



February 12, 2024

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., Feb 12, 2024, has inter alia, considered the following matters: -

1. Pursuant to Regulation 30 read with Schedule III of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, approved the unaudited financial results of the company for the quarter and nine months ended December 31, 2023, along with the Limited Review Report of the Statutory Auditors of the company. – Enclosed as **Annexure 1**
2. The Board of Directors took note of the fact that the electricity bills of Southern Power Distribution Company of Andhra Pradesh Limited reflects an amount aggregating to Rs. 76.37 Crores as "Court Case Arrears". The Board further noted that this is a unilaterally arrived at figure, with no details made available to the Company. Further this amount is not mentioned as the amount payable in the bill but under "Court Case Arrears". This could be consequent to various litigations pending with regard to Andhra Pradesh Gas Power Corporation Limited as reflected in the earlier Annual Reports.

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended by the SEBI (Listing Obligations and Disclosure Requirements) (Second Amendment) Regulations, 2023 (the Listing Regulations) read with SEBI Circular



SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated July 13, 2023, the above is now considered as material information by the Company and as per the revised materiality criteria it is disclosed herewith.

Name of the opposing party	Southern Power Distribution Company of Andhra Pradesh Limited (SPDCL)
Court/ Tribunal/Agency where litigation is filed	Andhra Pradesh High Court/Supreme Court of India
Brief details of dispute/ litigation;	SPDCL has reflected in their bills an amount of Rs.76.37 crores as Court Case Arrears. This is an unilaterally arrived figure, with no details made available to the Company. This could be consequent to various litigations pending with regard to Andhra Pradesh Gas Power Corporation Limited as reflected in the earlier Annual Reports.
Expected financial implications if any, due to compensation, penalty, etc.	Unascertainable at this point of time
Quantum of claims, if any;	An unsubstantiated amount of Rs.76.37 Crores

The board meeting commenced at 11.30 AM and concluded by 12.00 PM.

This is for your information and records.

Thanking you,

**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

**Independent Auditor's Review Report on Unaudited Quarterly and Year-to-Date Standalone Financial Results of the company for the Nine months ended 31<sup>st</sup> December 2023**

**To the Board of Directors**

**Precot Limited**

1. We have reviewed the accompanying Statement of Unaudited **Standalone** Financial Results of **Precot Limited** ("the Company") for the quarter and nine months ended 31<sup>st</sup> December 2023 ("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 Statement is 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 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



C.S.Sathyanarayanan  
Partner  
Membership No: 028328  
UDIN: 24028328BKGSUR9820

Place: Coimbatore  
Date: 12-02-2024



**Independent Auditor's Review Report on Unaudited Quarterly and Year-to-Date Consolidated Financial Results of the Company for the Nine months ended 31<sup>st</sup> December 2023**

**To the Board of Directors**

**Precot Limited**

1. We have reviewed the accompanying Statement of Unaudited **Consolidated** Financial Results of **Precot 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 31<sup>st</sup> December 2023 ("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 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 Statement is 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 entities:

Sr. No.	Name of the Entity	Relationship	% of Holding
1.	Precot Limited	Parent	
2.	Suprem Associates (Partnership Firm)	Subsidiary	99.88%

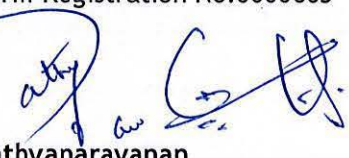
5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard 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 Consolidated Unaudited Financial Results, whose interim financial results reflects, total revenue of ₹ Nil; total net profit after tax of ₹ Nil and total comprehensive income of ₹ Nil for the quarter and nine months ended 31<sup>st</sup> December 2023, 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: 12-02-2024



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

  
C.S. Sathyanarayanan  
Partner  
Membership No: 028328  
UDIN: 24028328BKGSUS4572




Precot 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 31st December 2023													
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-23	30-Sep-23	31-Dec-22	31-Dec-23	31-Dec-22	31-Mar-23	31-Dec-23	30-Sep-23	31-Dec-22	31-Dec-23	31-Dec-22	31-Mar-23
		Unaudited			Unaudited		Audited	Unaudited			Unaudited		Audited
1	Income from operations												
	(a) Revenue from operations	21,694.82	25,416.75	21,924.75	68,410.63	68,683.38	91,869.29	21,694.82	25,416.75	21,924.75	68,410.63	68,683.38	91,869.29
	(b) Other operating revenue	1,076.71	1,213.67	775.15	3,413.44	2,898.57	3,513.02	1,076.71	1,213.67	775.15	3,413.44	2,898.57	3,513.02
	(c) Other income	198.75	133.43	145.89	580.38	353.73	723.77	198.75	133.43	145.89	580.38	353.73	723.77
	Total Income	22,970.28	26,763.85	22,845.79	72,404.45	71,935.68	96,106.08	22,970.28	26,763.85	22,845.79	72,404.46	71,935.68	96,106.08
2	Expenses												
	(a) Cost of materials consumed	13,849.88	15,450.38	14,816.92	43,543.41	51,686.92	64,797.86	13,849.88	15,450.38	14,816.92	43,543.41	51,686.92	64,797.86
	(b) Purchase of stock in trade	-	-	-	-	-	2.90	-	-	-	-	-	2.90
	(c) Changes in inventories of finished goods,stock in trade and work-in-progress	(249.83)	2,122.81	2,949.00	2,220.98	(5,783.05)	(2,471.81)	(249.83)	2,122.81	2,949.00	2,220.98	(5,783.05)	(2,471.81)
	(d) Employee benefits expense	2,321.94	2,240.56	2,003.08	6,802.51	6,359.94	8,463.01	2,321.94	2,240.56	2,003.08	6,802.51	6,359.94	8,463.01
	(e)Finance costs	809.15	1,185.14	868.36	2,968.74	2,825.50	3,613.55	809.15	1,185.14	868.36	2,968.74	2,825.50	3,613.55
	(f) Depreciation and amortisation expense	512.06	503.14	854.78	1,754.36	2,499.42	3,339.74	512.06	503.14	854.78	1,754.36	2,499.42	3,339.74
	(g) Other expenses	5,077.04	5,185.87	5,023.35	15,130.16	16,540.15	21,813.12	5,077.04	5,185.87	5,023.35	15,130.16	16,540.15	21,813.12
	Total expenses	22,320.24	26,687.90	26,515.49	72,420.16	74,128.88	99,558.37	22,320.24	26,687.90	26,515.49	72,420.16	74,128.88	99,558.37
3	Profit / (Loss) before exceptional items and tax (1-2)	650.04	75.95	(3,669.70)	(15.71)	(2,193.20)	(3,452.29)	650.04	75.95	(3,669.70)	(15.71)	(2,193.20)	(3,452.29)
4	Exceptional items	-	(183.60)	-	(183.60)	-	-	-	(183.60)	-	(183.60)	-	-
5	Profit / (Loss) before tax (3+4)	650.04	(107.65)	(3,669.70)	(199.31)	(2,193.20)	(3,452.29)	650.04	(107.65)	(3,669.70)	(199.31)	(2,193.20)	(3,452.29)
6	Tax expenses (a+b+c)	(230.99)	-	(875.94)	(663.47)	(481.35)	(850.03)	(230.99)	-	(875.94)	(663.47)	(481.35)	(850.03)
	(a) Current tax	-	-	(351.00)	-	-	-	-	-	(351.00)	-	-	-
	(b) Deferred Tax	0.00	-	(524.94)	(182.61)	(481.35)	(850.03)	0.00	-	(524.94)	(182.61)	(481.35)	(850.03)
	(c) Tax credit for earlier years	(230.99)	-	-	(480.86)	-	-	(230.99)	-	-	(480.86)	-	-
7	Profit / (Loss) for the period (5-6)	881.03	(107.65)	(2,793.76)	464.16	(1,711.85)	(2,602.26)	881.03	(107.65)	(2,793.76)	464.16	(1,711.85)	(2,602.26)
8	Other Comprehensive Income:												
	A) Items that will not be reclassified to profit or Loss:												
	i) Remeasurement of the defined benefit plans	(42.00)	(50.89)	(29.93)	(110.89)	(88.13)	(60.63)	(42.00)	(50.89)	(29.93)	(110.89)	(88.13)	(60.63)
	ii) Gains / (Losses) on fair value of Equity instruments measured at fair value through OCI	-	-	0.51	-	0.51	(632.62)	-	-	0.51	-	0.51	(632.62)
	iii) Income tax relating to items that will not be reclassified to profit or loss	-	-	7.41	4.53	22.05	174.48	-	-	7.41	4.53	22.05	174.48
	Total Other Comprehensive Income	(42.00)	(50.89)	(22.01)	(106.36)	(65.57)	(518.77)	(42.00)	(50.89)	(22.01)	(106.36)	(65.57)	(518.77)
9	Total Comprehensive Income for the period (7+8)	839.03	(158.54)	(2,815.77)	357.80	(1,777.42)	(3,121.03)	839.03	(158.54)	(2,815.77)	357.80	(1,777.42)	(3,121.03)
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 balance sheet	-	-	-	-	-	37,031.27	-	-	-	-	-	39,371.26
12	Earnings Per Share (EPS) (Basic & Diluted) of Rs. 10/-each (not annualised)	7.34	(0.90)	(23.28)	3.87	(14.27)	(21.69)	7.34	(0.90)	(23.28)	3.87	(14.27)	(21.69)



## 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 12-02-2024.
- 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 **Exceptional Items :**  
A parcel of land measuring 3.40 acres was under dispute, for which a suit was filed before the subordinate judge at Palakkad seeking nullification of the conveyance of property. The said dispute was dismissed by the court vide judgement dated 5th December 2002, thereby granting absolute ownership of the property to the company.  
The above order was challenged by way of an appeal by the appellant before the Kerala High Court. The High Court allowed the appeal and set aside the order of the subordinate judge of Palakkad vide court order dated 16th June 2023.  
Aggrieved by the order, an appeal by way of a Special Leave Petition was preferred by the company before the Honourable Supreme Court of India, which was dismissed. Consequently the carrying value of the land amounting to Rs.183.60 lakhs has been written off.
- 4 Figures for the earlier period have been regrouped / reclassified wherever necessary to correspond to the figures for the current period.

Place : Coimbatore  
Date : 12-Feb-2024

For Precot Limited  
  
Ashwin Chandran (DIN : 00001884)  
Chairman & Managing Director

