

26th October 2017

BSE Limited Corporate Relationship Dept. 1 st . Floor, New Trading Ring Rotunda Building, P. J. Towers, Fort Fort, <u>Mumbai – 400 001</u> 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) <u>Mumbai – 400 051</u> 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 30th September 2017

Please refer our letter dated 11th October 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 30th September 2017 along with Limited Review Report by the Auditors of the Company.

The above financial results were approved by the Board of Directors at its Meeting held today, the 26th October 2017. The meeting of the Board of Directors of the Company commenced at 1.00 p.m. and concluded at 4.30 p.m.

Thanking you,

Yours faithfully
For NELCO Limited



Girish V. Kirkinde
Company Secretary & Head - Legal

Encl:As above

Price Waterhouse Chartered Accountants LLP

The Board of Directors
Nelco Limited
EL-6, TTC Industrial Area
MIDC Electronic Zone, Mahape
Navi Mumbai – 400 710

1. We have reviewed the unaudited consolidated financial results of Nelco Limited (the "Company"), its subsidiaries and associate company (hereinafter referred to as the "Group") for the quarter ended September 30, 2017 which are included in the accompanying "Statement of Consolidated Unaudited Financial Results for the Quarter and Half Year ended September 30, 2017" and the Consolidated Unaudited Balance Sheet as on that date (the "Statement"). The Statement has been prepared by the Company's Management pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015"), which has been initialled by us for identification purposes. The Statement is the responsibility of the Company's Management and has been approved by its Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (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.
3. A review is limited primarily to inquiries of group personnel and analytical procedures applied to group's 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.
4. We did not review the financial results of one associate considered in the preparation of the Statement and which constitute total comprehensive income (comprising of profit and other comprehensive income) of Rs. 9 lakhs and Rs. 25 lakhs for the quarter and half year ended September 30, 2017 respectively. These financial results have been furnished to us by the Management, and our conclusion on the Statement insofar as it relates to the amounts and disclosures included in respect of this associate, is based solely on such financial results.
5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards prescribed under Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We draw attention to the following matters:
 - a. The consolidated financial results of the Group for the quarter ended June 30, 2017; quarter ended and half year ended September 30, 2016 prepared in accordance with Companies (Indian Accounting Standards) Rules, 2015, were reviewed by another firm of chartered accountants who, vide their report dated July 24, 2017 expressed an unmodified conclusion on those financial results.

Price Waterhouse Chartered Accountants LLP, 252, Veer Savarkar Marg, Shivaji Park, Dadar (West),
Mumbai - 400 028
T: +91 (22) 66691500, F: +91 (22) 66547804 / 07

Registered office and Head office: Sucheta Bhawan, 11A Vishnu Digambar Marg, New Delhi 110 002

Price Waterhouse (a Partnership Firm) converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no. LLPIN AAC-5001) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number is 012754N/N500016 (ICAI registration number before conversion was 012754N)



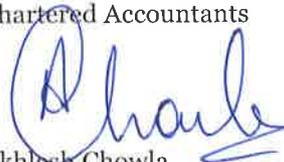
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- b. The consolidated financial results of the Group for the quarter ended and half year ended September 30, 2016 prepared in accordance with Companies (Indian Accounting Standards) Rules, 2015, were reviewed by another firm of chartered accountants who, vide their report dated October 27, 2016 expressed an unmodified conclusion on those financial results. As set out in Note 2 to the Statement, the comparative figures for quarter ended and half year ended September 30, 2016 have been adjusted by management. We have not reviewed, and accordingly do not express any conclusion on the adjustments made by management on the comparative figures for the quarter ended and half year ended September 30, 2016.
- c. The consolidated financial statements of the Group for the year ended March 31, 2017 was audited by another firm of Chartered Accountants, who issued an unmodified opinion vide their report dated May 9, 2017.

Our conclusion is not qualified in respect of these matters.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016
Chartered Accountants



Akhlesh Chowla
Partner

Membership Number: 097384

Mumbai
October 26, 2017

NELCO LIMITED

REGD OFFICE - EL-6, TTC INDUSTRIAL AREA, MIDC, ELECTRONIC ZONE, MAHAPE, BMAH MUMBAI - 400 710, CIN: L32200MH1900PLC003164

Part-I

Statement of Consolidated Unaudited Financial Results for the quarter and half year ended September 30, 2017

Sr No	Particulars						(Rs in Lakhs)	
		3 months ended 30.09.2017	Preceding 3 months ended 30.06.2017	Corresponding 3 months ended 30.09.2016	6 months ended 30.09.2017	6 months ended 30.09.2016	Previous Year ended 31.03.2017	
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	
1	Income							
	a) Income from Operations							
	b) Other income (Refer note 3)	3,612	3,720	3,631	7,332	7,019	14,367	
	Total Income (a+b)	249	48	44	297	118	463	
2	Expenses							
	a) Purchase of stock in-trade							
	b) Changes in Inventories of stock in-trade	329	498	740	827	1,366	2,640	
	c) Employee Benefits Expense	144	75	(43)	219	20	(101)	
	d) Voluntary Retirement Expenses	535	565	519	1,100	938	1,959	
	e) Finance Cost	-	-	-	-	-	159	
	f) Depreciation and amortization expense	153	170	228	323	456	850	
	g) Transponder Charges	210	221	194	431	378	802	
	h) Other expenses	781	762	724	1,543	1,452	2,982	
	Total Expenses	1,373	1,294	1,195	2,667	2,245	4,883	
3	Add: Share of Profit of Associate accounted for using equity method	3,525	3,585	3,557	7,110	6,855	14,174	
4	Profit before Tax (1 - 2 + 3)	10	16	4	26	19	39	
5	Tax expense	346	199	122	545	301	693	
	a) Current Tax							
	b) Deferred Tax	73	-	9	73	16	91	
6	Net Profit for the period (4 - 5)	(12)	-	(9)	(12)	(16)	(26)	
7	Other Comprehensive Income	285	199	122	484	301	628	
	Items that will not be reclassified to Profit or Loss							
	Remeasurement of post employment benefit obligations							
	Share of other comprehensive income of Associate accounted for using equity method	1	(18)	(12)	(17)	(27)	(24)	
8	Total Comprehensive Income for the period (6+7)	(1)	-	(9)	(1)	-	(2)	
9	Paid up equity share capital (face value Rs.10/- each)	285	181	110	466	274	602	
10	Other Equity	2,282	2,282	2,282	2,282	2,282	2,282	
11	Earnings Per Share (Basic and Diluted) (Face value Rs. 10/- each) (not annualised)	1.25	0.87	0.59	2.12	1.32	2.75	



Consolidated Segment wise Revenue, Results and Capital Employed for the quarter and half year ended September 30, 2017

Sr. No	Particulars	3 Months ended	Preceding 3	Corresponding 3	6 Months ended	6 Months ended	(Rs in Lakhs)
		30.09.2017	Months ended 30.06.2017	Months ended 30.09.2016	30.09.2017	30.09.2016	Previous Year ended 31.03.2017
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Segment Revenue from operations						
	(i) Automation & Control	37	100	31	137	263	394
	(ii) Network Systems	3,575	3,620	3,600	7,195	6,756	13,973
	Total						
	Less : Inter Segment Revenue	3,612	3,720	3,631	7,332	7,019	14,367
	Revenue from Operations	3,612	3,720	3,631	7,332	7,019	14,367
2	Segment Results						
	(i) Automation & Control	(35)	(166)	(135)	(201)	(195)	(466)
	(ii) Network Systems	817	833	752	1,650	1,394	2,956
	Total	782	667	617	1,449	1,199	2,490
	Add / (Less) :-						
	(i) Share of Profit of Associate accounted for using equity method	10	16	4	26	19	39
	(ii) Other unallocable income / (expenditure)	(300)	(322)	(283)	(622)	(486)	(1,031)
	(iii) Finance Cost	(146)	(162)	(216)	(308)	(431)	(805)
	Net Profit before Tax for the period	346	199	122	545	301	693
3	Segment Assets						
	(i) Automation & Control	2,380	2,466	2,888	2,380	2,888	2,548
	(ii) Network Systems	9,017	7,143	6,650	9,017	6,650	7,182
	Unallocable Assets	11,397	9,609	9,538	11,397	9,538	9,730
	Total Assets	3,566	3,612	6,962	3,566	6,962	3,323
	Total Assets	14,963	13,221	16,500	14,963	16,500	13,053
	Segment Liabilities						
	(i) Automation & Control	857	861	1,103	857	1,103	933
	(ii) Network Systems	6,173	3,962	4,188	6,173	4,188	3,694
	Unallocable Liabilities	7,030	4,823	5,291	7,030	5,291	4,627
	Total Liabilities	5,280	6,030	9,323	5,280	9,323	6,239
	Total Liabilities	12,310	10,853	14,614	12,310	14,614	10,866

Notes :-

- The Company vide its letter dated September 1, 2017 has informed the stock exchange about the approval of the Board of Directors to (i) transfer by way of slump sale on a going concern basis for a lump sum consideration to its wholly owned subsidiary, Nelco Network Products Ltd (NNPL) of the following : (a) Integrated Security and Surveillance Solution (‘ISS’) business and (b) Very Small Aperture Terminals (‘VSAT’) hardware business and allied services consisting of network management, project management, infrastructure services, turnkey solutions for satellite communication systems, and collocation services to customers other than Tatanet Services Ltd (TNSL); and (ii) the amalgamations of TNSL with the Company, through a composite scheme of Arrangement and Amalgamation (Proposed scheme). The Proposed scheme is currently subject to various approvals and consents yet to be received. Since, the above reorganisation is between the Company (holding company) and its wholly owned subsidiaries Nelco Network Products Ltd. and Tatanet Services Ltd., this has no implication on consolidated financial results or consolidated financial position of the Company and its wholly owned subsidiaries.
- In the financial year ended March 31, 2017, the Company had sold the business of Unattended Ground Sensors (UGS) as a going concern on a slump sale basis to The Tata Power Company Limited pursuant to Business Transfer Agreement with effect from October 1, 2014 and accordingly, the financial information of prior periods had been restated with effect from October 1, 2014, as the transaction is between the entities under common control.

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

Particulars	(Rs in Lakhs)					
	3 Months ended 30.09.2017	Preceding 3 Months ended 30.06.2017	Corresponding 3 Months ended 30.09.2016	6 Months ended 30.09.2017	6 Months ended 30.09.2016	Previous Year ended 31.03.2017
Income from Operations	-	-	19	-	152	401
Expenses	-	-	18	-	145	332
Expenses attributable	-	-	24	-	52	78
(Loss) before Tax	-	-	(23)	-	(45)	(9)
Current Tax	-	-	-	-	-	-
Total Assets	-	-	885	-	885	-
Total Liabilities	-	-	-	-	-	-



3. Other income includes a) liabilities / provision no longer required, written back of Rs 98 Lakhs for the quarter ended September 30, 2017, Rs 18 Lakhs for quarter ended June 30, 2017, Rs 116 Lakhs for the six months ended September 30, 2017, Rs 15 Lakhs for six months ended September 30, 2016 and Rs 91 Lakhs for year ended March 31, 2017 and b) interest on income tax refund Rs 74 Lakhs for quarter ended September 30, 2017 and Rs 164 Lakhs for year ended March 31, 2017

Standalone Financial details	(Rs in Lakhs)					
	3 Months ended 30.09.2017	Preceding 3 Months ended 30.06.2017	Corresponding 3 Months ended 30.09.2016	6 Months ended 30.09.2017	6 Months ended 30.09.2016	Previous Year ended 31.03.2017
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Income from Continuing Operations	802	781	634	1,583	1,229	2,569
Profit before Tax- Continuing and Discontinued Operations	292	161	101	453	255	667
Profit after Tax- Continuing and Discontinued Operations	249	161	101	410	255	667
Total Comprehensive Income- Continuing and Discontinued Operations	250	143	89	393	228	642

5. The Unaudited Standalone financial results for the quarter and half year ended September 30, 2017 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".
6. The above results have been prepared in accordance with Indian Accounting Standards ("IND AS") notified under Section 133 of the Companies Act 2013, read together with the Companies (Indian Accounting standard) Rules, 2015 and have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on October 26, 2017. The Statutory Auditors of the Company have carried out a limited review of the aforesaid results for quarter ended and half year ended September 30, 2017.

Place :- Mumbai
Date :- October 26, 2017



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For Nelco Limited



R.R. Shinge
Chairman

Neico Limited
Consolidated Unaudited Balance Sheet as at September 30, 2017

nelco
---(Rs in Lakhs)

Particulars	As at September 30, 2017	As at March 31, 2017
ASSETS		
Non-current assets		
(a) Property, plant and equipment	3,835	3,443
(b) Capital Work-in-Progress	169	285
(c) Intangible assets	216	117
(d) Financial Assets		
(i) Investments	547	527
(ii) Trade Receivable	278	304
(iii) Other Financial Assets	22	20
(e) Deferred tax assets (net)	90	78
(f) Income Tax Assets (net)	1,949	2,141
(g) Other non-current assets	29	22
Total Non-Current Assets	7,135	6,937
Current assets		
(a) Inventories	682	901
(b) Financial Assets		
(i) Trade Receivables	5,474	3,365
(ii) Cash and cash equivalents	576	304
(iii) Bank balances other than (ii) above	33	54
(iv) Other Financial Assets	336	731
(c) Other current assets	727	761
Total Current Assets	7,828	6,116
TOTAL ASSETS	14,963	13,053
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity Share Capital	2,282	2,282
(b) Other Equity	371	(95)
TOTAL EQUITY	2,653	2,187
LIABILITIES		
Non-current liabilities		
(a) Financial Liabilities		
(i) Borrowings	257	168
(ii) Other Financial Liabilities	13	20
(b) Provisions	386	348
(c) Other liabilities	24	-
Total non-current liabilities	680	536
Current liabilities		
(a) Financial Liabilities		
(i) Borrowings	4,601	5,232
(ii) Trade Payables	2,800	2,607
(iii) Other Financial Liabilities	989	964
(b) Provisions	174	243
(c) Other current liabilities	3,066	1,284
Total current liabilities	11,630	10,330
TOTAL LIABILITIES	12,310	10,866
TOTAL LIABILITIES AND EQUITY	14,963	13,053



Price Waterhouse Chartered Accountants LLP

The Board of Directors
Nelco Limited
EL-6, TTC Industrial Area
MIDC Electronic Zone, Mahape
Navi Mumbai – 400 710

1. We have reviewed the unaudited standalone financial results of Nelco Limited (the “Company”) for the quarter ended September 30, 2017 which are included in the accompanying “Statement of Standalone Unaudited Financial Results for the Quarter and Half Year ended September 30, 2017” and the Standalone Unaudited Balance Sheet as on that date (the “Statement”). The Statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the “Listing Regulations, 2015”), which has been initialled by us for identification purposes. The Statement is the responsibility of the Company’s management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (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.
3. 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.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to the following matters:
 - a. The standalone financial results of the Company for the quarter ended June 30, 2017 prepared in accordance with Companies (Indian Accounting Standards) Rules, 2015, were reviewed by another firm of chartered accountants who, vide their report dated July 24, 2017 expressed an unmodified conclusion on those financial results.
 - b. The standalone financial results of the Company for the quarter ended and half year ended September 30, 2016 prepared in accordance with Companies (Indian Accounting Standards) Rules, 2015, were reviewed by another firm of chartered accountants who, vide their report dated October 27, 2016 expressed an unmodified conclusion on those financial results. As set out in Note 2 to the Statement, the comparative figures for quarter ended and half year ended September 30, 2016 have been adjusted by management. We have not reviewed, and accordingly do not express any conclusion on the adjustments made by management on the comparative figures for the quarter ended and half year ended September 30, 2016.

Price Waterhouse Chartered Accountants LLP, 252, Veer Savarkar Marg, Shivaji Park, Dada Saheb Phalke
Mumbai - 400 028
T: +91 (22) 66691500, F: +91 (22) 66547804 / 07

Registered office and Head office: Sucheta Bhawan, 11A Vishnu Digambar Marg, New Delhi 110 002

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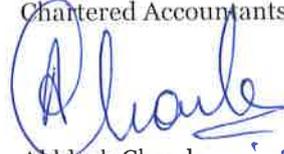
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- c. The standalone financial statements of the Company for the year ended March 31, 2017 was audited by another firm of Chartered Accountants, who issued an unmodified opinion vide their report dated May 9, 2017.

Our conclusion is not qualified in respect of these matters.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016
Chartered Accountants



Akhlesh Chowla
Partner

Membership Number: 097384

Mumbai
October 26, 2017

NELCO LIMITED							
REGD. OFFICE - E-6, ITC INDUSTRIAL AREA, MIDC, ELECTRONIC ZONE, MAHAPALIKHANI MUMBAI - 400 710. CIN: L32200MH1940PLC003164							
Part-I							
Statement of Standalone Unaudited Financial Results for the quarter and half year ended September 30, 2017							
Sr No	Particulars	3 months ended	Preceding 3	Corresponding 3	6 Months ended	6 Months ended	(Rs in Lakhs)
		30.09.2017	months ended	Months ended	30.09.2017	30.09.2016	Previous Year
		Unaudited	30.06.2017	30.09.2016	Unaudited	Unaudited	ended 31.03.2017
A	Continuing Operations		Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income						
	a) Income from Operations	802	781	634	1,583	1,229	2,569
	b) Other income (Refer note 3)	60	62	61	122	118	702
	Total Income (a+b)	862	843	695	1,705	1,347	3,271
2	Expenses						
	a) Employee Benefits Expense	398	411	375	809	652	1,371
	b) Voluntary Retirement Expenses	-	-	-	-	-	159
	c) Finance Cost	176	132	186	258	371	687
	d) Depreciation and amortization expense	6	6	10	12	19	30
	e) Sub Contracting Expenses	32	50	50	82	81	184
	f) Other expenses	377	284	199	611	427	969
	Total Expenses	889	883	820	1,772	1,549	3,400
3	(Loss) before Tax (1-2)	(27)	(40)	(125)	(67)	(202)	(129)
4	Tax expense						
	a) Current Tax	-	-	-	-	-	-
	b) Deferred Tax	-	-	-	-	-	-
5	Net (Loss) from Continuing Operations (3-4)	(27)	(40)	(125)	(67)	(202)	(129)
B	Discontinued Operations (Refer note 1)						
6	Profit before tax from discontinued operations	319	201	226	520	457	796
7	Tax Expense of discontinued operations	43	-	-	43	-	-
8	Profit after tax from Discontinued Operations (6-7)	276	201	226	477	457	796
9	Net Profit for the period (5+8)	249	161	101	410	255	667
10	Other Comprehensive Income						
	Items that will not be reclassified to Profit or Loss- Continuing Operations	1	(13)	(9)	(12)	(19)	(18)
	Items that will not be reclassified to Profit or Loss- Discontinued Operations	-	(5)	(3)	(5)	(8)	(7)
	Other Comprehensive Income	1	(18)	(12)	(17)	(27)	(25)
11	Total Comprehensive Income for the period (9+10)	250	143	89	393	228	642
12	Paid up equity share (capital) (face value Rs.10/- each)	2,282	2,282	2,282	2,282	2,282	2,282
13	Other Equity						(790)
14	Earnings Per Share (Basic and Diluted) (Face Value Rs. 10/-each) (not annualised)						
	From Continuing Operations	(0.12)	(0.17)	(0.55)	(0.29)	(0.89)	(0.56)
	From Discontinued Operations	1.21	0.88	0.99	2.09	2.00	3.49
	From Continuing and Discontinued Operations	1.09	0.71	0.44	1.80	1.13	2.92



Segment wise Revenue, Results and Capital Employed for the quarter and half year ended September 30, 2017							
Sl. No.	Particulars	(Rs in Lakhs)					
		3 Months ended 30.09.2017	Preceding 3 months ended 30.06.2017	Corresponding 3 Months ended 30.09.2016	6 Months ended 30.09.2017	6 Months ended 30.09.2016	Previous year ended 31.03.2017
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Segment Revenue from operations						
	Total Income from Operations						
	Continuing Operations						
	(i) Automation & Control	-	-	-	-	-	-
	(ii) Network Systems	802	781	634	1,583	1,229	2,569
		802	781	634	1,583	1,229	2,569
	Discontinued Operations (Refer note 1)						
	(i) Automation & Control	37	100	31	137	263	394
	(ii) Network Systems	1,499	1,472	1,689	2,971	3,026	5,976
	Total	1,536	1,572	1,719	3,108	3,889	6,370
Less: Inter Segment Revenue	2,338	2,353	2,354	4,691	4,518	8,939	
Total Income from Operations	2,338	2,353	2,354	4,691	4,518	8,939	
2	Segment Results						
	Continuing Operations						
	(i) Automation & Control	-	-	-	-	-	-
	(ii) Network Systems	447	412	299	859	574	1,200
		447	412	299	859	574	1,200
	Discontinued Operations (Refer note 1)						
	(i) Automation & Control	(35)	(166)	(135)	(201)	(195)	(466)
	(ii) Network Systems	354	366	360	720	654	1,261
		319	200	226	519	459	795
	Total	766	612	525	1,378	1,038	1,995
Continuing Operations Add / (Less)							
(i) Other unallocable income / (expenditure)	(348)	(320)	(238)	(668)	(407)	(642)	
(ii) Finance Cost	(126)	(131)	(186)	(257)	(371)	(586)	
Net Profit before Tax for the period	292	161	101	453	255	867	
3	Segment Assets						
	Continuing Operations						
	(i) Automation & Control	-	-	-	-	-	-
	(ii) Network Systems	883	864	728	883	728	841
		883	864	728	883	728	841
	Discontinued Operations (Refer note 1)						
	(i) Automation & Control	1,837	1,801	2,294	1,837	2,294	1,740
	(ii) Network Systems	4,663	4,446	3,737	4,663	3,737	4,113
		6,500	6,247	6,031	6,500	6,031	5,853
	Unallocable Assets	3,313	3,203	6,356	3,313	6,356	3,737
Total Assets	10,696	10,314	13,115	10,696	13,115	10,481	
Segment Liabilities							
Continuing Operations							
(i) Automation & Control	-	-	-	-	-	-	
(ii) Network Systems	50	25	50	50	50	110	
	50	25	50	50	50	110	
Discontinued Operations (Refer note 1)							
Segment Liabilities							
(i) Automation & Control	675	702	1,050	675	1,050	733	
(ii) Network Systems	2,963	2,709	2,703	2,963	2,703	2,547	
	3,638	3,411	3,753	3,638	3,753	3,280	
Unallocable Liabilities	5,123	5,249	8,235	5,123	8,235	5,549	
Total Liabilities	8,811	8,679	12,038	8,811	12,038	8,939	



Notes :

The Company vide its letter dated September 1, 2017 has informed the stock exchange about the approval of the Board of Directors to (i) transfer by way of slump sale on a going concern basis for a lump sum consideration to its wholly owned subsidiary, Nelco Network Products Ltd (NNPL) of the following (a) Integrated Security and Surveillance Solution ("SSS") business and (b) Very Small Aperture Terminals ("VSAT") hardware business and allied services (consisting of network management, project management, infrastructure services, turnkey solutions for satellite communication systems, and co-location services to customers other than TataNet Services Ltd (TNSL), and (ii) the amalgamations of TNSL with the Company, through a composite scheme of Arrangement and Amalgamation (Proposed scheme). The Proposed scheme is currently subject to various approvals and consents yet to be received. Considering the management intent to transfer the businesses as noted in (i) above, the noted businesses / operations have been classified as discontinued operations and held for sale as at September 30, 2017 in accordance with IND AS 105. The financial parameters in respect of the activities attributable to the businesses referred to in (i) above are as follows :

(Rs. in Lakhs)

Particulars	3 Months ended 30.09.2017	Preceding 3 months ended 30.06.2017	Corresponding 3 Months ended 30.09.2016	6 Months ended 30.09.2017	6 Months ended 30.09.2016	Previous year ended 31.03.2017
Income from Operations	1,675	1,584	1,745	3,259	3,369	6,548
Expenses	1,356	1,383	1,520	2,739	2,912	5,752
Profit before Tax	319	201	226	520	457	796
Tax Expense	43	-	-	43	-	-
Total Assets	6,500	6,247	6,031	6,500	6,031	5,853
Total Liabilities	3,638	3,411	3,753	3,638	3,753	3,280

In the financial year ended March 31, 2017, the Company had sold the business of Unattended Ground Sensors (UGS) as a going concern on a slump sale basis to The Tata Power Company Limited pursuant to Business Transfer Agreement with effect from October 1, 2014 and accordingly, the financial information of prior periods had been restated with effect from October 1, 2014, as the transaction is between the entities under common control.

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

(Rs. in Lakhs)

Particulars	3 Months ended 30.09.2017	Preceding 3 months ended 30.06.2017	Corresponding 3 Months ended 30.09.2016	6 Months ended 30.09.2017	6 Months ended 30.09.2016	Previous year ended 31.03.2017
Income from Operations	-	-	19	-	152	401
Expenses	-	-	18	-	145	332
Expenses attributable	-	-	24	-	52	78
Loss before Tax	-	-	(23)	-	(45)	(9)
Current Tax	-	-	-	-	-	-
Total Assets	-	-	885	-	885	-
Total Liabilities	-	-	-	-	-	-



- 1. Other income includes a) liabilities / provision no longer required, written back of Rs 98 lakhs for the quarter ended September 30, 2017, Rs 18 Lakhs for quarter ended June 30, 2017, Rs 116 Lakhs for the six months ended September 30, 2017, Rs 15 Lakhs for six months ended September 30, 2016 and Rs 91 Lakhs for year ended March 31, 2017 and b) profit on sale of Investment in Associate company Rs 268 Lakhs for year ended March 31, 2017.
- 2. The above results have been prepared in accordance with Indian Accounting Standards ("IND AS") notified under Section 133 of the Companies Act 2013, read together with the Companies (Indian Accounting Standard) Rules, 2015 and have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on October 25, 2017. The Statutory Auditors of the Company have carried out a limited review of the aforesaid results for quarter ended and half year ended September 30, 2017.

Place - Mumbai
Date - October 26, 2017



For Nelco Limited

R.R. Bhinge
Chairman

Nelco Limited
Standalone Unaudited Balance Sheet as at September 30, 2017

PARTICULARS	(Rs in Lakhs)	
	As at September 30, 2017	As at March 31, 2017
	Unaudited	Audited
ASSETS		
Non-current assets		
(a) Property, plant and equipment	345	352
(b) Financial Assets		
(i) Investments	619	618
(ii) Loans	420	910
(iii) Other Financial Assets	22	-
(c) Income Tax Assets (net)	1,370	1,154
(d) Other non-current assets	-	22
Total Non-Current Assets	2,776	3,056
Current assets		
(a) Inventories		
(b) Financial Assets		
(i) Trade Receivables	763	685
(ii) Cash and cash equivalents	371	279
(iii) Bank balances other than (ii) above	33	33
(iv) Other Financial Assets	36	256
(c) Other current assets	241	269
Assets classified as held for sale	6,476	5,853
Total Current Assets	7,920	7,375
TOTAL ASSETS	10,696	10,431
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity Share Capital	2,282	2,282
(b) Other Equity	(397)	(790)
TOTAL EQUITY	1,885	1,492
LIABILITIES		
Non-current liabilities		
(a) Financial Liabilities		
(i) Borrowings	-	12
(ii) Other Financial Liabilities	13	20
(b) Provisions	206	179
(c) Other liabilities		
Total non-current liabilities	219	211
Current liabilities		
(a) Financial Liabilities		
(i) Borrowings	4,200	4,636
(ii) Trade Payables	302	399
(iii) Other Financial Liabilities	175	314
(b) Provisions	27	36
(c) Other current liabilities	250	63
Liabilities directly associated with assets classified as held for sale	3,638	3,280
Total Current Liabilities	8,592	8,728
TOTAL LIABILITIES	8,811	8,939
TOTAL LIABILITIES AND EQUITY	10,696	10,431

