897.73
	(f) Depreciation and amortisation expense	854.78	839.02	818.35	2,499.42	2,455.42	3,252.51	854.78	839.02	818.35	2,499.42	2,455.42	3,252.51
	(g) Other expenses	5,023.35	5,346.44	6,041.11	16,540.15	15,740.06	22,233.72	5,023.35	5,346.44	6,041.11	16,540.15	15,740.06	22,233.72
	Total expenses	26,515.49	23,985.95	23,808.27	74,128.88	60,795.99	86,602.25	26,515.49	23,985.95	23,808.27	74,128.88	60,795.99	86,602.25
3	Profit / (Loss) before exceptional items and tax (1-2)	(3,669.70)	(388.31)	4,426.64	(2,193.20)	10,491.97	13,374.96	(3,669.70)	(388.31)	4,426.64	(2,193.20)	10,491.97	13,374.96
4	Exceptional items	-	-	-	-	-	-	-	-	-	-	-	-
5	Profit / (Loss) before tax (3+4)	(3,669.70)	(388.31)	4,426.64	(2,193.20)	10,491.97	13,374.96	(3,669.70)	(388.31)	4,426.64	(2,193.20)	10,491.97	13,374.96
6	Tax expenses	(875.94)	(75.49)	1,006.50	(481.35)	2,372.74	2,833.09	(875.94)	(75.49)	1,006.50	(481.35)	2,372.74	2,833.09
	Current tax	(351.00)	(70.00)	974.79	-	1,812.42	2,280.00	(351.00)	(70.00)	974.79	-	1,812.42	2,280.00
	Deferred Tax	(524.94)	(5.49)	31.71	(481.35)	560.32	553.09	(524.94)	(5.49)	31.71	(481.35)	560.32	553.09
7	Profit / (Loss) for the period (5-6)	(2,793.76)	(312.82)	3,420.14	(1,711.85)	8,119.23	10,541.87	(2,793.76)	(312.82)	3,420.14	(1,711.85)	8,119.23	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	(29.93)	(11.46)	(95.17)	(88.13)	(576.02)	(522.90)	(29.93)	(11.46)	(95.17)	(88.13)	(576.02)	(522.90)
	ii) Gains / (Losses) on fair value of Equity instruments measured at fair value through OCI	(0.21)	-	-	(0.21)	-	133.83	(0.21)	-	-	(0.21)	-	133.83
	iii) Income tax relating to items that will not be reclassified to profit or loss	7.59	2.88	23.95	22.23	144.97	97.92	7.59	2.88	23.95	22.23	144.97	97.92
	B) Items that will be reclassified to profit or Loss:												
	i) Gains / (Losses) on fair value of Debt instruments measured at fair value through OCI	0.72	-	-	0.72	-	-	0.72	-	-	0.72	-	-
	ii) Income tax relating to items that will be reclassified to profit or Loss	(0.18)	-	-	(0.18)	-	-	(0.18)	-	-	(0.18)	-	-
	Total Other Comprehensive Income (8A+8B)	(22.01)	(8.58)	(71.22)	(65.57)	(431.05)	(291.15)	(22.01)	(8.58)	(71.22)	(65.57)	(431.05)	(291.15)
9	Total Comprehensive Income for the period (7+8)	(2,815.77)	(321.40)	3,348.92	(1,777.42)	7,688.18	10,250.72	(2,815.77)	(321.40)	3,348.92	(1,777.42)	7,688.18	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)	(23.28)	(2.61)	28.50	(14.27)	67.66	87.85	(23.28)	(2.61)	28.50	(14.27)	67.66	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 13-02-2023.
- 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 Loss for the period ended 31stDecember 2022 includes an amount of Rs.1,541.94 lakhs on account of write down of inventories to its estimated net realisable value in accordance with Ind AS 2 - Inventories.
- 4 Finance cost for the period ended 31stDecember 2022 includes de-recognition of unamortised portion of finance charges of Rs.197.90 lakhs consequent to preclosure of term loans from bank.
- 5 Figures for the earlier period have been regrouped / reclassified wherever necessary to correspond to the figures for the current period.

Place : Coimbatore
Date : 13-02-2023

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 nine months ended 31st December 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 ("Listing Regulations").
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") and in compliance with Regulation 33 of the Listing Regulations 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 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.



Coimbatore - 641 011

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 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.



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

A handwritten signature in blue ink, appearing to read "C.S. Sathyanarayanan", with a large, stylized flourish at the end.

C.S.Sathyanarayanan
Partner
Membership No: 028328
UDIN:23028328BGUEWI6263

Place: Coimbatore
Date: 13th February 2023

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 Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group"), for the quarter and nine months ended 31st December 2022 ("the Statement") being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company'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.



Coimbatore - 641 011

4. The Statement includes the results of the following entities for the quarter and nine months ended 31st December 2022:

Sr. No.	Name of the Entity	Relationship	% of Holding
1.	Precot Limited (formerly known as Precot Meridian Limited)	Holding Company	
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 and nine months ended 31st December 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.



Place: Coimbatore
Date: 13th February 2023

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

C.S. Sathyanarayanan
Partner
Membership No: 028328
UDIN: 23028328BGUEWJ8269