



27th April 2019

BSE Limited
Corporate Relationship Dept
1st Floor, New Trading Ring
Rotunda Building,
P.J. Towers, Fort,
Mumbai – 400 001

National Stock Exchange of India Ltd.
5th floor, Exchange Plaza, Plot No.C-1
Block "G" Bandra Kurla Complex
Bandra (East)
Mumbai – 400 051

BSE : 504112

NSE: Nelco EQ

Dear Sirs,

Sub: Outcome of the Board Meeting held on 27th April 2019

Pursuant to Part A of Schedule III of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Ref : Our letters dated 11th March 2019 and 20th April 2019

This is to inform you that the Board of Directors adopted the Audited Financial Results (Standalone & Consolidated) of the Company for the quarter & year ended 31st March 2019. The copies of the said financial results along with Auditor's Report are enclosed.

The Company will be publishing Consolidated Audited Financial Results as per the prescribed format. The Audited Financial Results (Standalone & Consolidated) would be available on Company's website www.nelco.in.

Further, pursuant Regulation 33 (3) (d) of SEBI (Listing Obligations and Disclosure Requirements) regulations, 2015, it is hereby confirmed that the Auditors of the Company has submitted unmodified opinion on Audited Financial Results (Standalone & Consolidated) for the year ended 31st March 2019.

At the said meeting, the Directors have recommended a dividend of 15% (Rs.1.50 per equity share of Rs.10/- each) to the Shareholders for the year ended 31st March 2019.

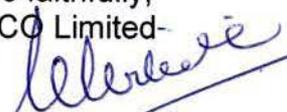
The Annual General Meeting (AGM) of the Company is scheduled to be held on 24th July 2019 at Vashi, Navi Mumbai.

Dividend if declared at the said AGM, will be paid on and after 26th July 2019 to the Shareholders entitled to receive the same.

The Meeting of the Board of Directors of the Company commenced at 4.15 p.m. and concluded at 6.30 p.m.

Thanking you,

Yours faithfully,
NELCO Limited-


Girish V. Kirkinde
Company Secretary



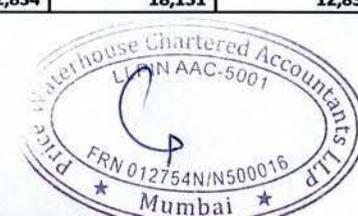
Nelco Limited, EL-6, Electronics Zone, MIDC, Mahape,
Navi Mumbai - 400 710, India. Tel: +91 22 6791 8728, 6739 9100
Fax: +91 22 6791 8787 Web: www.nelco.in
CIN No. L32200MH1940PLC003164

A TATA Enterprise

NELCO LIMITED						
REGD. OFFICE :- EL-6, TTC INDUSTRIAL AREA, MIDC, ELECTRONIC ZONE, MAHAPE, NAVI MUMBAI - 400 710, CIN: L32200MH1940PLC003164						
Part-I						
Statement of Consolidated Audited Financial Results for the quarter and year ended March 31, 2019						(Rs. In Lakhs)
Sr.No.	Particulars	3 Months ended 31.03.2019	Preceding 3 Months ended 31.12.2018	Corresponding 3 Months ended 31.3.2018	Current Year ended 31.03.2019	Previous Year ended 31.03.2018
		Unaudited (Refer note 8)	Unaudited	Unaudited (Refer note 8)	Audited	Audited
1	Income					
	a) Income from Operations	5,151	4,528	3,905	19,101	14,961
	b) Other Income (Refer note 4)	101	141	85	428	494
	Total Income (a+b)	5,252	4,669	3,990	19,529	15,455
2	Expenses					
	a) Purchase of stock- in-trade	458	756	689	3,297	1,830
	b) Changes in Inventories of stock-in-trade	324	(94)	(333)	98	14
	c) Employee Benefits Expense	756	675	581	2,779	2,256
	d) Finance Cost	227	196	121	738	593
	e) Depreciation and amortization expense	386	325	284	1,296	949
	f) Transponder Charges	903	849	829	3,469	3,140
	g) Other expenses	1,595	1,452	1,321	5,859	5,208
	Total Expenses	4,649	4,159	3,492	17,536	13,990
3	Add:- Share of Profit of Associate accounted for using equity method	-	-	21	9	57
4	Profit before Tax (1 -2 +3)	603	510	519	2,002	1,522
5	Tax expense					
	a) Current Tax	202	117	93	596	271
	b) Deferred Tax (net) (Refer note 3)	(26)	(7)	42	(823)	40
6	Net Profit for the period (4 -5)	427	400	384	2,229	1,211
7	Other Comprehensive Income					
	Items that will not be reclassified to Profit or Loss					
	Remeasurement of post employment benefit obligations	1	(7)	18	(21)	(18)
	Share of other comprehensive income of Associate accounted for using equity method	-	-	(1)	(1)	(3)
8	Total Comprehensive Income for the period (6+7)	428	393	401	2,207	1,190
9	Paid up equity share capital (face value Rs.10/- each)	2,282	2,282	2,282	2,282	2,282
10	Other Equity				3,302	1,095
11	Earnings Per Share (Basic and Diluted) (Face value Rs. 10/-each) (not annualised)	1.87	1.75	1.68	9.77	5.31



Consolidated Segment wise Revenue, Results and Capital Employed for the quarter and year ended March 31, 2019						
(Rs in Lakhs)						
Sr. No.	Particulars	3 Months ended 31.03.2019	Preceding 3 Months ended 31.12.2018	Corresponding 3 Months ended 31.3.2018	Current Year ended 31.03.2019	Previous Year ended 31.03.2018
		Unaudited (Refer note 8)	Unaudited	Unaudited (Refer note 8)	Audited	Audited
1	Segment Revenue from operations					
	(i) Automation & Control	62	38	69	361	243
	(ii) Network Systems	5,089	4,490	3,836	18,740	14,718
	Total	5,151	4,528	3,905	19,101	14,961
	Less : Inter Segment Revenue	-	-	-	-	-
	Revenue from Operations	5,151	4,528	3,905	19,101	14,961
2	Segment Results					
	(i) Automation & Control	(58)	(103)	(62)	(284)	(340)
	(ii) Network Systems	1,191	1,006	1,076	4,119	3,633
	Total	1,133	903	1,014	3,835	3,293
	Add / (Less) :-					
	(i) Share of Profit of Associate accounted for using equity method	-	-	21	9	57
	(ii) Other unallocable income / (expenditure)	(388)	(242)	(414)	(1,291)	(1,275)
	(iii) Finance Cost	(142)	(151)	(102)	(551)	(553)
	Net Profit before Tax for the period	603	510	519	2,002	1,522
3	Segment Assets					
	(i) Automation & Control	1,189	1,282	1,696	1,189	1,696
	(ii) Network Systems	17,462	15,782	10,878	17,462	10,878
		18,651	17,064	12,574	18,651	12,574
	Unallocable Assets	5,084	4,863	3,637	5,084	3,637
	Total Assets	23,735	21,927	16,211	23,735	16,211
	Segment Liabilities					
	(i) Automation & Control	347	393	589	347	589
	(ii) Network Systems	13,073	10,829	7,273	13,073	7,273
		13,420	11,222	7,862	13,420	7,862
	Unallocable Liabilities	4,731	5,548	4,972	4,731	4,972
	Total Liabilities	18,151	16,770	12,834	18,151	12,834



Notes :-

- 1 The Company vide its letter dated September 1, 2017 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 ('ISSS') 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 amalgamation of TNSL with the Company, through a composite scheme of Arrangement and Amalgamation (Proposed Scheme).

The Proposed Scheme has been approved by National Company Law Tribunal ('NCLT') on November 2, 2018 and necessary steps for obtaining approvals from Department of Telecommunications (DoT) are being taken. Since, the above reorganisation is between the Company (holding company) and its two wholly owned subsidiaries, this has no implication on consolidated financial results or consolidated financial position of the Company along with its wholly owned subsidiaries.

- 2 The Board of Directors of the Company at its meeting held on September 21, 2018 decided to exit from Nelito Systems Limited (an Associate Company). Considering the intent of the Board, this investment in the Associate has been classified as 'Assets classified as held for sale' in accordance with IND AS 105.
- 3 The Company has reassessed the realisability of the Deferred Tax Asset and MAT Credit Entitlement, consequent to taxable profits generated in earlier quarters, and in accordance with the requirements of IND AS 12 'Income Taxes' has recognized Deferred Tax Asset and MAT Credit Entitlement u/s 115 JAA of Income Tax Act, 1961 of Rs. 324 lakhs and Rs. 499 lakhs respectively in the year ended March 31, 2019.

- 4 Other income includes :-

(Rs in Lakhs)

Particulars	3 Months ended 31.03.2019	Preceding 3 Months ended 31.12.2018	Corresponding 3 Months ended 31.3.2018	Current Year ended 31.03.2019	Previous Year ended 31.03.2018
	Unaudited (Refer note 8)	Unaudited	Unaudited (Refer note 8)	Audited	Audited
Interest income (including discounting)	18	18	-	83	3
Interest on Income Tax refund	-	85	-	118	110
Liabilities / Provisions no longer required written back	69	-	25	69	144

(Rs in Lakhs)

5

Standalone Financial details	3 Months ended 31.03.2019	Preceding 3 Months ended 31.12.2018	Corresponding 3 Months ended 31.3.2018	Current Year ended 31.03.2019	Previous Year ended 31.03.2018
	Unaudited (Refer note 8)	Unaudited	Unaudited (Refer note 8)	Audited	Audited
Income from Continuing Operations	880	835	810	3,357	3,190
Profit before Tax- Continuing and Discontinued Operations	252	425	329	1,348	1,151
Profit after Tax- Continuing and Discontinued Operations	180	341	289	1,772	977
Total Comprehensive Income- Continuing and Discontinued Operations	180	334	307	1,751	959

LB

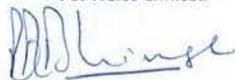


- 6 NCLT approved the Proposed Scheme on November 2, 2018. As per the NCLT Order, this Scheme is effective only on receiving the written approval from the Department of Telecommunications (DoT) for transfer of licenses. The NCLT Order required the Company to file the Order with the Registrar of Companies (RoC) within 30 days. Upon filing, RoC updated the records to reflect the Scheme as effective and TNSL as "amalgamated" even though DoT approval is yet to be obtained. Based on legal advice, the Company has approached NCLT to direct the RoC to amend their records to reinstate TNSL to its earlier status and cancel the effect of the scheme with immediate effect. The decision of NCLT is awaited. Pending necessary approvals, the Scheme has not been given effect to in the financial results for the quarter and year ended March 31, 2019.
- 7 For financial year ended March 31, 2019, the Board of Directors has recommended a dividend of 15% (Rs. 1.50 per equity share of Rs.10/- each), subject to the approval of the shareholders in the ensuing Annual General Meeting of the Company to be held on July 24, 2019.
- 8 The figures for the last quarter results are the balancing figures between the audited figures in respect of the full financial year and published year to date figures up to the third quarter of the respective financial year.
- 9 The Audited Standalone and Consolidated financial results for the year ended March 31, 2019 and Unaudited Standalone and Consolidated financial results for the quarter ended March 31, 2019, 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".
- 10 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 April 27, 2019.

15

Place :- Mumbai
Date :- April 27, 2019



For Nelco Limited

R.R. Bhinge
Chairman
DIN :- 00036557



Nelco Limited
Consolidated Balance Sheet as at March 31, 2019



(Rs. in Lakhs)

Particulars	As at March 31, 2019	As at March 31, 2018
ASSETS		
Non-current assets		
(a) Property, plant and equipment	8,486	4,886
(b) Capital work-in-progress	1,660	468
(c) Intangible assets	182	190
(d) Financial assets		
(i) Investments	16	576
(ii) Trade receivable	-	223
(iii) Loans	24	29
(iv) Other financial assets	285	-
(e) Deferred tax assets (net)	745	38
(f) Income tax assets (net)	2,141	2,208
(g) Other non-current assets	54	8
Total non current assets	13,593	8,626
Current assets		
(a) Inventories	789	887
(b) Financial assets		
(i) Trade receivables	5,997	5,473
(ii) Cash and cash equivalents	548	397
(iii) Bank balances other than (ii) above	29	28
(iv) Loans	136	107
(v) Other financial assets	1,119	270
(c) Other current assets	962	423
Assets classified as held for sale	562	-
Total current assets	10,142	7,585
TOTAL ASSETS	23,735	16,211
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity share capital	2,282	2,282
(b) Other equity		
Reserves and surplus	3,290	1,083
Other reserves	12	12
Total equity	5,584	3,377
LIABILITIES		
Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	3,385	758
(ii) Other financial liabilities	7	10
(b) Provisions	491	421
(c) Other non-current liabilities	21	30
Total non-current liabilities	3,904	1,219
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	3,406	3,839
(ii) Trade payables	3,633	3,251
(iii) Other financial liabilities	4,399	1,769
(b) Provisions	206	181
(c) Contract liabilities	2,352	-
(d) Other current liabilities	251	2,575
Total current liabilities	14,247	11,615
Total liabilities	18,151	12,834
TOTAL EQUITY AND LIABILITIES	23,735	16,211



Price Waterhouse Chartered Accountants LLP

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

Independent Auditor's Report on the Statement of consolidated financial results

1. We have audited the accompanying Statement containing the annual audited consolidated financial results of Nelco Limited ("hereinafter referred to as the Holding Company") and its subsidiaries (viz. Tatanet Services Limited and Nelco Network Products Limited) (the Holding Company and its subsidiaries together referred to as "the Group"), its associate company (viz. Nelito Systems Limited); for the year ended March 31, 2019 together with the notes thereon (hereinafter referred to as the "Statement"), which we have signed under reference to this report.

Management's Responsibility for the consolidated financial results

2. Management of the Holding Company is responsible for the preparation of the accompanying Statement. The Management is also responsible for the preparation of the annual statutory consolidated financial statements in accordance with the Accounting Standards specified under Section 133 of the Companies Act, 2013 (the "accounting principles generally accepted in India"), basis which the above Statement containing the annual audited consolidated financial results has been prepared. The responsibility includes the design, implementation and maintenance of internal control relevant to the preparation of the Statement that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

3. Our responsibility is to express an opinion on the Statement based on our audit. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 ("the Act") and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Statement. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Management, as well as evaluating the overall presentation of the Statement.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



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)

Price Waterhouse Chartered Accountants LLP

Nelco Limited
Independent Auditor's Report on the Statement of consolidated financial results
Year Ended March 31, 2019
Page 2 of 3

Opinion

6. In our opinion and to the best of our information and according to the explanations given to us:
- the Statement, together with the notes thereon are presented in the format prescribed under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
 - the Annual audited consolidated financial results for the year ended March 31, 2019 as set out in the Statement gives a true and fair view of the total consolidated comprehensive income (comprising of consolidated profit and consolidated other comprehensive income), and other financial information of the Group and its associate company for the year ended March 31, 2019 in accordance with the accounting principles generally accepted in India.

Emphasis of Matter

7. We draw your attention to Note 8 of the Statement regarding the figures for the quarter ended March 31, 2019, which are the balancing figures between audited figures in respect of the full financial year and the published year-to-date figures upto the third quarter of the current financial year. Our opinion is not qualified in respect of this matter.
8. We draw your attention to note 6 to the Statement regarding composite scheme of arrangement between the Company, Tatanet Services Limited (TNSL) and Nelco Network Products Limited which was approved by the National Company Law Tribunal ("NCLT") vide its order dated November 2, 2018 (the "Scheme"). As per the NCLT Order, the Company intimated the Registrar of the Companies ("RoC") about the approval of the Scheme by NCLT, stating that Department of Telecommunications ("DoT") approval was not yet obtained. The RoC records were, however, updated to reflect the Scheme as effective and TNSL as "amalgamated" with the Company. Based on legal advice, the Company has approached NCLT to direct the RoC to amend their records to reinstate TNSL to its earlier status and cancel the effect of the Scheme with immediate effect. The decision of NCLT is awaited. The Scheme will be given effect to in the financial results on receipt of all necessary approvals. Our opinion is not modified in respect of this matter.

Other Matter

9. The Statement includes the Group's share of total comprehensive income (comprising of profit and other comprehensive income) of Rs. 9 lakhs for the year ended March 31, 2019 as considered in the Statement, in respect of one associate company, whose financial information have not been audited by us. These financial information are unaudited and have been furnished to us by the Management, and our opinion on the Statement insofar as it relates to the amounts and disclosures included in respect of this associate company, is based solely on such unaudited financial information. In our opinion and according to the information and explanations given to us by the Management, these financial information are not material to the Group.

Our opinion on the Statement, is not modified in respect of the above matter with respect to our reliance on the financial information of the associate company certified by the Management.



Price Waterhouse Chartered Accountants LLP

Nelco Limited

Independent Auditor's Report on the Statement of consolidated financial results

Year Ended March 31, 2019

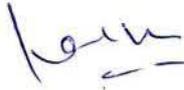
Page 3 of 3

10. The Statement dealt with by this report has been prepared for the express purpose of filing with Bombay Stock Exchange (BSE) and National Stock Exchange (NSE). This Statement is based on and should be read with the audited consolidated financial statements of the Group and its associate company, for the year ended March 31, 2019 on which we issued an unmodified audit opinion vide our report dated April 27, 2019.

Restriction on Use

11. This report is addressed to the Board of Directors of the Holding Company and has been prepared for and only for the purposes set out in paragraph 10 above. This report should not be otherwise used by any other party for any other purpose.

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


Sharmila A. Karve
Partner
Membership Number: 43229


Mumbai
April 27, 2019

NELCO LIMITED						
REGD. OFFICE :- EL-6, TTC INDUSTRIAL AREA, MIDC, ELECTRONIC ZONE, MAHAPE, NAVI MUMBAI - 400 710, CIN: L32200MH1940PLC003164						
Part-I						
Statement of Standalone Audited Financial Results for the quarter and year ended March 31, 2019						(Rs in Lakhs)
Sr.No.	Particulars	3 Months ended 31.03.2019	Preceding 3 Months ended 31.12.2018	Corresponding 3 Months ended 31.03.2018	Current Year ended 31.03.2019	Previous Year ended 31.03.2018
		Unaudited (Refer note 4)	Unaudited	Unaudited (Refer note 4)	Audited	Audited
A	Continuing Operations					
1	Income					
	a) Income from Operations	880	835	810	3,357	3,190
	b) Other Income	35	114	60	245	290
	Total Income (a+b)	915	949	870	3,602	3,480
2	Expenses					
	a) Employee Benefits Expense	409	341	442	1,758	1,679
	b) Finance Cost	116	114	98	439	478
	c) Depreciation and amortization expense	42	16	44	93	61
	d) Sub Contracting Expenses	23	24	46	113	186
	e) Other expenses	315	246	314	1,043	1,199
	Total Expenses	905	741	944	3,446	3,603
3	Profit / (Loss) before Tax (1 -2)	10	208	(74)	156	(123)
4	Tax expense					
	a) Current Tax	6	41	-	47	-
	b) Deferred Tax (Refer note 5)	(22)	(12)	-	(826)	-
5	Net Profit / (Loss) from Continuing Operations (3-4)	26	179	(74)	935	(123)
B	Discontinued Operations (Refer note 1)					
6	Profit before tax from discontinued operations	242	217	403	1,192	1,274
7	Tax Expense of discontinued operations	88	55	40	355	174
8	Profit after tax from Discontinued Operations (6-7)	154	162	363	837	1,100
9	Net Profit for the period (5+8)	180	341	289	1,772	977
10	Other Comprehensive Income					
	Items that will not be reclassified to Profit or Loss- Continuing Operations	-	(3)	16	(10)	(10)
	Items that will not be reclassified to Profit or Loss- Discontinued Operations	-	(4)	2	(11)	(8)
	Other Comprehensive Income	-	(7)	18	(21)	(18)
11	Total Comprehensive Income for the period (9+10)	180	334	307	1,751	959
12	Paid up equity share capital (face value Rs.10/- each)	2,282	2,282	2,282	2,282	2,282
13	Other Equity				1920	169
14	Earnings / (Loss) Per Share (Basic and Diluted) (Face Value Rs. 10/-each) (not annualised)					
	From Continuing Operations	0.11	0.78	(0.32)	4.10	(0.54)
	From Discontinued Operations	0.67	0.71	1.59	3.67	4.82
	From Continuing and Discontinued Operations	0.78	1.49	1.27	7.77	4.28

12



Segment wise Revenue, Results and Capital Employed for the quarter and year ended March 31, 2019						
Sr. No.	Particulars	3 Months ended	Preceding 3 Months	Corresponding 3	Current Year ended	Previous
		31.03.2019	ended 31.12.2018	Months ended 31.03.2018	31.03.2019	Year ended 31.03.2018
		Unaudited (Refer note 4)	Unaudited	Unaudited (Refer note 4)	Audited	Audited
1	Segment Revenue from operations					
	Total Income from Operations					
	Continuing Operations					
	(i) Automation & Control	-	-	-	-	-
	(ii) Network Systems	880	835	810	3,357	3,190
		880	835	810	3,357	3,190
	Discontinued Operations (Refer note 1)					
	(i) Automation & Control	62	38	69	361	243
	(ii) Network Systems	2364	2,123	1,456	8,913	5,935
	Total	2,426	2,161	1,525	9,274	6,178
Less : Inter Segment Revenue	-	-	-	-	-	
Total Income from Operations	3,306	2,996	2,335	12,631	9,368	
2	Segment Results					
	Continuing Operations					
	(i) Automation & Control	-	-	-	-	-
	(ii) Network Systems	513	553	390	1,851	1,617
		513	553	390	1,851	1,617
	Discontinued Operations (Refer note 1)					
	(i) Automation & Control	(58)	(103)	(62)	(284)	(340)
	(ii) Network Systems	300	320	465	1,476	1,614
		242	217	403	1,192	1,274
	Total	755	770	793	3,043	2,891
Continuing Operations						
Add / (Less)						
(i) Other unallocable income /(expenditure)	(387)	(231)	(366)	(1,256)	(1,262)	
(ii) Finance Cost	(116)	(114)	(98)	(439)	(478)	
Net Profit before Tax for the period	252	425	329	1,348	1,151	
3	Segment Assets					
	Continuing Operations					
	(i) Automation & Control	-	-	-	-	-
	(ii) Network Systems	1011	924	954	1,011	954
		1,011	924	954	1,011	954
	Discontinued Operations (Refer note 1)					
	(i) Automation & Control	1189	1,282	1,696	1,189	1,696
	(ii) Network Systems	12034	11,079	5,785	12,034	5,785
		13,223	12,361	7,481	13,223	7,481
	Unallocable Assets	4490	4,144	3,272	4,490	3,272
Total Assets	18,724	17,429	11,707	18,724	11,707	
Segment Liabilities						
Continuing Operations						
(i) Automation & Control	-	-	-	-	-	
(ii) Network Systems	183	198	137	183	137	
	183	198	137	183	137	
Discontinued Operations (Refer note 1)						
Segment Liabilities						
(i) Automation & Control	347	393	589	347	589	
(ii) Network Systems	9734	7,881	4,113	9,734	4,113	
	10,081	8,274	4,702	10,081	4,702	
Unallocable Liabilities	4258	4,936	4,417	4,258	4,417	
Total Liabilities	14,522	13,408	9,256	14,522	9,256	

BB



Notes :-

- 1 The Company vide its letter dated September 1, 2017 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 ('ISSS') 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 amalgamation of TNSL with the Company, through a composite scheme of Arrangement and Amalgamation (Proposed Scheme).

The Proposed Scheme has been approved by National Company Law Tribunal ('NCLT') on November 2, 2018 and necessary steps for obtaining approvals from Department of Telecommunications (DoT) are being taken. Considering the management's intent to transfer the business as noted in (i) above, these businesses/ operations have been classified as discontinued operations in accordance with IND AS 105. During the current quarter, the management has re-assessed the allocation of its costs and related liabilities between continuing and discontinued operations considering the change in business circumstances and accordingly has given effect in this quarter.

The financial parameters in respect of the activities attributable to the business referred to in (i) above are as follows :

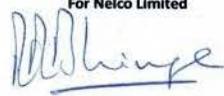
Particulars	(Rs in Lakhs)				
	3 Months ended 31.03.2019	Preceding 3 Months ended 31.12.2018	Corresponding 3 Months ended 31.03.2018	Current Year ended 31.03.2019	Previous Year ended 31.03.2018
	Unaudited (Refer note 4)	Unaudited	Unaudited (Refer note 4)	Audited	Audited
Income from Operations including other income	2,472	2,200	1,561	9,467	6,387
Expenses	2,230	1,983	1,158	8,275	5,113
Profit before Tax	242	217	403	1,192	1,274
Tax Expense	88	55	40	355	174

- 2 The Board of Directors of the Company at its meeting held on September 21, 2018 decided to exit from Nelito Systems Limited (an Associate Company). Considering the intention of the Board, this investment in the Associate has been classified as 'Assets classified as held for sale' in accordance with IND AS 105.
- 3 NCLT approved the Proposed Scheme on November 2, 2018. As per the NCLT Order, this Scheme is effective only on receiving the written approval from the Department of Telecommunications (DoT) for transfer of licenses. The NCLT Order required the Company to file the Order with the Registrar of Companies (RoC) within 30 days. Upon filing, RoC updated the records to reflect the Scheme as effective and TNSL as "amalgamated" even though DoT approval is yet to be obtained. Based on legal advice, the Company has approached NCLT to direct the RoC to amend their records to reinstate TNSL to its earlier status and cancel the effect of the scheme with immediate effect. The decision of NCLT is awaited. Pending necessary approvals, the Scheme has not been given effect to in the financial results for the quarter and year ended March 31, 2019.
- 4 The figures for the last quarter results are the balancing figures between the audited figures in respect of the full financial year and published year to date figures upto the third quarter of the respective financial year.
- 5 The Company has reassessed the realisability of the Deferred Tax Asset and MAT Credit Entitlement, consequent to taxable profits generated in earlier quarters, and in accordance with the requirements of IND AS 12 'Income Taxes' has recognized Deferred Tax Asset and MAT Credit Entitlement u/s 115 JAA of Income Tax Act, 1961 of Rs. 327 lakhs and Rs. 499 lakhs respectively in the year ended March 31, 2019.
- 6 For financial year ended March 31, 2019, the Board of Directors has recommended a dividend of 15% (Rs. 1.50 per equity share of Rs.10/- each), subject to the approval of the shareholders in the ensuing Annual General Meeting of the Company to be held on July 24, 2019.
- 7 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 April 27, 2019.

LB

Place :- Mumbai
Date :- April 27, 2019



For Nelco Limited

 R.R. Bhinge
 Chairman
 DIN 00036557



Particulars	Rs in Lakhs	
	As at March 31, 2019	As at March 31, 2018
	Audited	Audited
ASSETS		
Non-current assets		
(a) Property, plant and equipment	259	313
(b) Capital Work-in-Progress	22	-
(c) Intangible assets	3	5
(d) Financial assets		
(i) Investments (Refer note 2)	507	619
(e) Deferred tax assets (net) (Refer note 5)	710	-
(f) Income tax assets (net)	1,324	1,386
(g) Other non-current assets	6	2
Total non-current assets	2,831	2,325
Current assets		
(a) Financial assets		
(i) Trade receivables	984	870
(ii) Cash and cash equivalents	265	128
(iii) Bank balances other than (ii) above	29	28
(iv) Loans	524	723
(v) Other financial assets	52	49
(b) Other current assets	703	103
Assets classified as held for sale (Refer note 1 and 2)	13,336	7,481
Total current assets	15,893	9,382
TOTAL ASSETS	18,724	11,707
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity share capital	2,282	2,282
(b) Other equity		
Reserve and surplus	1,911	160
Other reserves	9	9
Total equity	4,202	2,451
LIABILITIES		
Non-current liabilities		
(a) Financial liabilities		
(i) Other financial liabilities	7	10
(b) Provisions	242	224
Total non-current liabilities	249	234
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	3,269	3,510
(ii) Trade payables	211	307
(iii) Other financial liabilities	453	253
(b) Provisions	119	92
(c) Other current liabilities	140	158
Liabilities directly associated with assets classified as held for sale (Refer note 1 and 2)	10,081	4,702
Total Current liabilities	14,273	9,022
Total liabilities	14,522	9,256
TOTAL EQUITY AND LIABILITIES	18,724	11,707



Price Waterhouse Chartered Accountants LLP

The Board of Directors
Nelco Limited
EL-6, TTC Industrial Area
MIDC Electronic Zone, Mahape
Navi Mumbai - 400710

Independent Auditor's Report on the Statement of standalone financial results

1. We have audited the accompanying Statement containing the annual audited standalone financial results of Nelco Limited (the "Company") for the year ended March 31, 2019 together with the notes thereon (hereinafter referred to as the "Statement"), which we have signed under reference to this report.

Management's Responsibility for the standalone financial results

2. Management is responsible for the preparation of the accompanying Statement. The Management is also responsible for the preparation of the annual statutory financial statements in accordance with the Accounting Standards specified under Section 133 of the Companies Act, 2013 (the "accounting principles generally accepted in India"), basis which the above Statement containing the annual audited standalone financial results has been prepared. The responsibility includes the design, implementation and maintenance of internal control relevant to the preparation of the Statement that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

3. Our responsibility is to express an opinion on the Statement based on our audit. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 ("the Act") and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Statement. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Management, as well as evaluating the overall presentation of the Statement.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

6. In our opinion and to the best of our information and according to the explanations given to us:
 - (i) the Statement, together with the notes thereon are presented in the format prescribed under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and



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)

Price Waterhouse Chartered Accountants LLP

Nelco Limited

Independent Auditor's Report on the Statement of standalone financial results

Year Ended March 31, 2019

Page 2 of 2

- (ii) the Annual audited standalone financial results for the year ended March 31, 2019 as set out in the Statement gives a true and fair view of the total comprehensive income (comprising of profit and other comprehensive income) and other financial information of the Company for the year ended March 31, 2019 in accordance with the accounting principles generally accepted in India.

Emphasis of Matter

7. We draw your attention to Note 4 of the Statement regarding the figures for the quarter ended March 31, 2019, which are the balancing figures between audited figures in respect of the full financial year and the published year-to-date figures upto the third quarter of the current financial year. Our opinion is not qualified in respect of this matter.
8. We draw your attention to note 3 to the Statement regarding composite scheme of arrangement between the Company, Tatanet Services Limited (TNSL) and Nelco Network Products Limited which was approved by the National Company Law Tribunal ("NCLT") vide its order dated November 2, 2018 (the "Scheme"). As per the NCLT Order, the Company intimated the Registrar of the Companies ("RoC") about the approval of the Scheme by NCLT, stating that Department of Telecommunications ("DoT") approval was not yet obtained. The RoC records were, however, updated to reflect the Scheme as effective and TNSL as "amalgamated" with the Company. Based on legal advice, the Company has approached NCLT to direct the RoC to amend their records to reinstate TNSL to its earlier status and cancel the effect of the Scheme with immediate effect. The decision of NCLT is awaited. The Scheme will be given effect to in the financial results on receipt of all necessary approvals. Our opinion is not modified in respect of this matter.

Other Matter

9. The Statement dealt with by this report has been prepared for the express purpose of filing with Bombay Stock Exchange (BSE) and National Stock Exchange (NSE). This Statement is based on and should be read with the audited financial statements of the company for the year ended March 31, 2019 on which we issued an unmodified audit opinion vide our report dated April 27, 2019.

Restriction on Use

10. This report is addressed to the Board of Directors of the Company and has been prepared for and only for the purposes set out in paragraph 9 above. This report should not be otherwise used by any other party for any other purpose.

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



Sharmila A. Karve
Partner
Membership Number: 43229

Mumbai
April 27, 2019