



August 24, 2023

The Manager,
Listing Department,
National Stock Exchange of India Limited,
'Exchange Plaza' , C-1, Block G,
Bandra - Kurla Complex, Bandra (East),
Mumbai - 400051.

Dear Sir/Madam

Sub: Credit rating updates- Disclosure under Regulation 30 of SEBI (Listing Obligations Disclosure Requirements) Regulations, 2015

Symbol: PRECOT

With reference to the above, we would like to inform you that India Ratings agency has revised rating to 'IND BBB' from 'IND BBB+'. The Outlook is Negative. The instrument wise ratings actions are given below:

S No.	Facilities	Existing	Rating/ Outlook	Rating Action
1.	Non-convertible debentures (NCDs)	IND BBB+/Negative	IND BBB/Negative	Downgraded
2.	Term Loan	IND BBB+/ Negative	IND BBB/Negative	Downgraded
3.	Term Loan	-	IND BBB/ Negative	Assigned
4.	Fund-based working capital limits	-	IND BBB/Negative/IND A3+	Assigned
5.	Fund-based working capital limits	IND BBB+/ Negative; IND A2	IND BBB/Negative/IND A3+	Downgraded
6.	Non-fund-based working capital limits	IND A2	IND A3+	Downgraded

Kindly take the information on record.

Thanking you,

Yours truly,
For Precot Limited

S.Kavitha
Company Secretary

Precot Limited,
Regd Office : D Block, 4th Floor, Hanudev Info Park, Nava India Road,
Udaiyampalayam, Coimbatore - 641 028
Tel: 0091 422 4321100 | Email: co@precot.com
CIN: L17111TZ1962PLC001183 | Website: www.precot.com

Mr. Ashwin Chandran
Chairman and Managing Director
Precot Limited
SF No: 559/4, D Block, 4th Floor,
Hanudev Info Park, Nava India Road, Udaiyampalayam,
Coimbatore, Tamil Nadu – 641 028

August 23, 2023

Dear Sir/Madam,

Re: Rating Letter for BLR & NCDs of Precot Limited

India Ratings and Research (Ind-Ra) has downgraded Precot Limited's (Precot) Long-Term Issuer Rating to 'IND BBB' from 'IND BBB+'. The Outlook is Negative. The instrument-wise rating action is as follows:

Instrument Type	ISIN	Date of Issuance	Coupon Rate (%)	Maturity Date	Size of Issue (million)	Rating/Outlook	Rating Action
Fund-based working capital limits	-	-	-	-	INR197.7	IND BBB/Negative/IND A3+	Assigned
Term loan	-	-	-	FY37	INR1,331.1	IND BBB/Negative	Assigned
Term loan	-	-	-	FY37	INR120.8	IND BBB/Negative	Downgraded
Fund-based working capital limits	-	-	-	-	INR2,802.3	IND BBB/Negative/IND A3+	Downgraded
Non-fund-based working capital limits	-	-	-	-	INR346.9 (reduced from INR877)	IND A3+	Downgraded
Non-convertible debentures (NCDs)	INE283A07011	20 April 2022	11.55	FY26	INR700	IND BBB/Negative	Downgraded

In issuing and maintaining its ratings, India Ratings relies on factual information it receives from issuers and underwriters and from other sources India Ratings believes to be credible. India Ratings conducts a reasonable investigation of the factual information relied upon by it in accordance with its ratings methodology, and obtains reasonable verification of that information from independent sources, to the extent such sources are available for a given security.

The manner of India Ratings factual investigation and the scope of the third-party verification it obtains will vary depending on the nature of the rated security and its issuer, the requirements and practices in India where the rated security is offered and sold, the availability and nature of relevant public information, access to the management of the issuer and its advisers, the availability of pre-existing third-party verifications such as audit reports, agreed-upon procedures letters, appraisals, actuarial reports, engineering reports, legal opinions and other reports provided by third

parties, the availability of independent and competent third-party verification sources with respect to the particular security or in the particular jurisdiction of the issuer, and a variety of other factors.

Users of India Ratings ratings should understand that neither an enhanced factual investigation nor any third-party verification can ensure that all of the information India Ratings relies on in connection with a rating will be accurate and complete. Ultimately, the issuer and its advisers are responsible for the accuracy of the information they provide to India Ratings and to the market in offering documents and other reports. In issuing its ratings India Ratings must rely on the work of experts, including independent auditors with respect to financial statements and attorneys with respect to legal and tax matters. Further, ratings are inherently forward-looking and embody assumptions and predictions about future events that by their nature cannot be verified as facts. As a result, despite any verification of current facts, ratings can be affected by future events or conditions that were not anticipated at the time a rating was issued or affirmed.

India Ratings seeks to continuously improve its ratings criteria and methodologies, and periodically updates the descriptions on its website of its criteria and methodologies for securities of a given type. The criteria and methodology used to determine a rating action are those in effect at the time the rating action is taken, which for public ratings is the date of the related rating action commentary. Each rating action commentary provides information about the criteria and methodology used to arrive at the stated rating, which may differ from the general criteria and methodology for the applicable security type posted on the website at a given time. For this reason, you should always consult the applicable rating action commentary for the most accurate information on the basis of any given public rating.

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It will be important that you promptly provide us with all information that may be material to the ratings so that our ratings continue to be appropriate. Ratings may be raised, lowered, withdrawn, or placed on Rating Watch due to changes in, additions to, accuracy of or the inadequacy of information or for any other reason India Ratings deems sufficient.

Nothing in this letter is intended to or should be construed as creating a fiduciary relationship between India Ratings and you or between India Ratings and any user of the ratings.

In this letter, "India Ratings" means India Ratings & Research Pvt. Ltd. and any successor in interest.

We are pleased to have had the opportunity to be of service to you. If we can be of further assistance, please email us at infogrp@indiaratings.co.in

Sincerely,

India Ratings




Abhishek Bhattacharya
Senior Director

FW: Rating Letter for BLR–Precot Limited

Manoharan <manoharan@precot.com>

Thu 24/08/2023 17:16

To:Kavitha <kavitha@precot.com>

 1 attachments (277 KB)

PrecotLimited_RatingLetter-16374.pdf;

From: AWCAAdmin@indiaratings.co.in <AWCAAdmin@indiaratings.co.in>

Sent: Thursday, August 24, 2023 5:13 PM

To: Ravindra <ravindra@precot.com>; Manoharan <manoharan@precot.com>; Ramkumar <ramkumar@precot.com>

Cc: dinesh.s@indiaratings.co.in; barath.ramjee@indiaratings.co.in

Subject: Rating Letter for BLR–Precot Limited

Dear Sir/Madam,

Please find attached the rating letter for 'BLR' issued by India Ratings. Please get in touch with the analyst in case of any issues.

Best Regards,

India Ratings and Research

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