

NELCO LIMITED

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

Unaudited consolidated financial Results for the quarter and six months ended 31st March 2014

Rs. In Lakhs

Sr. No.	Particulars	3 months ended 31.03.2014	Preceding 3 Months ended 31.12.2013	Corresponding 3 Months ended 31.03.2013 in the previous year	6 Months ended 31.03.2014	6 Months ended 31.03.2013	Previous year ended 30.09.2013
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1.	Income from Operations						
	a) Sales / Income from Operations	3,554	3,518	2,819	7,072	6,218	13,517
	Less : Excise Duty	57	29	2	86	17	60
	Net Sales / Income from Operations	3,497	3,489	2,817	6,986	6,201	13,457
	b) Other Operating Income	-	26	16	26	16	17
	Total Income From Operations (net)	3,497	3,515	2,833	7,012	6,217	13,474
2.	Expenses						
	a) Cost of material consumed	216	36	38	252	210	813
	b) Purchase of stock- in-trade	925	1,009	963	1,934	2,136	4,561
	c) Changes in Inventories of finished goods, work-in-progress and stock-in-trade	66	224	(119)	290	142	50
	d) Employees Benefit Expense	626	664	584	1,290	1,291	2,418
	e) Depreciation and amortization expenses	241	217	227	458	454	892
	f) Provision for foreseeable losses	11	-	-	11	-	6
	g) Transponder charges	384	381	345	765	691	1,429
	h) Other expenses	1,014	1,052	920	2,066	1,863	4,065
	Total Expenses	3,483	3,583	2,958	7,066	6,787	14,234
3.	Profit / (Loss) From Operations before other income, finance costs and exceptional Items (1 - 2)	14	(68)	(125)	(54)	(570)	(760)
4.	Other Income	4	48	2	52	20	34
5.	Profit / (Loss) from ordinary activities before Finance Costs and Exceptional Items (3 + 4)	18	(20)	(123)	(2)	(550)	(726)
6.	Finance cost	244	254	247	498	510	998
7.	Profit / (Loss) from ordinary activities after Finance Costs but before Exceptional Items (5 - 6)	(226)	(274)	(370)	(500)	(1,060)	(1,724)
8.	Exceptional Items	-	-	-	-	-	-
9.	Profit / (Loss) from ordinary activities before tax (7 + 8)	(226)	(274)	(370)	(500)	(1,060)	(1,724)
10.	Tax expense						
	a) Current Tax	35	17	-	52	(18)	(18)
	b) Deferred Tax	-	-	-	-	(9)	(8)
11.	Net Profit/ (Loss) from ordinary activities after tax (9 - 10)	(261)	(291)	(370)	(552)	(1,033)	(1,698)
12.	Add : Share of Profit/(Loss)of Associate	18	6	11	24	9	35
13.	Net Profit/ (Loss) after tax, share of profit of associate (11+12)	(243)	(285)	(359)	(528)	(1,024)	(1,663)
14.	Paid up equity share capital (face value Rs.10/-)	2,282	2,282	2,282	2,282	2,282	2,282
15.	Reserves excluding Revaluation Reserve as per Balance Sheet of previous accounting year						(691)
16.	Earnings Per Share Basic and Diluted (before and after extraordinary items) (of Rs. 10/-each) (not annualised):	(1.07)	(1.25)	(1.58)	(2.31)	(4.49)	(7.29)

Sr. No.	Particulars	3 months ended 31.03.2014	Preceding 3 Months ended 31.12.2013	Corresponding 3 Months ended 31.03.2013 in the previous year	6 Months ended 31.03.2014	6 Months ended 31.03.2013	Previous year ended 30.09.2013
A	PARTICULARS OF SHAREHOLDINGS						
1	Public shareholding						
	- Number of shares	11385810	11385810	11385810	11385810	11385810	11385810
	- Percentage of shareholding	49.90	49.90	49.90	49.90	49.90	49.90
2	Promoter and promoter group shareholding						
	a) Pledged/Encumbered						
	- Number of shares	-	-	-	-	-	-
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-	-
	- Percentage of shares (as a % of the total share capital of the company)	-	-	-	-	-	-
	b). Non-encumbered						
	- Number of shares	11432590	11432590	11432590	11432590	11432590	11432590
	- Percentage of shares (as % of the total shareholding of promoter and promoter group)	100	100	100	100	100	100
	- Percentage of shares (as % of the total share capital of the company)	50.10	50.10	50.10	50.10	50.10	50.10

Particulars	3 months ended 31.03.2014				
	Pending at the beginning of the quarter	Received during the quarter	Disposed off during the quarter	Remaining unresolved at the end of the quarter	
B	INVESTOR COMPLAINTS	NIL	1	1	NIL

Consolidated Statement of Assets & Liabilities as at 31st March , 2014

Particulars	Rs. In lakhs	
	As at 31 st March 2014 (Unaudited)	As at 30 th September 2013 (Audited)
A	EQUITY AND LIABILITIES	
1	Shareholders' funds	
	(a) Share capital	2,282
	(b) Reserves and surplus	-1,219
	Sub total - Shareholder's Funds	1,063
2	Non-current liabilities	
	(a) Long-term borrowings	394
	(b) Deferred tax liability (Net)	-
	(c) Other long-term liabilities	124
	(d) Long-term provisions	543
	Sub total - Non current liabilities	1,061
3	Current liabilities	
	(a) Short-term borrowings	7,773
	(b) Trade payables	3,607
	(c) Other current liabilities	1,293
	(d) Short-term provisions	405
	Sub total - current liabilities	13,078
	TOTAL EQUITY AND LIABILITIES	15,202
B	ASSETS	
1	Non-current assets	
	(a) Fixed assets	4,001
	(b) Goodwill on consolidation	*
	(c) Non-current investments	837
	(d) Long-term loans and advances	1,727
	Sub total - Non current assets	6,565
2	Current assets	
	(a) Inventories	1,777
	(b) Trade receivables	4,156
	(c) Cash and Bank balances	616
	(d) Short-term loans and advances	933
	(e) Other current assets	1,155
	Sub total - current assets	8,637
	TOTAL ASSETS	15,202

* denotes amount less than Rs. 50,000.

Consolidated Segment wise Revenue, Results and Capital Employed for the quarter and six months ended 31st March 2014

Sr. No.	Particulars	3 months ended 31.03.2014	Preceding 3 Months ended 31.12.2013	Corresponding 3 Months ended 31.03.2013 in the previous year	6 Months ended 31.03.2014	6 Months ended 31.03.2013	Previous year ended 30.09.2013
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Segment Revenue (Net Sales / Income from operations)						
	(i) Automation & Control	967	918	375	1,885	1,676	3,416
	(ii) Network Systems	2,587	2,600	2,444	5,187	4,542	10,101
	Less : Excise Duty	57	29	2	86	17	60
	Total	3,497	3,489	2,817	6,986	6,201	13,457
	Less : Inter Segment Revenue	-	-	-	-	-	-
	Net Sales / Income from Operations	3,497	3,489	2,817	6,986	6,201	13,457
2	Segment Results						
	(i) Automation & Control	(91)	(164)	(247)	(255)	(603)	(1,164)
	(ii) Network Systems	457	452	392	909	628	1,567
	Total	366	288	145	654	25	403
	Less:						
	(i) Interest expense	232	237	225	469	465	909
	(ii) Other un-allocable (income) /expenditure net of unallocable (income) / expenditure	360	325	290	685	620	1,218
	Profit/(Loss) Before Tax	(226)	(274)	(370)	(500)	(1,060)	(1,724)
3	Capital Employed (Segment Assets-Segment Liabilities)						
	(i) Automation & Control	3,934	3,931	3,563	3,934	3,563	4,099
	(ii) Network Systems	3,310	3,068	4,704	3,310	4,704	3,792
	Total Segment Capital Employed (Segment Assets - Segment Liabilities)	7,244	6,999	8,267	7,244	8,267	7,891

Notes :-

- Due to the nature of project business, financial results for the quarter are not representative of the annual results.
- 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 difference of risks and return of these segments.
- Figures for the previous year/periods are re-classified / re-arranged / re-grouped, wherever considered necessary.
- "The Board of Directors of the Company at its meeting held on April 03, 2014, inter alia, has approved the restructuring of the Company's Automation & Control segment, by restricting operations and reducing expenditure with a view to minimize losses. This will be subject to necessary approvals / consents / permissions. However, the Company will continue to focus on building its position in the Network Systems segment."

Standalone Financials details	Rs. In lakhs					
	3 months ended 31.03.2014	Preceding 3 Months ended 31.12.2013	Corresponding 3 Months ended 31.03.2013 in the previous year	6 Months ended 31.03.2014	6 Months ended 31.03.2013	Previous year ended 30.09.2013
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Total Income From Operations (net)	2,702	2,762	2,260	5,464	5,114	10,972
Profit before tax	-296	(315)	(340)	(611)	(966)	(1,637)
Profit after tax	-296	(315)	(340)	(611)	(966)	(1,637)

- The Company has incurred loss for the quarter and six months ended 31st March 2014 and the accumulated losses as at 31st March 2014 has substantially eroded the Company's net worth. Notwithstanding this, these unaudited financial results have been prepared on going concern basis in view of the financial support of the parent company and the business plan of the Company.
- "The unaudited standalone financial results for the quarter and six months ended 31st March 2014 of the Company are available on the Company's website "www.nelco.in", Bombay Stock Exchange's website "www.bseindia.com" and National Stock Exchange's website "www.nseindia.com"."
- The above results were reviewed and recommended by the Audit Committee and were approved by the Board of Directors at its meeting held on 5th May 2014
- In compliance with clause 41 of the listing agreements with stock exchanges, a limited review of the results for the quarter and six months ended 31st March 2014 has been carried out by the Statutory Auditors.

FOR NELCO LIMITED

Place : Mumbai

Date : 5th May, 2014

R. R. Bhinge

CHAIRMAN