

NELCO LIMITED

REGD. OFFICE :- EL-6, TTC INDUSTRIAL AREA, MIDC, ELECTRONICS ZONE, MAHAPE, NAVI MUMBAI - 400 710

Unaudited Financial Results for the Quarter ended 31st December, 2011

Rs. In Lakhs

Sr. No.	Particulars	3 Months period ended 30.12.2011 (Unaudited)	3 Months period ended 30.09.2011 (Unaudited)	3 Months period ended 30.12.2010 (Unaudited)	12 Months period ended 30.09.2011 (Audited)
1.	Sales / Income from Operations	2,649	2,990	3,922	11,354
	Less : Excise Duty	39	22	150	226
	a) Net Sales / Income from Operations	2,610	2,968	3,772	11,128
	b) Other Operating Income	3	-	-	5
	Total Income From Operations	2,613	2,968	3,772	11,133
2.	Expenditure				
	a) Decrease/(Increase) in stock in trade and work in progress	(481)	(227)	(105)	(577)
	b) Consumption of raw materials (Refer Note 2)	100	267	1,278	1,897
	c) Purchase of traded goods	1,426	1,564	1,148	4,542
	d) Employees cost	544	602	545	2,272
	e) Depreciation	141	132	105	477
	f) Provision for foreseeable losses	34	504	-	504
	g) Other expenditure (Refer Note 4)	818	1,071	961	3,621
	Total Expenditure	2,582	3,913	3,932	12,736
3.	Profit / (Loss) From Operations before Other Income, Interest and Exceptional Items (1 - 2)	31	(945)	(160)	(1,603)
4.	Other Income (Refer Note 5)	150	8	140	214
5.	Profit / (Loss) before Interest and Exceptional Items (3 + 4)	181	(937)	(20)	(1,389)
6.	Interest expense	163	163	172	648
7.	Profit / (Loss) after Interest but before Exceptional Items (5 - 6)	18	(1,100)	(192)	(2,037)
8.	Exceptional Items				
	Add : Profit on sale of business to CGL	-	108	-	283
9.	Profit / (Loss) before tax (7 - 8)	18	(992)	(192)	(1,754)
10.	Tax expense				
	a) Current Tax	-	-	-	(125)
	b) Deferred Tax	-	(88)	-	-
	c) Short / (Excess) Tax Provision for earlier years	-	19	5	24
11.	Net Profit/ (Loss) after tax (9 - 10)	18	(923)	(197)	(1,653)
12.	Paid up equity share capital (face value Rs.10/-)	2,282	2,282	2,282	2,282
13.	Reserves excluding Revaluation Reserve	-	-	-	287
14.	Earnings Per Share (Rs.)- Basic and diluted	0.08	(4.04)	(0.86)	(7.25)
15.	Public shareholding				
	- Number of shares	11385810	11385810	11385760	11385810
	- Percentage of shareholding	49.90	49.90	49.90	49.90
16.	Promoter and promoter group shareholding				
	a) Pledged/Encumbered				
	- Number of shares	-	-	-	-
	- Percentage of shareholding (as % of the total shareholding of promoter and promoter group)	-	-	-	-
	- Percentage of shareholding (as % of the total share capital of the company)	-	-	-	-
	b) Non-encumbered				
	- Number of shares	11432590	11432590	11432640	11432590
	- Percentage of shareholding (as % of the total shareholding of promoter and promoter group)	100	100	100	100
	- Percentage of shareholding (as % of the total share capital of the company)	50.10	50.10	50.10	50.10

Notes :-

- Due to the nature of project business, financial performance is not uniform across the quarters. Hence, financial results for the quarter are not representative of the annual results.
- In the year ended September 30, 2010 the Company had transferred Traction Electronics, Supervisory Control and Data Acquisition (SCADA) and Industrial Drives businesses (sub-divisions of Automation and Control Segment) to Crompton Greaves Limited (CGL) as a "going concern" on a slump sale basis. However, at the request of CGL, the Company continued with certain operations of the transferred businesses , till 31st March,2011.Consequently Sales/Income from Operations ,Consumption of Raw Materials,Purchase of Traded Goods and Other Expenditure in respect of these contracts for the quarter ended 31st December, 2010 and for the year ended 30th September, 2011 have been included under the respective head in the above results.

Segment wise Revenue, Results and Capital Employed for the Quarter Ended 31st December, 2011

Rs. In Lakhs

Sr. No.	Particulars	3 Months period ended 30.12.2011 (Unaudited)	3 Months period ended 30.09.2011 (Unaudited)	3 Months period ended 30.12.2010 (Unaudited)	12 Months period ended 30.09.2011 (Audited)
1	Segment Revenue (Net Sales / Income from operations)				
	(i) Automation & Control	515	1,142	2,511	4,451
	(ii) Network Systems	2,134	1,848	1,411	6,903
	(iii) Property Development	-	-	-	-
	Less : Excise Duty	39	22	150	226
	Total	2,610	2,968	3,772	11,128
	Less : Inter Segment Revenue	-	-	-	-
	Net Sales / Income from Operations	2,610	2,968	3,772	11,128
2	Segment Results				
	(i) Automation & Control	22	(1,224)	(161)	(1,674)
	(ii) Network Systems	401	294	276	1,162
	(iii) Property Development	-	-	-	(217)
	Total	423	(930)	115	(729)
	Less:				
	(i) Interest expense	163	163	172	648
	(ii) Other un-allocable (income) /expenditure net of unallocable (income) / expenditure	242	(101)	135	377
	(Loss)/Profit Before Tax	18	(992)	(192)	(1,754)
3	Capital Employed (Segment Assets-Segment Liabilities)				
	(i) Automation & Control	3,142	2,638	3,581	2,638
	(ii) Network Systems	4,479	4,449	6,672	4,449
	(iii) Property Development	-	-	217	-
	Total Segment Capital Employed (Segment Assets - Segment Liabilities)	7,621	7,087	10,470	7,087

Note No. 2 contd....

	3 Months period ended 30.12.2011	3 Months period ended 30.09.2011	3 Months period ended 30.12.2010	12 Months period ended 30.09.2011
Sales/Income from Operations	-	-	1,917	1,932
Consumption of Raw materials	-	-	1,220	1,234
Purchase of Traded Goods	-	-	584	584
Other Expenditure	-	-	99	99

- Consequent to the reasons stated in note No 1 and 2 the figures for the current period are not comparable with that of corresponding quarter of previous year.
- Other expenditure includes loss of Rs 135.84 lakhs for the quarter ended 31st December, 2011 (loss of Rs 151.00 lakhs for the quarter ended 30th September 2011, loss of Rs.3.49 lakhs for the quarter ended 31st December, 2010 and loss of Rs 145.00 lakhs for the twelve months period ended 30th September, 2011) on account of foreign exchange fluctuations in respect of monetary items (viz foreign currency receivables and payables) in accordance with Accounting Standard 11.
- Other Income includes Rs. 104.72 lakhs for the quarter ended 31st December, 2011 relating to liabilities no longer required written back (Rs. Nil for the quarter ended 30th September, 2011, Rs. 96.90 lakhs for the quarter ended 31st December, 2010 and Rs. 127.00 lakhs for the twelve months period ended 30th September, 2011)
- Business Segments have been identified as reportable primary segments in accordance with Accounting Standard 17, taking into account the organisational structure as well as the differing of risks and return of these segments.
- Status of Investors Complaints for the quarter ended 31.12.2011: - At the beginning - Nil , Received -Nil and unresolved - Nil
- Previous period's/year's figures have been regrouped, wherever necessary, in order to make it comparable.
- The above results were reviewed and recommended by the Audit Committee and were approved by the Board of Directors at its meeting held on 24th January, 2012.
- In compliance with Clause 41 of the Listing Agreement with the Stock Exchange, a Limited review of the results for the quarter ended 31st December, 2011 has been carried out by the Statutory Auditors.

FOR NELCO LIMITED

Place: Mumbai

Date: 24th January, 2012

P. R. MENON
CHAIRMAN