

NELCO LIMITED

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

Standalone unaudited Financial Results for the quarter and half year 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	2,759	2,765	2,246	5,524	5,115	11,015
	Less : Excise Duty	57	29	2	86	17	60
	Net Sales / Income from Operations	2,702	2,736	2,244	5,438	5,098	10,955
	b) Other Operating Income	-	26	16	26	16	17
	Total Income From Operations (net)	2,702	2,762	2,260	5,464	5,114	10,972
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	166	144	139	310	280	569
	f) Provision for foreseeable losses	11	-	-	11	-	6
	g) Other expenses	806	844	759	1,650	1,532	3,368
	Total Expenses	2,816	2,921	2,364	5,737	5,591	11,785
3.	Profit / (Loss) From Operations before other income, finance costs and exceptional items (1 - 2)	(114)	(159)	(104)	(273)	(477)	(813)
4.	Other Income	48	84	2	132	5	131
5.	Profit / (Loss) from ordinary activities before Finance Costs and Exceptional Items (3 + 4)	(66)	(75)	(102)	(141)	(472)	(682)
6.	Finance cost	230	240	238	470	494	955
7.	Profit / (Loss) from ordinary activities after Finance Costs but before Exceptional Items (5 - 6)	(296)	(315)	(340)	(611)	(966)	(1,637)
8.	Exceptional Items	-	-	-	-	-	-
9.	Profit / (Loss) from ordinary activities before tax (7 - 8)	(296)	(315)	(340)	(611)	(966)	(1,637)
10.	Tax expense						
	a) Current Tax	-	-	-	-	-	-
	b) Deferred Tax	-	-	-	-	-	-
	c) Short / (Excess) Tax Provision for earlier years	-	-	-	-	-	-
11.	Net Profit/ (Loss) from ordinary activities after tax (9 - 10)	(296)	(315)	(340)	(611)	(966)	(1,637)
12.	Extraordinary items	-	-	-	-	-	-
13.	Net Profit/ (Loss) for the period (11+12)	(296)	(315)	(340)	(611)	(966)	(1,637)
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						
16.	Earnings Per Share Basic and Diluted (before and after extraordinary items) (of Rs. 10/-each) (not annualised)	(1.30)	(1.38)	(1.49)	(2.68)	(4.23)	(7.17)

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

Rs. In lakhs

Particulars	As at 31 st March 2014	As at 30 th September 2013
	(Unaudited)	(Audited)
A		
EQUITY AND LIABILITIES		
1 Shareholders' funds		
(a) Share capital	2,282	2,282
(b) Reserves and surplus	-1,985	-1,374
Sub total - Shareholder's Funds	297	908
2 Non-current liabilities		
(a) Long-term borrowings	71	71
(b) Deferred tax liability (Net)	-	-
(c) Other long-term liabilities	124	143
(d) Long-term provisions	543	518
Sub total - Non current liabilities	738	732
3 Current liabilities		
(a) Short-term borrowings	7,773	7,628
(b) Trade payables	3,411	4,148
(c) Other current liabilities	833	753
(d) Short-term provisions	405	471
Sub total - current liabilities	12,422	13,000
TOTAL EQUITY AND LIABILITIES	13,457	14,640
B		
ASSETS		
1 Non-current assets		
(a) Fixed assets	2,487	2,307
(b) Non-current investments	212	199
(c) Long-term loans and advances	2,567	3,065
Sub total - Non current assets	5,266	5,571
2 Current assets		
(a) Inventories	1,777	1,963
(b) Trade receivables	4,102	4,924
(c) Cash and Bank balances	496	159
(d) Short-term loans and advances	689	523
(e) Other current assets	1,126	1,500
Sub total - current assets	8,191	9,069
TOTAL ASSETS	13,457	14,640

* 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

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	Segment Revenue (Net Sales / Income from operations)						
	(i) Automation & Control	967	918	375	1,885	1,676	3,416
	(ii) Network Systems	1,792	1,847	1,871	3,639	3,439	7,599
	Less : Excise Duty	57	29	2	86	17	60
	Total	2,702	2,736	2,244	5,438	5,098	10,955
	Less : Inter Segment Revenue	-	-	-	-	-	-
	Net Sales / Income from Operations	2,702	2,736	2,244	5,438	5,098	10,955
2	Segment Results						
	(i) Automation & Control	(91)	(164)	(247)	(255)	(603)	(1,164)
	(ii) Network Systems	320	361	419	681	715	1,520
	Total	229	197	172	426	112	356
	Less:						
	(i) Interest expense	217	224	222	441	458	887
	(ii) Other un-allocable (income) /expenditure net of unallocable (income) / expenditure	308	288	290	596	620	1,106
	Profit/(Loss) Before Tax	(296)	(315)	(340)	(611)	(966)	(1,637)
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	2,028	2,054	5,129	2,028	5,129	2,359
	Total Segment Capital Employed (Segment Assets - Segment Liabilities)	5,962	5,985	8,692	5,962	8,692	6,458

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."
- 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 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 half year ended 31st March 2014 has been carried out by the Statutory Auditors.

FOR NELCO LIMITED

Place : Mumbai

Date : 5th May, 2014

R. R. Bhingre
CHAIRMAN