

31st January 2017

BSE Limited Corporate Relationship Dept. 1 st . Floor, New Trading Ring Rotunda Building, P. J. Towers, Fort Fort, Mumbai – 400 001 Fax No.(022)22723121/2041 BSE:504112	National Stock Exchange of India Limited 5 th Floor, Exchange Plaza, Plot No.C-1, Block "G" Bandra Kurla Complex Bandra (East) Mumbai – 400 051 Fax No.2659 8237/38 NSE:Nelco EQ
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Dear Sirs,

Sub: Unaudited Financial Results & Limited Review Report for the Quarter ended 31st December 2016

Please refer our letter dated 17th January 2017.

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 enclosed please find copy of the Unaudited Financial Results (Standalone and Consolidated) for the Quarter ended 31st December 2016 along with Limited review Reports by the Auditors of the Company.

The above financial results were approved by the Board of Directors at its Meeting held today, the 31st January 2017. The meeting of the Board of Directors of the Company commenced at 2.30 p.m. and concluded at 5.15 p.m.

Thanking you,

Yours faithfully
For NELCO Limited



Girish V. Kirkinde
Company Secretary

Encl:As above

NELCO LIMITED						
REGD. OFFICE :- EL-6, TTC INDUSTRIAL AREA, MIDC, ELECTRONIC ZONE, MAHAPE, NAVI MUMBAI - 400 710, CIN: L32200MH1940PLC003164						
Part-I						
Statement of Consolidated unaudited Financial Results for the quarter and nine months ended 31st December, 2016						Rs in Lakhs
Sr.No.	Particulars	3 Months ended 31.12.2016	Preceding 3 Months ended 30.09.2016	Corresponding 3 Months ended 31.12.2015	9 Months ended 31.12.2016	15 Months ended 31.12.2015 (Refer note 7)
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1.	Income from Operations					
	a) Revenue from Operations (Gross)	3,649	3,630	3,388	10,664	16,880
	b) Other Operating Income	-	1	20	4	45
	Total Income From Operations (a+b)	3,649	3,631	3,408	10,668	16,925
2.	Expenses					
	a) Cost of materials consumed	-	-	-	-	166
	b) Purchase of stock-in-trade	295	740	717	1,661	3,610
	c) Changes in Inventories of finished goods, work-in-progress and stock-in-trade	350	(43)	(93)	370	41
	d) Employee Benefits Expense	507	519	488	1,445	2,375
	e) Depreciation and amortization expense	214	194	175	592	1,112
	f) Transponder Charges	756	724	716	2,208	3,245
	g) Other expenses	1,290	1,195	1,135	3,535	5,852
	Total Expenses	3,412	3,329	3,138	9,811	16,401
3.	Profit / (Loss) From Operations before Other Income, Finance Costs and Exceptional Items (1 - 2)	237	302	270	857	524
4.	Other Income (refer note 5)	204	44	92	322	187
5.	Profit / (Loss) from ordinary activities before Finance Costs and Exceptional Items (3 + 4)	441	346	362	1,179	711
6.	Finance Cost	206	228	228	662	1,094
7.	Profit / (Loss) from ordinary activities after Finance Costs but before Exceptional Items (5 - 6)	235	118	134	517	(383)
8.	Exceptional Items (refer note 2)	-	-	-	-	162
9.	Profit / (Loss) from ordinary activities before tax (7 + 8)	235	118	134	517	(221)
10.	Tax expense					
	a) Current Tax	25	9	8	41	16
	b) Deferred Tax	(19)	(9)	(8)	(35)	31
11.	Net Profit/ (Loss) from ordinary activities after tax (9 - 10)	229	118	134	511	(268)
12.	Add:- Share of Profit / (Loss) of Associate (Refer note 8)	-	4	(13)	19	14
13.	Net Profit / (Loss) after tax and share of profit / (Loss) of Associate (11+12)	229	122	121	530	(254)
14.	Other Comprehensive Income	6	(12)	12	(20)	(29)
15.	Total Comprehensive Income (13+14)	235	110	133	510	(283)
16.	Paid up equity share capital (face value Rs.10/-)	2,282	2,282	2,282	2,282	2,282
17.	Earnings Per Share Basic and Diluted (before and after extraordinary items) (Face value Rs. 10/- each) (not annualised)	1.00	0.53	0.53	2.32	(1.11)
	See accompanying notes to the statement of consolidated unaudited Financial Results					

Consolidated Segment wise Revenue, Results and Capital Employed for the quarter and nine months ended 31st December, 2016						
Sr. No.	Particulars (Refer Notes below)	Rs in Lakhs				
		3 Months ended 31.12.2016	Preceding 3 Months ended 30.09.2016	Corresponding 3 Months ended 31.12.2015	9 Months ended 31.12.2016	15 Months ended 31.12.2015 (Refer note 7)
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1	Segment Revenue (Gross Sales / Income from operations)					
	(i) Automation & Control	27	31	221	290	1,143
	(ii) Network Systems	3,622	3,600	3,187	10,378	15,782
	Total	3,649	3,631	3,408	10,668	16,925
	Less : Inter Segment Revenue	-	-	-	-	-
	Gross Sales / Income from Operations	3,649	3,631	3,408	10,668	16,925
2	Segment Results					
	(i) Automation & Control	(122)	(135)	(38)	(317)	(679)
	(ii) Network Systems	662	764	698	2,081	2,816
	Total	540	629	660	1,764	2,137
	Less:					
	(i) Finance Cost	206	228	228	662	1,094
	(ii) Other unallocable (income) /expenditure net off unallocable (income) / expenditure	99	283	298	585	1,426
	Add:-					
	(i) Exceptional Items unallocable to segment (refer note 2)	-	-	-	-	162
	Profit/(Loss) Before Tax	235	118	134	517	(221)
3	Segment Assets					
	(i) Automation & Control	3,211	2,888	3,028	3,211	3,028
	(ii) Network Systems	6,964	6,650	6,873	6,964	6,873
		10,175	9,538	9,901	10,175	9,901
	Unallocable Assets	5,458	6,962	5,859	5,458	5,859
	Total Assets	15,633	16,500	15,760	15,633	15,760
	Segment Liabilities					
	(i) Automation & Control	986	1,103	1,314	986	1,314
	(ii) Network Systems	4,435	4,188	4,158	4,435	4,158
		5,421	5,291	5,472	5,421	5,472
	Unallocable Liabilities	8,091	9,323	8,951	8,091	8,951
	Total Liabilities	13,512	14,614	14,423	13,512	14,423



Notes :-

- 1 The Company vide its letter dated 3rd April, 2014 had informed the Stock Exchange about the approval of the Board of Directors to restructure the operations of Company's Integrated Security & Surveillance Solutions business (ISSS business) which inter alia, includes the business of Unattended Ground Sensors (UGS) and forms part of the Automation & Control segment. As part of such restructuring, the Board of Directors of the Company at its meeting held on 28th January, 2015 accepted an offer made by The Tata Power Company Limited ("Holding Company"), for its Strategic Engineering Division to purchase the business of UGS as a going concern on a slump sale basis at a consideration of Rs. 831 Lakhs with effect from 1st October 2014. The shareholders by postal ballot on 25th June, 2015 approved the transaction. The Business Transfer Agreement (BTA) was signed on 5th August, 2015. During the quarter, all the conditions precedent were satisfied and a joint letter confirming the same was signed subsequently on 2nd January, 2017 and accordingly, the financial information of prior periods have been restated with effect from 1st October, 2014, as if transfer had occurred on 1st October, 2014.

The financial parameters in respect of the ordinary activities attributable to the UGS business are as follows:

Particulars	Rs in Lakhs				
	3 Months ended 31.12.2016	Preceding 3 Months ended 30.09.2016	Corresponding 3 Months ended 31.12.2015	9 Months ended 31.12.2016	15 Months ended 31.12.2015 (Refer note 7)
Revenue from Operations	249	19	5	401	157
Expenses	187	18	38	332	309
Expenses attributable	26	24	18	78	124
Pre-tax Profit /(Loss)	36	(23)	(51)	(9)	(276)
Current Tax	-	-	-	-	-

- 2 Further, as part of restructuring, the Board of Directors of the Company at its meeting held on 18th March, 2015 accepted the offer received from a company for the transfer of Managed Services business (MS Business) forming part of Network System segment as a going concern on a slump sale basis at a consideration of Rs. 210 lakhs with effect from 1st April, 2015. The shareholders by postal ballot on 25th June, 2015 have approved the transaction. The said transaction is concluded on 31st August, 2015 after entering into definitive agreement and after obtaining various approvals as required under applicable laws. The said transaction was given effect during the quarter ended September, 2015 with effect from 1st April, 2015.

The financial parameters in respect of the ordinary activities attributable to the MS business are as follows

Particulars	Rs in Lakhs				
	3 Months ended 31.12.2016	Preceding 3 Months ended 30.09.2016	Corresponding 3 Months ended 31.12.2015	9 Months ended 31.12.2016	15 Months ended 31.12.2015 (Refer note 7)
Revenue from Operations	-	-	-	-	553
Expenses	-	-	-	-	522
Expenses attributable	-	-	-	-	51
Pre-tax profit / (loss)	-	-	-	-	(20)
Current Tax	-	-	-	-	-

An Amount of Rs 162 Lakhs is accounted as profit on sale of this business for the 15 months ended 31st December, 2015 .



- 3 The Company has accumulated losses as at 31st December, 2016 which has substantially eroded the Company's net worth. Notwithstanding this, these consolidated unaudited financial results have been prepared on going concern basis in view of the company making profits including and since the quarter ending 30th September, 2015, the business plan and the support letter from the holding company.
- 4 The Company adopted Indian Accounting Standard ("IND AS") from 1st April, 2016 and accordingly these consolidated unaudited financial results have been prepared in accordance with the recognition and measurement principles laid down in the IND AS 34 Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued there under and the other accounting principles generally accepted in India. Financial results for all the periods presented have been prepared in accordance with the recognition and measurement principles of IND AS 34. The impact of transition has been provided in the opening reserves as at 1st October, 2014 and all periods presented have been restated accordingly.

- 5 Other income includes :-

Particulars	Rs in Lakhs				
	3 Months ended 31.12.2016	Preceding 3 Months ended 30.09.2016	Corresponding 3 Months ended 31.12.2015	9 Months ended 31.12.2016	15 Months ended 31.12.2015 (Refer note 7)
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
Interest income (including discounting)	3	-	-	39	31
Interest on Income tax refund	164	-	-	164	-
Liabilities / Provisions no longer required written back	-	-	42	15	82
Rent Income	22	21	34	64	34
Miscellaneous income	15	23	16	40	40
Total	204	44	92	322	187

- 6 Reconciliation between the consolidated unaudited financial results, as previously reported (referred to as 'previous GAAP') and as per IND AS is as under :-

Particulars	Rs in Lakhs	
	Corresponding 3 Months ended 31.12.2015	15 Months ended 31.12.2015 (Refer note 7)
	Unaudited	Unaudited
Net Profit / (Loss) as per previous GAAP	32	(805)
Add:-Profit / (loss) on transfer of UGS business (refer note 1)	51	276
Adjustments :		
Remeasurement of Defined benefit obligations recognised in Other Comprehensive Income	(12)	30
Impact of Depreciation reversal in respect of Discontinuing Operations	25	132
Effect of change in depreciation on account of componentisation of Property, Plant and Equipment	44	252
Interest income / expense on financial assets and financial liabilities (net)	(19)	(85)
Provision of trade receivables based on Expected Credit Loss model	-	(62)
Income in respect of Associate on account of adoption of IND AS	-	8
Net Profit / (Loss) as per IND AS	121	(254)
Other Comprehensive Income	12	(29)
Total Comprehensive Income under IND AS	133	(283)

- 7 The previous financial year of the Company was for 18 months ended 31st March, 2016. Accordingly, the corresponding figures for period of 15 months ended 31st December, 2015 have been disclosed and are not comparable with the figures for the 9 months period ended 31st December, 2016.
- 8 During the September, 2016 quarter, the company has confirmed its intent to sell its investments in its associate. Consequently, the investment is classified as held for sale.

Rs in Lakhs

9 Standalone Financial details	3 Months ended 31.12.2016	Preceding 3 Months ended 30.09.2016	Corresponding 3 Months ended 31.12.2015	9 Months ended 31.12.2016	15 Months ended 31.12.2015 (Refer note 7)
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
Total income from operations	2,269	2,353	2,180	6,787	11,596
Profit / (Loss) before Tax	162	100	58	417	(103)
Profit / (Loss) after Tax	162	100	58	417	(150)
Total Comprehensive income	168	88	70	396	(179)

10 The unaudited standalone financial results for the 3 months and 9 months ended 31st December, 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".

11 Due to the nature of project business, financial results for the interim periods are not representative of the annual results.

12 The above results have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on 31st January, 2017.

Place :- Mumbai
Date :- 31st January, 2017

For Nelco limited



R.R.Bhinge
Chairman



INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF NELCO LIMITED

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **NELCO LIMITED** ("the Parent") and its subsidiary (the Parent and its subsidiary together referred to as "the Group"), and its share of the profit of its associate for the quarter and nine months ended December 31, 2016 ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

This Statement which is the responsibility of the Parent's Management and approved by the 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 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

2. 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 Parent's personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. The Statement includes the results of 'Tatanet Services Limited', subsidiary and of 'Nelito Systems Limited', an associate.
4. We did not review the interim financial results of a subsidiary included in the consolidated unaudited financial results, whose interim financial results reflect total revenues of Rs.2,045 Lakhs and Rs.5,775 Lakhs for the quarter and nine months ended



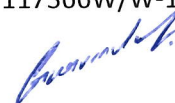
December 31, 2016, respectively, and total profit after tax of Rs.69 Lakhs and Rs.103 Lakhs and Total comprehensive income of Rs.69 Lakhs and Rs.103 Lakhs for the quarter and nine months ended December 31, 2016, respectively, as considered in the consolidated unaudited financial results.

This interim financial results have been reviewed by other auditor whose report have been furnished to us by the Management and our report on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary is based solely on the reports of the other auditor.

5. The consolidated unaudited financial results also includes the Group's share of profit after tax of Rs.Nil and Rs.19 Lakhs and Total comprehensive income of Rs.Nil and Rs.21 Lakhs for the quarter and nine months ended December 31, 2016, respectively, as considered in the consolidated unaudited financial results, in respect of an associate, based on their interim financial results which have not been reviewed by its auditor.
6. Based on our review conducted as stated above and based on the consideration of the report of the other auditor referred to in paragraph 4 above and except for the possible effects of the matter described in paragraph 5 above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the aforesaid Indian Accounting Standards 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 modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.
7. We draw attention to Note 3 to the Statement which states that the Group has accumulated losses as at December 31, 2016 and its net worth has been substantially eroded. However, the Statement have been prepared on a going concern basis in view of the Group's business plan and the support letter from the Holding Company.
Our report on the Statement is not modified in respect of this matter.

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For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



Gurvinder Singh
(Partner)
(Membership No. 110128)

MUMBAI, January 31, 2017

NELCO LIMITED						
REGD. OFFICE :- EL-6, TTC INDUSTRIAL AREA, MIDC, ELECTRONIC ZONE, MAHAPE, NAVI MUMBAI - 400 710, CIN: L32200MH1940PLC003164						
Part-I						
Statement of Standalone unaudited Financial Results for the quarter and nine months ended 31st December, 2016						Rs in Lakhs
Sr.No.	Particulars	3 Months ended 31.12.2016	Preceding 3 Months ended 30.09.2016	Corresponding 3 Months ended 31.12.2015	9 Months ended 31.12.2016	15 Months ended 31.12.2015 (Refer note 7)
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1.	Income from Operations					
	a) Revenue from Operations (Gross)	2,269	2,352	2,160	6,783	11,551
	b) Other Operating Income	-	1	20	4	45
	Total Income From Operations (a+b)	2,269	2,353	2,180	6,787	11,596
2.	Expenses					
	a) Cost of materials consumed	-	-	-	-	166
	b) Purchase of stock- in-trade	295	740	717	1,661	3,610
	c) Changes in Inventories of finished goods, work-in-progress and stock-in-trade	350	(43)	(93)	370	41
	d) Employee Benefits Expense	507	519	488	1,445	2,375
	e) Depreciation and amortization expense	125	105	108	337	774
	f) Sub Contracting Expenses	264	258	230	745	1,268
	g) Other expenses	592	556	591	1,630	3,035
	Total Expenses	2,133	2,135	2,041	6,188	11,269
3.	Profit / (Loss) From Operations before Other Income, Finance Costs and Exceptional Items (1 - 2)	136	218	139	599	327
4.	Other Income (refer note 5)	200	80	126	388	377
5.	Profit / (Loss) from ordinary activities before Finance costs and Exceptional Items (3 + 4)	336	298	265	987	704
6.	Finance Cost	174	198	207	570	969
7.	Profit / (Loss) from ordinary activities after Finance Costs but before exceptional Items (5 - 6)	162	100	58	417	(265)
8.	Exceptional Items (refer note 2)	-	-	-	-	162
9.	Profit / (Loss) from ordinary activities before tax (7 + 8)	162	100	58	417	(103)
10.	Tax expense					
	a) Current Tax	-	-	-	-	-
	b) Deferred Tax	-	-	-	-	47
11.	Net Profit/ (Loss) from ordinary activities after tax (9 - 10)	162	100	58	417	(150)
12.	Other Comprehensive Income	6	(12)	12	(21)	(29)
13.	Total Comprehensive Income (11+12)	168	88	70	396	(179)
14.	Paid up equity share capital (face value Rs.10/-)	2,282	2,282	2,282	2,282	2,282
15.	Earnings Per Share Basic and Diluted (before and after extraordinary items) (Face Value Rs. 10/- each) (not annualised)	0.71	0.44	0.25	1.83	(0.66)
	See accompanying notes to the statement of standalone unaudited Financial Results					

Segment wise Revenue, Results and Capital Employed for the quarter and nine months ended 31st December, 2016						
Rs in Lakhs						
Sr. No.	Particulars (Refer notes below)	3 Months ended 31.12.2016	Preceding 3 Months ended 30.09.2016	Corresponding 3 Months ended 31.12.2015	9 Months ended 31.12.2016	15 Months ended 31.12.2015 (Refer note 7)
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1	Segment Revenue (Gross Sales / Income from operations)					
	(i) Automation & Control	27	31	221	290	1,143
	(ii) Network Systems	2,242	2,322	1,959	6,497	10,453
	Total	2,269	2,353	2,180	6,787	11,596
	Less : Inter Segment Revenue	-	-	-	-	-
	Gross Sales / Income from Operations	2,269	2,353	2,180	6,787	11,596
2	Segment Results					
	(i) Automation & Control	(122)	(135)	(38)	(317)	(679)
	(ii) Network Systems	592	673	568	1,847	2,627
	Total	470	538	530	1,530	1,948
	Less:					
	(i) Finance Cost	174	198	207	570	969
	(ii) Other unallocable (income) /expenditure net off unallocable (income) / expenditure	134	240	265	543	1,244
	Add:-					
	(i) Exceptional Items unallocable to segment (refer note 2)	-	-	-	-	162
	Profit/(Loss) Before Tax	162	100	58	417	(103)
3	Segment Assets					
	(i) Automation & Control	3,211	2,888	3,028	3,211	3,028
	(ii) Network Systems	4,388	4,092	4,443	4,388	4,443
		7,599	6,980	7,471	7,599	7,471
	Unallocable Assets	4,667	6,135	5,263	4,667	5,263
	Total Assets	12,266	13,115	12,734	12,266	12,734
	Segment Liabilities					
	(i) Automation & Control	986	1,103	1,314	986	1,314
	(ii) Network Systems	2,634	2,393	2,210	2,634	2,210
		3,620	3,496	3,524	3,620	3,524
	Unallocable Liabilities	7,401	8,542	8,428	7,401	8,428
	Total Liabilities	11,021	12,038	11,952	11,021	11,952

Notes :-

- 1 The Company vide its letter dated 3rd April, 2014 had informed the Stock Exchange about the approval of the Board of Directors to restructure the operations of Company's Integrated Security & Surveillance Solutions business (ISSS business) which inter alia, includes the business of Unattended Ground Sensors (UGS) and forms part of the Automation & Control segment. As part of such restructuring, the Board of Directors of the Company at its meeting held on 28th January, 2015 accepted an offer made by The Tata Power Company Limited ("Holding Company"), for its Strategic Engineering Division to purchase the business of UGS as a going concern on a slump sale basis at a consideration of Rs. 831 Lakhs with effect from 1st October 2014. The shareholders by postal ballot on 25th June, 2015 approved the transaction. The Business Transfer Agreement (BTA) was signed on 5th August, 2015. During the quarter, all the conditions precedent were satisfied and a joint letter confirming the same was signed subsequently on 2nd January, 2017 and accordingly, the financial information of prior periods have been restated with effect from 1st October, 2014, as if transfer had occurred on 1st October, 2014.

The financial parameters in respect of the ordinary activities attributable to the UGS business are as follows:

Rs in Lakhs

Particulars	3 Months ended 31.12.2016	Preceding 3 Months ended 30.09.2016	Corresponding 3 Months ended 31.12.2015	9 Months ended 31.12.2016	15 Months ended 31.12.2015 (Refer note 7)
Revenue from Operations	249	19	5	401	157
Expenses	187	18	38	332	309
Expenses attributable	26	24	18	78	124
Pre-tax Profit /(Loss)	36	(23)	(51)	(9)	(276)
Current Tax	-	-	-	-	-

- 2 Further, as part of restructuring, the Board of Directors of the Company at its meeting held on 18th March, 2015 accepted the offer received from a company for the transfer of Managed Services business (MS Business) forming part of Network System segment as a going concern on a slump sale basis at a consideration of Rs. 210 Lakhs with effect from 1st April, 2015. The shareholders by postal ballot on 25th June, 2015 have approved the transaction. The said transaction is concluded on 31st August, 2015 after entering into definitive agreement and after obtaining various approvals as required under applicable laws. The said transaction was given effect during the quarter ended September, 2015 with effect from 1st April, 2015.

The financial parameters in respect of the ordinary activities attributable to the MS business are as follows

Rs in Lakhs

Particulars	3 Months ended 31.12.2016	Preceding 3 Months ended 30.09.2016	Corresponding 3 Months ended 31.12.2015	9 Months ended 31.12.2016	15 Months ended 31.12.2015 (Refer note 7)
Revenue from Operations	-	-	-	-	553
Expenses	-	-	-	-	522
Expenses attributable	-	-	-	-	51
Pre-tax profit / (loss)	-	-	-	-	(20)
Current Tax	-	-	-	-	-

An Amount of Rs 162 Lakhs is accounted as profit on sale of this business for the 15 months ended 31st December, 2015 .



- 3 The Company has accumulated losses as at 31st December, 2016 which has substantially eroded the Company's net worth. Notwithstanding this, these standalone unaudited financial results have been prepared on going concern basis in view of the company making profits including and since the quarter ending 30th September, 2015, the business plan and the support letter from the holding company.
- 4 The Company adopted Indian Accounting Standard ("IND AS") from 1st April, 2016 and accordingly these standalone unaudited financial results have been prepared in accordance with the recognition and measurement principles laid down in the IND AS 34 Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued there under and the other accounting principles generally accepted in India. Financial results for all the periods presented have been prepared in accordance with the recognition and measurement principles of IND AS 34. The impact of transition has been provided in the opening reserves as at 1st October, 2014 and all periods presented have been restated accordingly.
- 5 Other income includes :-

Rs in Lakhs

Particulars	3 Months ended 31.12.2016	Preceding 3 Months ended 30.09.2016	Corresponding 3 Months ended 31.12.2015	9 Months ended 31.12.2016	15 Months ended 31.12.2015 (Refer note 7)
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
Interest income (including discounting)	29	28	32	125	212
Interest on Income Tax refund	132	-	-	132	-
Liabilities / Provisions no longer required written back	-	-	42	15	82
Dividend income from Associate	-	7	-	7	2
Rent Income	22	21	34	64	34
Miscellaneous income	17	24	18	45	47
Total	200	80	126	388	377

- 6 Reconciliation between the standalone unaudited financial results, as previously reported (referred to as 'previous GAAP') and as per IND AS is as under :-

Rs in Lakhs

Particulars	Corresponding 3 Months ended 31.12.2015	15 Months ended 31.12.2015 (Refer note 7)
	Unaudited	Unaudited
Net Profit / (Loss) as per previous GAAP	5	(538)
Add :- Profit / (loss) on transfer of UGS business (refer note 1)	51	276
Adjustments :		
Remeasurement of Defined benefit obligations recognised in Other Comprehensive Income	(12)	30
Reversal of depreciation on Discontinuing Operations	25	132
Effect of change in depreciation on account of componentisation of Property, Plant and Equipment	8	65
Interest income / (expense) on financial assets and financial liabilities (net)	(19)	(85)
Provision of trade receivables based on Expected Credit Loss model	-	(30)
Net Profit / (Loss) as per IND AS	58	(150)
Other Comprehensive Income	12	(29)
Total Comprehensive Income under IND AS	70	(179)

- 7 The previous financial year of the Company was for 18 months ended 31st March, 2016. Accordingly, the corresponding figures for period of 15 months ended 31st December, 2015 have been disclosed and are not comparable with the figures for the 9 months period ended 31st December, 2016.

- 8 During the September, 2016 quarter, the company has confirmed its intent to sell its investments in its associate. Consequently, the investment is classified as held for sale.
- 9 Due to the nature of project business, financial results for the interim periods are not representative of the annual results.
- 10 The above results have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on 31st January, 2017.

Place :- Mumbai
Date :-31st January, 2017

For Nelco Limited



R.R.Bhinge
Chairman



INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF NELCO LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **NELCO LIMITED** ("the Company"), for the quarter and nine months ended December 31, 2016 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

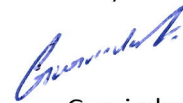
This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

2. 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. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards 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 modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

4. We draw attention to Note 3 to the Statement which states that the Company has accumulated losses as at December 31, 2016 and its net worth has been substantially eroded. However, the Statement have been prepared on a going concern basis in view of the Company's business plan and the support letter from the Holding Company. Our report on the Statement is not modified in respect of this matter.



For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



Gurvinder Singh
(Partner)

(Membership No. 110128)

MUMBAI, January 31, 2017