Precot

May 25, 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: Disclosure under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") - Outcome of the Board Meeting of the Company held on May 25, 2022 – reg.**

**Symbol: PRECOT**

The Board of Directors of the Company at their meeting held today i.e. May 25, 2022, has inter alia, considered and approved the following matters:-

1. The Board has approved and taken on record the standalone and consolidated audited financial results for the quarter and financial year ended on March 31, 2022 under Regulation 33 of the Listing Regulations - **Annexure I**
2. The Board has recommended a dividend of Rs.6/- per share for every one equity share of Rs.10/- each, for the financial year 2021-22 subject to the approval of the shareholders at the ensuing Annual General Meeting.
3. Approved the appointment of Mr. Arun Selvaraj (DIN: 01829277) and Dr. Vinay Balaji Naidu (DIN: 09232643) as Additional Directors (Non-Executive & Independent) of the Company with effect from 1.6.2022. Brief Profile of Mr Arun Selvaraj and Dr Vinay Balaji Naidu-are provided in **Annexure II.**
4. Approved the reappointment of Mr Ashwin Chandran (DIN: 00001884), as the Chairman and Managing Director, Mr Prashanth Chandran (DIN: 01909559), as the Vice Chairman and Managing Director and Mr T Kumar (DIN: 07826033) as the Executive Director for a period of three years with effect from 1.4.2023, subject to the approval of the shareholders of the Company. Detailed profile is disclosed in **Annexure III.**

PRECOT LIMITED CBE

**Precot Limited** (Formerly Precot Meridian Limited)
Regd Office, D Block, 4th Floor, Hanudev Info Park, Nava India Road,
Udaiyampalayam, Coimbatore - 641 028
Tel: 0091 422 4321100 | Fax: 0091 422 4321200 | Email: co@precot.com
CIN: L17111TZ1962PLC001183 | Website: www.precot.com

5. Approved the Director's Report along with its annexures and attachments including Management Discussion and Analysis Report and Corporate Governance Report.

6. Approved the notice of the Annual General Meeting for the year 2022.

The aforesaid financial results together with Annexures are enclosed with this letter. These are also being made available on the website of the company http://www.precot.com/investor-relations/.

The board meeting concluded by 1.20 PM. This is for your information and records.

Thanking you,

**For Precot Limited**

**S.Kavitha**

**Company Secretary**

**Precot Limited** (Formerly Precot Meridian Limited)
Regd Office, D Block, 4th Floor, Hanudev Info Park, Nava India Road,
Udaiyampalayam, Coimbatore - 641 028
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ANNEXURE I

May 25, 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: Audited Financial Results (Standalone and Consolidated) for the Quarter and Financial Year ended March 31, 2022, pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations")**

**Symbol: PRECOT**

This has reference to our intimation dated May 16, 2022, we would like to inform you that the Board of Directors of the Company at their meeting held today i.e. May 25, 2022, has inter alia, approved the Audited Financial Results (Standalone and Consolidated) for the quarter and financial year ended March 31, 2022.

Pursuant to Regulation 33 of the Listing Regulations, we are enclosing the following:

1. Audited Financial Results (Standalone and Consolidated) for the quarter and financial year ended March 31, 2022
2. Declaration for Audit Report with unmodified opinion for Standalone and Consolidated Financial Results for the financial year ended on March 31, 2022
3. Auditors Report on the Audited Financial Results (Standalone and Consolidated)

The above said results are enclosed with this letter. These are also being made available on the website of the company http://www.precot.com/investor-relations/.

Thanking you,

**For Precot Limited**

**Prashanth Chandran**

**Vice Chairman and Managing Director**

**Precot Limited** (Formerly Precot Meridian Limited)
Regd Office, D Block, 4th Floor, Hanudev Info Park, Nava India Road,
Udaiyampalayam, Coimbatore - 641 028
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May 25, 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,

**Sub: Declaration pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") – reg.**

Pursuant to Regulation 33 of the Listing Regulations, we hereby confirm and declare that the statutory auditors of the company, M/s VKS Aiyer & Co, Chartered Accountants, have issued an Audit Report with unmodified opinion on Audited financial results of the company (Standalone and Consolidated) for the quarter and financial year ended on March 31, 2022.

This declaration is submitted pursuant to Regulation 33 (3)(d) of the Listing Regulations.

This is for your information and records.

Thanking you,

Yours truly,

**For Precot Limited**

**Prashanth Chandran**

**Vice Chairman and Managing Director**

**Precot Limited** (Formerly Precot Meridian Limited)
Regd Office, D Block, 4th Floor, Hanudev Info Park, Nava India Road,
Udaiyampalayam, Coimbatore - 641 028
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**Independent Auditor's Report on audit of the Standalone Annual Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, (as amended).**

**To the Board of Directors of Precot Limited (formerly Precot Meridian Limited)**

**Opinion**

1. We have audited the accompanying Standalone Annual Financial Results ("the Statement") of **Precot Limited (formerly Precot Meridian Limited)** ("the Company") for the year ended 31st March,2022 attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015,(as amended) ("Listing Regulations").

2. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
   i) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and

   ii) gives a true and fair view in conformity with the applicable Indian Accounting Standards ('Ind AS') 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, of the standalone net profit after tax, other comprehensive income and other financial information of the Company for the year ended 31st March,2022.

**Basis for Opinion**

3. We conducted our audit in accordance with the Standards on Auditing ('SAs') specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Statement* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('the ICAI') together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our opinion.

VKS Aiyer & Co. COIMBATORE Chartered Accountants

**Management and Board of Directors Responsibilities for the Statement**

4. This Statement has been prepared on the basis of the standalone annual financial statements and has been approved by the Company's Board of Directors. The Company's Board of Directors is responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit, other comprehensive income and other financial information of the Company in accordance with the Indian Accounting Standards prescribed under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations including SEBI Circular. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

5. In preparing the Statement, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

6. The Board of Directors is also responsible for overseeing the Company's financial reporting process.

**Auditor's Responsibilities for the Audit of the Statement**

7. Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Standards on Auditing, specified under section 143(10) of the Act, will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Statement.

VKS Aiyer & Co. COIMBATORE Chartered Accountants

8. As part of an audit in accordance with the Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

   - Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;

   - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls;

   - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management and board of directors;

   - Conclude on the appropriateness of the management and board of directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern; and

   - Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

9. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

10. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

VKS Aiyer & Co COIMBATORE Chartered Accountants

**Other Matter**

11. This Statement includes the standalone financial results for the quarter ended 31st March 2022 and quarter ended 31st March 2021, 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 those financial years, which were subject to limited review by us.

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

VKS Aiyer & Co COIMBATORE Chartered Accountants

**C.S.Sathyanarayanan**
Partner
Membership No. 028328
UDIN : 22028328AJNXIU7727

Place : Coimbatore
Date : 25th May 2022

**Independent Auditor's Report on audit of the Consolidated Annual Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, (as amended).**

**To the Board of Directors of Precot Limited (formerly Precot Meridian Limited)**

**Opinion**

1. We have audited the accompanying Consolidated Annual Financial Results ("the Statement") of **Precot Limited (formerly Precot Meridian Limited)** (hereinafter referred to as the "Holding Company") and its subsidiary (Holding Company and its subsidiary together referred to as "the Group") for the year ended 31st March, 2022, attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, (as amended) ('Listing Regulations').

2. In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the financial information of subsidiary furnished by the management, the aforesaid statement:

i. includes the annual financial results of the following entity

| S. No. | Name of the Entity | Relationship | % of Holding |
|---|---|---|---|
| 1. | Precot Limited (formerly Precot Meridian Limited) | Parent | |
| 2. | Suprem Associates (Partnership Firm) | Subsidiary | 99% |

ii. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and

iii. gives a true and fair view in conformity with the applicable Indian Accounting Standards ('Ind AS') 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, of the consolidated net profit after tax, other comprehensive income and other financial information of the Group for the year ended March 31st, 2022.

VKS Aiyer & Co. COIMBATORE Chartered Accountants

**Basis for Opinion**

3. We conducted our audit in accordance with the Standards on Auditing ('SAs') specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Statement* section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('the ICAI') together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in "Other Matter" paragraph below, is sufficient and appropriate to provide a reasonable basis for our opinion.

**Management and Board of Directors Responsibilities for the Statement**

4. This Statement, has been prepared on the basis of the consolidated annual financial statements / financial information and has been approved by the Company's Board of Directors. The Holding Company's Board of Directors is responsible for the preparation and presentation of these statement that gives a true and fair view of the consolidated net profit and other comprehensive income and other financial information of the Group in accordance with the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations, including SEBI circular. The Holding Company's Board of Directors is also responsible for ensuring accuracy of records including financial information considered necessary for the preparation of the Statement. This responsibility includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error. These financial results have been used for the purpose of preparation of the statement by the Directors of the Holding Company, as aforesaid.

5. In preparing the Statement, the Board of Directors is responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

6. The Board of directors of the entities included in the Group are responsible for overseeing the financial reporting process of the Group.

VKS Aiyer & Co COIMBATORE Chartered Accountants

**Auditor's Responsibilities for the Audit of the Statement**

7. Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Standards on Auditing specified, under Section 143(10) of the Act, will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

8. As part of an audit in accordance with Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the group has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls;

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management and Board of Directors;

- Conclude on the appropriateness of the Management and Board of Directors' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion.

  Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.

VKS Aiyer & Co. COIMBATORE Chartered Accountants

- Evaluate the overall presentation, structure and content of the Statement including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation; and

- Obtain sufficient appropriate audit evidence regarding the financial statements of the entities within the Group to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the Statement of which we are the independent auditors. Our responsibilities in this regard is as described in "Other Matters" paragraph in this audit report.

9. We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

10. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

11. We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

**Other Matters**

12. The statement includes the unaudited financial results of a subsidiary whose financial statements reflects Group's share of total assets of ₹ 2,421.57 Lakhs as at March 31, 2022, Group's share of total revenues of ₹ NIL, Group's share of total profit (including other comprehensive income) after tax of ₹ NIL, and net cash flows of ₹ NIL for the year ended on that date, as considered in the statement. These unaudited interim financial information have been furnished to us by the Management and our opinion on the statement, in so far as it relates to the amounts and disclosures included in respect of the subsidiary is based solely on such unaudited financial information. In our opinion and according to the information and explanations given to us by the Management, this financial information is not material to the Group.

    Our opinion on the Statement is not modified in respect of the above matters with respect to our reliance on the financial information certified by the management.

VKS Aiyer & Co COIMBATORE Chartered Accountants

13. The Statement includes results for the quarter ended 31st March,2022 and quarter ended 31st March,2021, 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 those financial years, which were subject to limited review by us.

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

VKS Aiyer & Co COIMBATORE Chartered Accountants

**C.S.Sathyanarayanan**
Partner
Membership No.: 028328
UDIN: 22028328AJNXLW2301

Place: Coimbatore
Date: 25th May 2022

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 audited financial results for the quarter and year ended 31-Mar-2022

Rs. in lakhs

| S.No | Particulars | Standalone | | | | | Consolidated | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | | For the Quarter ended | | | Year ended | | For the Quarter ended | | | Year ended | |
| | | 31-Mar-22 | 31-Dec-21 | 31-Mar-21 | 31-Mar-22 | 31-Mar-21 | 31-Mar-22 | 31-Dec-21 | 31-Mar-21 | 31-Mar-22 | 31-Mar-21 |
| | | Unaudited | | | Audited | | Unaudited | | | Audited | |
| 1 | **Income from operations** | | | | | | | | | | |
| | (a) Revenue from operations | 27,438 | 27,058 | 21,117 | 95,466 | 64,237 | 27,438 | 27,058 | 21,117 | 95,466 | 64,237 |
| | (b) Other operating revenue | 1,068 | 1,125 | 752 | 3,862 | 2,277 | 1,068 | 1,125 | 752 | 3,862 | 2,277 |
| | (c) Other income | 183 | 52 | 203 | 649 | 570 | 183 | 52 | 203 | 649 | 570 |
| | **Total Income** | **28,689** | **28,235** | **22,072** | **99,977** | **67,084** | **28,689** | **28,235** | **22,072** | **99,977** | **67,084** |
| 2 | **Expenses** | | | | | | | | | | |
| | (a) Cost of materials consumed | 16,880 | 14,283 | 10,704 | 53,217 | 34,052 | 16,880 | 14,283 | 10,704 | 53,217 | 34,052 |
| | (b) Purchase of stock in trade | - | - | - | - | 77 | - | - | - | - | 77 |
| | (c) Changes in inventories of finished goods and work-in-progress | (1,598) | (190) | 113 | (4,359) | 1,726 | (1,598) | (190) | 113 | (4,359) | 1,726 |
| | (d) Employee benefits expense | 2,427 | 2,386 | 2,250 | 9,360 | 7,358 | 2,427 | 2,386 | 2,250 | 9,360 | 7,358 |
| | (e)Finance costs | 806 | 470 | 830 | 2,898 | 3,272 | 806 | 470 | 830 | 2,898 | 3,272 |
| | (f) Depreciation and amortisation expense | 797 | 818 | 823 | 3,252 | 3,317 | 797 | 818 | 823 | 3,252 | 3,317 |
| | (g) Other expenses | 6,494 | 6,041 | 4,447 | 22,234 | 13,987 | 6,494 | 6,041 | 4,447 | 22,234 | 13,987 |
| | **Total expenses** | **25,806** | **23,808** | **19,167** | **86,602** | **63,789** | **25,806** | **23,808** | **19,167** | **86,602** | **63,789** |
| 3 | Profit / (Loss) before exceptional items and tax (1-2) | **2,883** | **4,427** | **2,905** | **13,375** | **3,295** | **2,883** | **4,427** | **2,905** | **13,375** | **3,295** |
| 4 | Exceptional items | - | - | - | - | - | - | - | - | - | - |
| 5 | **Profit / (Loss) before tax (3+4)** | **2,883** | **4,427** | **2,905** | **13,375** | **3,295** | **2,883** | **4,427** | **2,905** | **13,375** | **3,295** |
| 6 | **Tax expenses** | **460** | **1,007** | - | **2,833** | - | **460** | **1,007** | - | **2,833** | - |
| | Current tax | 467 | 975 | - | 2,280 | - | 467 | 975 | - | 2,280 | - |
| | For earlier years | - | - | - | - | - | - | - | - | - | - |
| | Deferred Tax | (7) | 32 | - | 553 | - | (7) | 32 | - | 553 | - |
| 7 | **Profit / (Loss) for the period (5-6)** | **2,423** | **3,420** | **2,905** | **10,542** | **3,295** | **2,423** | **3,420** | **2,905** | **10,542** | **3,295** |
| 8 | **Other Comprehensive Income:** | | | | | | | | | | |
| | **A) Items that will not be reclassified to profit or Loss:** | | | | | | | | | | |
| | i) Remeasurement of the defined benefit plans | 53 | (95) | (57) | (523) | (136) | 53 | (95) | (57) | (523) | (136) |
| | ii) Gains / (Losses) on fair value of Equity instruments measured at fair value through OCI | 134 | - | (12) | 134 | (13) | 134 | - | (12) | 134 | (13) |
| | iii) Income tax relating to items that will not be reclassified to profit or Loss | (47) | 24 | - | 98 | - | (47) | 24 | - | 98 | - |
| | **Total Other Comprehensive Income (i + ii + iii)** | **140** | **(71)** | **(69)** | **(291)** | **(149)** | **140** | **(71)** | **(69)** | **(291)** | **(149)** |
| 9 | **Total Comprehensive Income for the period (7+8)** | **2,563** | **3,349** | **2,836** | **10,251** | **3,146** | **2,563** | **3,349** | **2,836** | **10,251** | **3,146** |
| 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 | 1,200 | 1,200 |
| 11 | Other Equity as shown in the audited balance sheet of the previous years | | | | 40,872 | 30,622 | | | | 43,212 | 32,962 |
| 12 | Earnings Per Share (EPS) (Basic & Diluted) of Rs. 10/-each | 20.19 | 28.50 | 24.21 | 87.85 | 27.46 | 20.19 | 28.50 | 24.21 | 87.85 | 27.46 |

| | Statement of Assets and liabilities : | Standalone | | Consolidated | |
|---|---|---|---|---|---|
| | Particulars | 31-Mar-22 | 31-Mar-21 | 31-Mar-22 | 31-Mar-21 |
| | ASSETS | | | | |
| (1) | Non-current Assets | | | | |
| | ( a ) Property, Plant and Equipment | 40,374 | 41,324 | 42,795 | 43,744 |
| | ( b ) Right of use of assets | 464 | 591 | 464 | 591 |
| | ( c ) Capital work-in-progress | 3,160 | 256 | 3,160 | 256 |
| | ( d ) Intangible assets | 44 | 38 | 44 | 38 |
| | ( e ) Intangible assets under development | - | 8 | - | 8 |
| | ( f ) Financial Assets | | | | |
| | (i) Investments | 1,300 | 1,086 | 1,218 | 1,076 |
| | (ii) Loans | - | 71 | - | - |
| | (iii) Other Financial Assets | 810 | 989 | 810 | 989 |
| | ( g ) Other non-current assets | 1,018 | 460 | 1,018 | 460 |
| | Total Non Current Assets | 47,170 | 44,823 | 49,509 | 47,162 |
| (2) | Current assets | | | | |
| | ( a ) Inventories | 24,141 | 13,120 | 24,141 | 13,120 |
| | ( b ) Financial Assets | | | | |
| | (i) Trade receivables | 13,995 | 10,207 | 13,995 | 10,207 |
| | (ii) Cash and cash equivalents | 148 | 109 | 149 | 110 |
| | (iii) Bank balances other than (ii) above | 916 | 787 | 916 | 787 |
| | (iv) Loans | 64 | 78 | 64 | 78 |
| | (v) Other Financial Assets | 39 | 48 | 39 | 48 |
| | ( c ) Other current assets | 4,504 | 4,263 | 4,504 | 4,263 |
| | Total Current Assets | 43,807 | 28,612 | 43,808 | 28,613 |
| | | | | | |
| | TOTAL ASSETS | 90,977 | 73,435 | 93,317 | 75,775 |
| | EQUITY AND LIABILITIES | | | | |
| | EQUITY | | | | |
| | ( a ) Equity Share capital | 1,200 | 1,200 | 1,200 | 1,200 |
| | ( b ) Other Equity | 40,872 | 30,622 | 43,212 | 32,962 |
| | | - | - | - | - |
| | Equity Attributable to owners of Precot Ltd | 42,072 | 31,822 | 44,412 | 34,162 |
| | Non controlling Interests | - | - | 0 | 0 |
| | Total Equity | 42,072 | 31,822 | 44,412 | 34,162 |
| (1) | LIABILITIES | | | | |
| | Non-current liabilities | | | | |
| | ( a ) Financial Liabilities | | | | |
| | (i) Borrowings | 8,170 | 10,460 | 8,170 | 10,460 |
| | (Ii) Lease Liability | 90 | 194 | 90 | 194 |
| | (ii) Other financial liabilities | 17 | 19 | 17 | 19 |
| | ( b ) Provisions | 2,153 | 1,947 | 2,153 | 1,947 |
| | ( c ) Deferred tax liabilities (Net) | 455 | - | 455 | - |
| | ( d ) Other non-current liabilities | 112 | 195 | 112 | 195 |
| | Total Non Current Liabilities | 10,997 | 12,815 | 10,997 | 12,815 |
| (2) | Current liabilities | | | | |
| | ( a ) Financial Liabilities | | | | |
| | (i) Borrowings | 27,608 | 22,173 | 27,608 | 22,173 |
| | (ii) Lease Laibility | 103 | 92 | 103 | 92 |
| | (iii) Trade payables | 3,827 | 2,956 | 3,827 | 2,956 |
| | (iv) Other financial liabilities | 5,370 | 2,918 | 5,370 | 2,918 |
| | ( b ) Other current liabilities | 436 | 435 | 436 | 435 |
| | ( c ) Provisions | 564 | 224 | 564 | 224 |
| | Total Current Liabilities | 37,908 | 28,798 | 37,908 | 28,798 |
| | TOTAL LIABILITIES | 48,905 | 41,613 | 48,905 | 41,613 |
| | | | | | |
| | TOTAL EQUITY AND LIABILITIES | 90,977 | 73,435 | 93,317 | 75,775 |

PRECOT LIMITED * CBE *

| Cashflow from Operating Activities : | Standalone | | | | Consolidated | | | |
|---|---|---|---|---|---|---|---|---|
| | 31-Mar-22 | | 31-Mar-21 | | 31-Mar-22 | | 31-Mar-21 | |
| **Net Profit / (Loss) Before Tax** | | 13,375 | | 3,295 | | 13,375 | | 3,295 |
| **Adjustments for :** | | | | | | | | |
| Depreciation and amortization expense | 3,252 | | 3,317 | | 3,252 | | 3,317 | |
| Interest income (including fair value change in financial instruments) | (132) | | (154) | | (132) | | (154) | |
| (Profit)/Loss on sale of Property,Plant and Equipment (net) | (45) | | (75) | | (45) | | (75) | |
| Unrealised foreign exchange loss/(gain) | (238) | | (289) | | (238) | | (289) | |
| Liabilities no more payable | (6) | | (7) | | (6) | | (7) | |
| Finance cost (including fair value change in financial instruments) | 2,898 | | 3,272 | | 2,898 | | 3,272 | |
| Allowance for credit loss (net) | (175) | | 240 | | (175) | | 240 | |
| Provision/(reversal) of doubtful advances | (2,173) | | (24) | | (2,173) | | (24) | |
| Bad debts written off | 262 | | - | | 262 | | - | |
| Irrecoverable advances written off | 2,143 | | 22 | | 2,143 | | 22 | |
| Other adjustments | 71 | | 116 | | 71 | | 116 | |
| Assets Discarded / Written off | 35 | | - | | 35 | | - | |
| | | 5,892 | | 6,418 | | 5,892 | | 6,418 |
| **Operating Profit before working capital changes** | | 19,267 | | 9,713 | | 19,267 | | 9,713 |
| **Adjustments for :** | | | | | | | | |
| (Increase) / Decrease in Inventories | (11,021) | | (688) | | (11,021) | | (688) | |
| (Increase) / Decrease in Trade Receivabes | (3,836) | | (1,637) | | (3,836) | | (1,637) | |
| (Increase) / Decrease in Loans | 193 | | (256) | | 193 | | (256) | |
| (Increase) / Decrease in Other Assets | (255) | | (2,553) | | (255) | | (2,553) | |
| Increase / (Decrease) in Trade Payable | 854 | | (1,529) | | 854 | | (1,529) | |
| Increase / (Decrease) in Other Financial Liabilities | 2,617 | | (285) | | 2,617 | | (285) | |
| Increase / (Decrease) in Other Liabilities and Provisions | (269) | | (141) | | (269) | | (141) | |
| | | (11,717) | | (7,089) | | (11,717) | | (7,089) |
| **Cash generated from Operations** | | 7,550 | | 2,624 | | 7,550 | | 2,624 |
| Direct Taxes Refund / (Payable) | | (1,997) | | (24) | | (1,997) | | (24) |
| **Net Cash Flow from operating activities** | | 5,553 | | 2,600 | | 5,553 | | 2,600 |
| | | | | | | | | |
| **B.CASH FLOW FROM INVESTING ACTIVITIES** | | | | | | | | |
| Purchase of Property, Plant and Equipment (Including WIP) | (5,141) | | (892) | | (5,141) | | (892) | |
| Advance settled for purchase of Property, Plant and Equipment | (540) | | (254) | | (540) | | (254) | |
| Sale of Property, Plant and Equipment | 74 | | 161 | | 74 | | 161 | |
| (Purchase)/ Sale of Non - Current Investments | (11) | | - | | (11) | | - | |
| Interest Received | 140 | | 158 | | 140 | | 158 | |
| **Net Cash flow from / (used in) Investing activities** | | (5,478) | | (827) | | (5,478) | | (827) |
| | | | | | | | | |
| **C. CASH FLOW FROM FINANCING ACTIVITES:-** | | | | | | | | |
| Unclaimed dividends paid | (5) | | (2) | | (5) | | (2) | |
| Interest Paid | (2,682) | | (3,299) | | (2,682) | | (3,299) | |
| Proceeds / (Repayment) of Long Term Borrowings | (1,031) | | 2,055 | | (1,031) | | 2,055 | |
| Repayment of lease liability | (114) | | (109) | | (114) | | (109) | |
| Proceeds / (Repayments) of Unsecured Loan | (732) | | 119 | | (732) | | 119 | |
| Proceeds / (Repayments) of loans repayable on demand | 4,657 | | (443) | | 4,657 | | (443) | |
| **Net Cash Flow used in Financing Activities** | | 93 | | (1,679) | | 93 | | (1,679) |
| | | | | | | | | |
| **Net Increase/Decrease in Cash and Cash Equivalent** | | 168 | | 94 | | 168 | | 94 |
| **Cash and Bank Balances as at 01.04.2021 and 01.04.2020 (Opening balance)** | | 896 | | 802 | | 897 | | 803 |
| Less: Bank balances not considered as Cash and Cash Equivalents as per IndAS7 | | 916 | | 787 | | 916 | | 787 |
| **Cash and Cash Equivalents as at 31.03.22 and 31.03.21 (Closing balance)** | | 148 | | 109 | | 149 | | 110 |

PRECOT LIMITED CBE

**Notes**

1. The above audited 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 25-May-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. Other Income includes foreign exchange gain arising out of restatement of foreign currency assets and liabilities amounting to Rs.85.62 Lakhs for the current three months ended 31.03.2022 and gain of Rs.238.20 Lakhs for the year ended 2022.
4. Figures for the earlier period have been regrouped / reclassified wherever necessary to correspond to the figures for the current period.
5. 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.
6. Events After Reporting Period: The Board has recommended a final dividend of 60% (Rs.6/- per share of the face value of Rs.10/ each) for the year 2021-22 subject to the approval of the shareholders in Annual General Meeting
7. The figures of the last quarter are the balancing figures between audited figures for the full financal year and unaudited year to date figures upto the third quarter of the respective financial year.

**By order of the Board**

**Place : Coimbatore**
**Date : 25-May-2022**

**Prashanth Chandran (DIN : 01909559)**
**Vice Chairman & Managing Director**

Precot

Annexure II

Additional 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

**Mr. Arun Selvaraj (DIN: 01829277)**

| S.no | Particulars | Details |
|---|---|---|
| 1 | Reason for change viz., appointment, resignation, removal, death or otherwise | Appointment of Mr. Arun Selvaraj (DIN: 01829277) as an Additional Director-Independent |
| 2 | Date of appointment/ ~~cessation~~ (as applicable) & terms of appointment | June 1, 2022 (As additional director) to hold office till the ensuing Annual general meeting. A resolution is being moved at the ensuing AGM to appoint him as Independent Director by the shareholders. |
| 3 | Brief Profile (in case of appointment) | Mr. Arun Selvaraj is holder of Diploma In Textile Technology, and Textile Marketing & Management **from** Phildelphia University, USA. He has over 15 years of experience in managing a family-owned textile industry.<br>He is a Managing Director of Elango Engineering Private Limited. He is also holding Independent Directorship in Lakshmi Electrical Control Systems Limited. |
| 4 | Disclosure of relationship between directors (in case of appointment of Director) | Mr. Arun Selvaraj is not related to any of the Directors of the Company. |
| 5 | Information as required under NSE/CML/2018/24 dated June 20, 2018 issued by NSE | Mr. Arun Selvaraj is not debarred from holding office of a Director by virtue of any SEBI Order or any other such authority. |

**Dr. Vinay Balaji Naidu (DIN: 09232643)**

| S.no | Particulars | Details |
|---|---|---|
| 1 | Reason for change viz., appointment, resignation, removal, death or otherwise | Appointment of Dr. Vinay Balaji Naidu (DIN: 09232643) as an Additional Director-Independent. |
| 2 | Date of appointment/ ~~cessation~~ (as applicable) & terms of appointment | June 1, 2022 ( As additional director) to hold office till the ensuing Annual general meeting. A resolution is being moved at the ensuing AGM to appoint him as Independent Director by the shareholders. |
| 3 | Brief Profile (in case of appointment) | Dr Vinay Balaji Naidu is a Master of Dental Surgery (MDS). Dr Vinay Balaji has over 16 years of experience as a Specialist in Micro-Endodontics and as a Dental Surgeon. He is having more than 10 years' experience in the General Administration.<br>He is holding Independent Directorship in L.G. Balakrishnan & Bros Limited |
| 4 | Disclosure of relationship between directors (in case of appointment of Director) | Dr. Vinay Balaji Naidu is not related to any of the Directors of the Company. |
| 5 | Information as required under NSE/CML/2018/24 dated June 20, 2018 issued by NSE | Dr. Vinay Balaji Naidu is not debarred from holding office of a Director by virtue of any SEBI Order or any other such authority. |

Annexure III

**Mr. Ashwin Chandran (DIN: 00001884)**

| S.no | Particulars | Details |
|---|---|---|
| 1 | Reason for change viz., appointment, resignation, removal, death or otherwise | Re-appointment of **Mr Ashwin Chandran (DIN: 00001884)**, as Chairman and Managing Director of the Company. |
| 2 | Date of appointment/ ~~cessation~~ (as applicable) & terms of appointment | Three (3) years w.e.f. 1st April, 2023 to 31st March, 2026.<br>He would be liable to retire by rotation. |
| 3 | Brief Profile (in case of appointment) | Mr Ashwin Chandran B Sc(Hons), MBA, is having more than 20 years' experience in Textile Industry. He has been associated with the Company from the year 2003.<br>He is holding Directorship in Kovilpatti Lakshmi Roller Flour Mills Limited, The Cotton Textiles Export Promotion Council, PC Racing Foundation, Confederation of Indian Textile Industry and Textile Sector Skill Council. |
| 4 | Disclosure of relationship between directors (in case of appointment of Director) | Mr Ashwin Chandran is related to Mr Prashanth Chandran Vice Chairman and Managing Director of the Company. |
| 5 | Information as required under NSE/CML/2018/24 dated June 20, 2018 issued by NSE | Mr Ashwin Chandran is not debarred from holding office of a Director by virtue of any SEBI Order or any other such authority. |

**Mr.Prashanth Chandran (DIN: 01909559)**

| S.no | Particulars | Details |
|---|---|---|
| 1 | Reason for change viz., appointment, resignation, removal, death or otherwise | Re-appointment of **Mr.Prashanth Chandran (DIN: 01909559)**, as Vice Chairman and Managing Director of the Company. |
| 2 | Date of appointment/ ~~cessation~~ (as applicable) & terms of appointment | Three (3) years w.e.f. 1st April, 2023 to 31st March, 2026.<br>He would be liable to retire by rotation. |
| 3 | Brief Profile (in case of appointment) | Mr Prashanth Chandran B. Eng, is having more than 15 years' experience in Textile Industry. He has been associated with the Company from the year 2010.<br>He is holding Directorship in PC Racing Foundation. |
| 4 | Disclosure of relationship between directors (in case of appointment of Director) | Mr Prashanth Chandran is related to Mr Ashwin Chandran Chairman and Managing Director of the Company. |
| 5 | Information as required under NSE/CML/2018/24 dated June 20, 2018 issued by NSE | Mr Prashanth Chandran is not debarred from holding office of a Director by virtue of any SEBI Order or any other such authority. |

**Mr.T Kumar (DIN: 07826033)**

| S.no | Particulars | Details |
|---|---|---|
| 1 | Reason for change viz., appointment, resignation, removal, death or otherwise | Reappointment of Mr T Kumar as Executive Director |
| 2 | Date of appointment/ cessation (as applicable) & terms of appointment | Three (3) years w.e.f. 1st April, 2023 to 31st March, 2026.<br>He would be liable to retire by rotation. |
| 3 | Brief Profile (in case of appointment) | Mr T Kumar DTT, is having more than 33 years' experience in Textile Industry. He has been associated with the Company from the year 2017. |
| 4 | Disclosure of relationship between directors (in case of appointment of Director) | Mr. T Kumar is not related to any of the Directors of the Company. |
| 5 | Information as required under NSE/CML/2018/24 dated June 20, 2018 issued by NSE | Mr T Kumar is not debarred from holding office of a Director by virtue of any SEBI Order or any other such authority. |