



4th May 2016

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

Fax No.(022)22723121/2041

Fax No.2659 8237/38

BSE : 504112

NSE: Nelco EQ

Dear Sirs,

Sub: Outcome of the Board Meeting held on 4th May 2016
Pursuant to Part A of Schedule III of SEBI (Listing Obligations and Disclosure
Requirements) Regulations, 2015
Ref : Our letters dated 15th February 2016 and 12th April 2016

This is to inform you that the Board of Directors adopted the Audited Financial Results (Standalone & Consolidated) of the Company for the quarter & 18 months period ended 31st March 2016. 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.

The Meeting of the Board of Directors of the Company commenced at 2.30 p.m. and concluded at 5.45 p.m.

Thanking you,

Yours faithfully,
NELCO Limited

Girish V. Kirkinde
Company Secretary

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 eighteen months period ended 31st March, 2016

Sr.No.	Particulars	Rs. In Lakhs				
		3 Months ended 31.03.2016	Preceding 3 Months ended 31.12.2015	Corresponding 3 Months ended 31.03.2015	18 Months ended 31.03.2016	Previous year ended 30.09.2014 (12 Months)
	(Refer Notes Below)	Audited (refer note 8)	Unaudited	Unaudited	Audited (refer note 8)	Audited
1.	Income from Operations					
	a) Net Sales / Income from Operations(Net of excise duty)	2,210	2,174	2,704	13,962	10,251
	b) Other Operating Income	1	20	20	46	26
	Total Income From Operations (net)	2,211	2,194	2,724	14,008	10,277
2.	Expenses					
	a) Cost of materials consumed	54	-	44	253	491
	b) Purchase of stock- in-trade	589	717	766	4,199	3,254
	c) Changes in Inventories of finished goods, work-in-progress and stock-in-trade	14	(91)	224	90	548
	d) Employee Benefits Expense	499	504	535	3,092	2,400
	e) Depreciation and amortization expense (Refer Note No 1 and 5)	142	141	177	1,113	571
	f) Sub Contracting Expenses	174	230	246	1,442	959
	g) Other expenses	624	594	639	3,653	2,600
	Total Expenses	2,096	2,095	2,631	13,842	10,823
3.	Profit / (Loss) From Operations before other income, finance costs and exceptional items (1 - 2)	115	99	93	166	(546)
4.	Other Income (refer note 6)	130	126	55	483	321
5.	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)	245	225	148	649	(225)
6.	Finance Cost	219	220	214	1,276	887
7.	Profit / (Loss) from ordinary activities after Finance Costs but before exceptional items (5 - 6)	26	5	(66)	(627)	(1,112)
8.	Exceptional Items (refer note 2 for 18 months ended 31st Mar, 16 and note 4 for previous year ended 30th Sep 14)	-	-	-	162	1,241
9.	Profit / (Loss) from ordinary activities before tax (7 + 8)	26	5	(66)	(465)	129
10.	Tax expense					
	a) Current Tax	-	-	-	-	-
	b) Deferred Tax (refer note 5)	-	-	-	47	-
11.	Net Profit/ (Loss) from ordinary activities after tax (9 - 10)	26	5	(66)	(512)	129
12.	Paid up equity share capital (face value Rs.10/-)	2,282	2,282	2,282	2,282	2,282
13.	Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year				(1,862)	(1,245)
14.	Earnings Per Share Basic and Diluted (before and after extraordinary items) (of Rs. 10/- each) (not annualised)	0.11	0.02	(0.29)	(2.24)	0.57
	See accompanying note to the Financial Results					

B

Segment wise Revenue, Results and Capital Employed for the quarter and eighteen months ended 31st March, 2016

Sr. No.	Particulars	Rs in Lakhs				
		3 Months ended 31.03.2016	Preceding 3 Months ended 31.12.2015	Corresponding 3 Months ended 31.03.2015	18 Months ended 31.03.2016	Previous year ended 30.09.2014 (12months)
		Audited (refer note 8)	Unaudited	Unaudited	Audited (refer note 8)	Audited
1	Segment Revenue (Net Sales / Income from operations).					
	(i) Automation & Control	203	235	254	1,547	2,430
	(ii) Network Systems	2,007	1,939	2,450	12,415	7,821
	Total	2,210	2,174	2,704	13,962	10,251
	Less : Inter Segment Revenue	-	-	-	-	-
	Net Sales / Income from Operations	2,210	2,174	2,704	13,962	10,251
2	Segment Results					
	(i) Automation & Control	(133)	(89)	(251)	(1,089)	(746)
	(ii) Network Systems	616	560	638	3,208	1,547
	Total	483	471	387	2,119	801
	Less:					
	(i) Interest expense	219	220	214	1,276	887
	(ii) Other un-allocable (income) /expenditure net off unallocable (income) / expenditure	238	246	239	1,470	1,026
	Add:-					
	(i) Exceptional items unallocable to segment (refer note 2 for 18 months ended 31st March,16 and note 4 for previous year ended 30th Sep 14)	-	-	-	162	1,241
	Profit/(Loss) Before Tax	26	5	(66)	(465)	129
3	Capital Employed (Segment Assets - Segment Liabilities)					
	(i) Automation & Control	2,707	2,501	3,070	2,707	3,471
	(ii) Network Systems	2,224	2,198	2,095	2,224	1,579
	Total Segment Capital Employed (Segment Assets - Segment Liabilities)	4,931	4,699	5,165	4,931	5,050

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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, 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. This is subject to concluding various approvals and consents yet to be received.

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

Particulars	Rs in Lakhs				
	3 Months ended 31.03.2016	Preceding 3 Months ended 31.12.2015	Corresponding 3 Months ended 31.03.2015	18 Months ended 31.03.2016	Previous year ended 30.09.2014 (12months)
Net Sales / Income from Operations	90	5	55	247	524
Expenses	115	63	110	722	423
Expenses attributable	17	19	33	142	209
Pre-tax profit / (loss)	(42)	(77)	(88)	(617)	(108)
Current Tax	-	-	-	-	-
Total Assets	784	695	834	784	997
Total Liabilities	-	-	8	-	-

The assets attributable to the UGS business have been impaired in the quarter ended 31st December, 2014 to the tune of Rs. 166 Lakhs, and the same is included in "Expenses" above.

The transfer being effective from 1st October, 2014, the results of operation for the period after 1st October, 2014 includes a portion attributable to The Tata Power Company Limited which will be given effect to on completion of transaction.

- 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 31.03.2016	Preceding 3 Months ended 31.12.2015	Corresponding 3 Months ended 31.03.2015	18 Months ended 31.03.2016	Previous year ended 30.09.2014 (12months)
Net Sales / Income from Operations	-	-	235	553	580
Expenses	-	-	199	522	672
Expenses attributable	-	-	27	51	554
Pre-tax profit / (loss)	-	-	9	(20)	(646)
Current Tax	-	-	-	-	-
Total Assets	-	-	393	-	100
Total Liabilities	-	-	189	-	-

An Amount of Rs 162 Lakhs is accounted as profit on sale of this business for the 18 months ended 31st March, 2016 as disclosed under exceptional items. Consequent to the sale of the business, the quarterly results are not comparable.

- 3 The Company has accumulated losses as at 31st March, 2016 which has substantially eroded the Company's net worth, and has incurred a net loss during the current eighteen months period. Notwithstanding this, these audited financial results have been prepared on a 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 parent company.
- 4 In the year 2006, the Company had filed arbitration proceedings against Jawaharlal Nehru Port Trust (JNPT) for enforcement of its claim in respect of the additional work carried out, wrongful deduction of liquidated damages and encashment of bank guarantee by JNPT. The Arbitration award was passed in favour of the Company on 6th February, 2012. The said award, however, was challenged by JNPT in the Hon'ble Bombay High Court which dismissed the plea on 6th February, 2014 and awarded the claim to the Company. JNPT paid Rs 1,241 lakhs as decretal dues in June quarter 2014.
- 5 Pursuant to the enactment of the Companies Act 2013 (the 'Act'), the Company has, effective 1st October 2014, reviewed and revised the estimated useful lives of its fixed assets, in accordance with the provisions of Schedule II to the Act. Consequently, the depreciation charge for the three months and eighteen months ended 31st March, 2016 is higher by Rs 38 Lakhs and Rs 302 lakhs respectively and Rs.104 lakhs (net of tax Rs. 47 lakhs) on account of transition provision has been adjusted to retained earnings as on 1st October, 2014.


6 Other income includes :-

Particulars	Rs in Lakhs				
	3 Months ended 31.03.2016	Preceding 3 Months ended 31.12.2015	Corresponding 3 Months ended 31.03.2015	18 Months ended 31.03.2016	Previous year ended 30.09.2014 (12months)
	Audited (refer note 8)	Unaudited	Unaudited	Audited (refer note 8)	Audited
Interest income	33	32	46	221	193
Liabilities / Provisions no longer required written back	16	42	-	98	82
Bad Debt recovered	3	15	-	34	26
Rent Income	22	34	-	56	-
Miscellaneous income	56	3	9	74	20
Total	130	126	55	483	321

- 7 As required by The Companies Act, 2013, the Company has extended its financial year from 30th September, 2015 to 31st March 2016. Consequently, the financial statements of the Company are for the 18 months from 1st October, 2014 to 31st March, 2016. Accordingly, the corresponding figures for the twelve months ended 30th September, 2014 are not comparable.
- 8 The figures for the last quarter results of the current period are the differences between audited figures in respect of the full 18 months period and the published results upto the fifth quarter ended 31st December, 2015.
- 9 Due to the nature of project business, financial results for the periods are not representative of the annual results.
- 10 Figures for the previous year/periods are re-classified / re-arranged / re-grouped, wherever considered necessary.
- 11 The above results were reviewed and recommended by the Audit Committee and were approved by the Board of Directors at its meeting held on 4th May, 2016.

Mumbai
4th May, 2016



For Nelco Limited

R.R. Bhinge
Chairman

Audited Standalone Statement of Assets and Liabilities as at 31st March, 2016

Particulars		As at	As at
		31st March, 2016	30th September, 2014
		Rs in Lakhs	Rs in Lakhs
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share capital	2,282	2,282
	(b) Reserves and surplus	(1,862)	(1,245)
	Sub total - Shareholder's Funds	420	1,037
2	Non-current liabilities		
	(a) Long-term borrowings	29	49
	(b) Deferred tax liability (Net)	-	-
	(c) Other long-term liabilities	48	96
	(d) Long-term provisions	450	504
	Sub total - Non Current Liabilities	527	649
3	Current liabilities		
	(a) Short-term borrowings	7,897	6,202
	(b) Trade payables		
	(i) Total outstanding dues of micro enterprises and small enterprises	-	-
	(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	2,760	3,321
	(c) Other current liabilities	544	626
	(d) Short-term provisions	367	437
	Sub total- Current Liabilities	11,568	10,586
	TOTAL EQUITY AND LIABILITIES	12,515	12,272
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets	1,594	2,330
	(b) Non-current investments	696	212
	(c) Long-term loans and advances	2,871	2,601
	Sub total - Non Current Assets	5,161	5,143
2	Current assets		
	(a) Inventories	1,347	1,514
	(b) Trade receivables	4,179	3,679
	(c) Cash and Cash Equivalents	475	130
	(d) Short-term loans and advances	457	614
	(e) Other current assets	896	1,192
	Sub total - Current Assets	7,354	7,129
	TOTAL ASSETS	12,515	12,272

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**INDEPENDENT AUDITOR'S REPORT
TO THE BOARD OF DIRECTORS OF
NELCO LIMITED**

1. We have audited the accompanying Statement of Standalone Financial Results of Nelco Limited ("the Company") for the eighteen months period ended 31st March, 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. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared on the basis of the related financial statements which is in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013, as applicable and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement.

2. We conducted our audit in accordance with the Standards on Auditing 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 Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's 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 auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

3. In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- (i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
- (ii) gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India of the net loss and other financial information of the Company for the eighteen months period ended 31st March, 2016.

**Deloitte
Haskins & Sells LLP**

4. The Statement includes the results for the Quarter ended 31st March, 2016 being the balancing figure between audited figures in respect of the full financial year (eighteen months period ended 31st March, 2016) and the published year to date figures up to the fifth quarter of the current financial year which were subject to limited review by us.

5. We draw attention to Note 3 to the statement of standalone financial results which states that the Company has accumulated losses as at 31st March 2016 and its net worth has been substantially eroded and the Company has incurred a net loss during the current eighteen months period. However, the statement of standalone financial results of the Company have been prepared on a going concern in view of the Company's business plan and the support letter from the Parent company.

Our opinion 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)

Place: Mumbai

Date: 4th May, 2016

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 eighteen months ended 31st March, 2016

Rs. In Lakhs

Sr.No	Particulars	3 Months ended 31.03.2016	Preceding 3 Months ended 31.12.2015	Corresponding 3 Months ended 31.03.2015	18 Months ended 31.03.2016	Previous year ended 30.09.2014 (12 months)
	(Refer Notes Below)	Audited (refer note 8)	Unaudited	Unaudited	Audited (refer note 8)	Audited
1.	Income from Operations					
	a) Net Sales / Income from Operations (Net of excise duty)	3,553	3,402	3,677	20,634	13,405
	b) Other Operating Income	2	20	20	47	26
	Total Income From Operations (net)	3,555	3,422	3,697	20,681	13,431
2.	Expenses					
	a) Cost of materials consumed	54	-	44	253	491
	b) Purchase of stock- in-trade	589	717	766	4,199	3,254
	c) Changes in Inventories of finished goods, work-in-progress and stock-in-trade	14	(91)	224	90	548
	d) Employee Benefits Expense	499	504	535	3,092	2,400
	e) Depreciation and amortization expense (refer Note no 1 & 5)	244	244	289	1,741	919
	f) Transponder charges	722	716	626	3,967	1,621
	g) Other expenses	1,172	1,138	1,256	6,985	4,429
	Total Expenses	3,294	3,228	3,740	20,327	13,662
3.	Profit / (Loss) From Operations before other income, finance costs and exceptional Items (1 - 2)	261	194	(43)	354	(231)
4.	Other Income (refer note 6)	134	92	12	297	158
5.	Profit / (Loss) from ordinary activities before finance costs and exceptional Items (3 + 4)	395	286	(31)	651	(73)
6.	Finance cost	245	241	236	1,427	950
7.	Profit / (Loss) from ordinary activities after Finance Costs but before Exceptional Items (5 - 6)	150	45	(267)	(776)	(1,023)
8.	Exceptional Items (refer note 2 for 18 months ended 31st Mar, 16 and note 4 for previous year ended 30th Sep, 2014)	-	-	-	162	1,241
9.	Profit / (Loss) from ordinary activities before tax (7 + 8)	150	45	(267)	(614)	218
10.	Tax expense					
	a) Current Tax	36	8	-	52	52
	b) Deferred Tax	(36)	(8)	-	(5)	-
11.	Net Profit/ (Loss) from ordinary activities after tax (9 - 10)	150	45	(267)	(661)	166
12.	Add : Share of Profit/(Loss)of Associate	37	(13)	6	43	28
13.	Net Profit/ (Loss) after tax and share of profit / (Loss) of associate (11+12)	187	32	(261)	(618)	194
14.	Paid up equity share capital (face value Rs.10/-)	2,282	2,282	2,282	2,282	2,282
15.	Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year				(1,314)	(592)
16.	Earnings Per Share, Basic and Diluted (before and after extraordinary items) (of Rs. 10/-each) (not annualised)	0.82	0.14	(1.15)	(2.71)	0.85
	See accompanying note to the Financial Results					

Consolidated Segment wise Revenue, Results and Capital Employed for the quarter and eighteen months ended 31st March, 2016						
Sr. No.	Particulars	Rs in Lakhs				
		3 Months ended 31.03.2016	Preceding 3 Months ended 31.12.2015	Corresponding 3 Months ended 31.03.2015	18 Months ended 31.03.2016	Previous year ended 30.09.2014 (12 months)
		Audited (refer note 8)	Unaudited	Unaudited	Audited (refer note 8)	Audited
1	Segment Revenue (Net Sales / Income from operations)					
	(i) Automation & Control	203	235	254	1,547	2,430
	(ii) Network Systems	3,350	3167	3,423	19,087	10,975
	Total	3,553	3,402	3,677	20,634	13,405
	Less : Inter Segment Revenue	-	-	-	-	-
	Net Sales / Income from Operations	3,553	3,402	3,677	20,634	13,405
2	Segment Results					
	(i) Automation & Control	(133)	(89)	(251)	(1,089)	(746)
	(ii) Network Systems	759	654	502	3,385	1,850
	Total	626	565	251	2,296	1,104
	Less:					
	(i) Interest expense	245	241	236	1,427	950
	(ii) Other un-allocable (income) /expenditure net off unallocable (income) / expenditure	231	279	282	1,645	1,177
	Add:-					
	(i) Exceptional items unallocable to segment (refer note 2 for 18 months ended 31st March,16 and note 4 for previous year ended 30th Sep.14)	-	-	-	162	1,241
	Profit/(Loss) Before Tax	150	45	(267)	(614)	218
3	Capital Employed (Segment Assets-Segment Liabilities)					
	(i) Automation & Control	2,707	2,501	3,070	2,707	3,471
	(ii) Network Systems	3,219	2,524	2,841	3,219	2,396
	Total Segment Capital Employed (Segment Assets - Segment Liabilities)	5,926	5,025	5,911	5,926	5,867

Notes :-

- 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, 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. This is subject to concluding various approvals and consents yet to be received.

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

Particulars	Rs in Lakhs				
	3 Months ended 31.03.2016	Preceding 3 Months ended 31.12.2015	Corresponding 3 Months ended 31.03.2015	18 Months ended 31.03.2016	Previous year ended 30.09.2014 (12 months)
Net Sales / Income from Operations	90	5	55	247	524
Expenses	115	63	110	722	423
Expenses attributable	17	19	33	142	209
Pre-tax profit / (loss)	(42)	(77)	(88)	(617)	(108)
Current Tax	-	-	-	-	-
Total Assets	784	695	834	784	997
Total Liabilities	-	-	8	-	-

The assets attributable to the UGS business have been impaired in the quarter ended 31st December, 2014 to the tune of Rs. 166 Lakhs, and the same is included in "Expenses" above.

The transfer being effective from 1st October, 2014, the results of operation for the period after 1st October, 2014 includes a portion attributable to The Tata Power Company Limited which will be given effect to on completion of transaction.

- 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 31.03.2016	Preceding 3 Months ended 31.12.2015	Corresponding 3 Months ended 31.03.2015	18 Months ended 31.03.2016	Previous year ended 30.09.2014 (12 months)
Net Sales / Income from Operations	-	-	235	553	580
Expenses	-	-	199	522	672
Expenses attributable	-	-	27	51	554
Pre-tax profit / (Loss)	-	-	9	(20)	(646)
Current Tax	-	-	-	-	-
Total Assets	-	-	393	-	100
Total Liabilities	-	-	189	-	-

An Amount of Rs 162 Lakhs is accounted as profit on sale of this business for the 18 months ended 31st March, 2016 as disclosed under exceptional items. Consequent to the sale of the business, the quarterly results are not comparable.

- 3 The Company has accumulated losses as at 31st March, 2016 which has substantially eroded the Company's net worth, and has incurred a net loss during the current eighteen months period. Notwithstanding this, these audited financial results have been prepared on a 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 parent company.
- 4 In the year 2006, the Company had filed arbitration proceedings against Jawaharlal Nehru Port Trust (JNPT) for enforcement of its claim in respect of the additional work carried out, wrongful deduction of liquidated damages and encashment of bank guarantee by JNPT. The Arbitration award was passed in favour of the Company on 6th February, 2012. The said award, however, was challenged by JNPT in the Hon'ble Bombay High Court which dismissed the plea on 6th February, 2014 and awarded the claim to the Company. JNPT paid Rs 1,241 lakhs as decretal dues in June quarter, 2014.
- 5 Pursuant to the enactment of the Companies Act 2013 (the 'Act'), the Group has, effective 1st October 2014, reviewed and revised the estimated useful lives of its fixed assets, in accordance with the provisions of Schedule II to the Act. Consequently, the depreciation charge for the three and eighteen months ended 31st March, 2016 is higher by Rs. 67 lakhs and Rs 471 lakhs respectively and Rs.104 lakhs (net of tax Rs. 47 lakhs) on account of transition provision has been adjusted to retained earnings as on 1st October, 2014.

6 Other income includes:

Rs in Lakhs

Particulars	3 Months ended 31.03.2016	Preceding 3 Months ended 31.12.2015	Corresponding 3 Months ended 31.03.2015	18 Months ended 31.03.2016	Previous year ended 30.09.2014 (12 months)
	Audited (refer note 8)	Unaudited	Unaudited	Audited (refer note 8)	Audited
Interest Income	41	-	4	48	43
Liabilities / Provisions no longer required written back	16	42	-	98	82
Bad Debt recovered	3	15	-	34	26
Rent Income	22	34	-	56	-
Miscellaneous income	52	1	8	61	7
Total	134	92	12	297	158

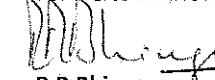
Rs in Lakhs

7	Standalone Financials details	3 Months ended 31.03.2016	Preceding 3 Months ended 31.12.2015	Corresponding 3 Months ended 31.03.2015	18 Months ended 31.03.2016	Previous year ended 30.09.2014 (12 months)
		Audited (refer note 8)	Unaudited	Unaudited	Audited (refer note 8)	Audited
	Total Income From Operations (net)	2,211	2,194	2,724	14,008	10,277
	Profit / (Loss) before tax	26	5	(66)	(465)	129
	Profit / (Loss) after tax	26	5	(66)	(512)	129

- 8 The figures for the last quarter results of the current period are the differences between audited figures in respect of the full 18 months period and the published results upto the fifth quarter ended 31st December, 2015.
- 9 As required by The Companies Act, 2013, the Company has extended its financial year from 30th September, 2015 to 31st March 2016. Consequently, the financial statements of the Company are for the 18 months from 1st October, 2014 to 31st March, 2016. Accordingly, the corresponding figures for the twelve months ended 30th September, 2014 are not comparable.
- 10 Due to the nature of project business, financial results for the periods are not representative of the annual results.
- 11 Figures for the previous year/periods are re-classified / re-arranged / re-grouped, wherever considered necessary.
- 12 The audited standalone financial results for the quarter and eighteen months ended 31st March, 2016 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".
- 13 The above results were reviewed and recommended by the Audit Committee and were approved by the Board of Directors at its meeting held on 4th May, 2016.

Mumbai
4th May, 2016

For Nelco Limited



R.R.Bhinge
Chairman

NELCO LIMITED
 REGD. OFFICE :- EL-6, TTC INDUSTRIAL AREA, MIDC, ELECTRONIC ZONE, MAHAPE,
 NAVI MUMBAI - 400 710, CIN: L32200MH1940PLC003164

Audited Consolidated Statement of Assets and Liabilities as at 31st March, 2016

Particulars		As At	As at
		31st March, 2016	30th September, 2014
		Rs in lakhs	Rs in lakhs
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share capital	2,282	2,282
	(b) Reserves and surplus	(1,314)	(592)
	Sub total - Shareholder's Funds	968	1,690
2	Non-current liabilities		
	(a) Long-term borrowings	323	323
	(b) Other long-term liabilities	48	96
	(c) Long-term provisions	450	505
	Sub total - Non Current Liabilities	821	924
3	Current liabilities		
	(a) Short-term borrowings	8,001	6,201
	(b) Trade payables		
	(i) Total outstanding dues of micro enterprises and small enterprises	-	-
	(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	3,103	3,549
	(c) Other current liabilities	1,736	1,846
	(d) Short-term provisions	367	437
	Sub total- Current Liabilities	13,207	12,033
	TOTAL EQUITY AND LIABILITIES	14,996	14,647
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets	3,195	3,881
	(b) Non-current investments	874	833
	(c) Deferred tax assets (net)	52	-
	(d) Long-term loans and advances	2,696	1,830
	Sub total - Non Current Assets	6,817	6,544
2	Current assets		
	(a) Inventories	1,347	1,514
	(b) Trade receivables	4,585	3,864
	(c) Cash and Cash Equivalents	527	492
	(d) Short-term loans and advances	672	1,006
	(e) Other current assets	1,048	1,227
	Sub total - Current Assets	8,179	8,103
	TOTAL ASSETS	14,996	14,647

Deloitte Haskins & Sells LLP

Chartered Accountants
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Mumbai - 400 013
Maharashtra, India

Tel: +91 (022) 6185 4000
Fax: +91 (022) 6185 4501/4601

INDEPENDENT AUDITOR'S REPORT TO THE BOARD OF DIRECTORS OF NELCO LIMITED

1. We have audited the accompanying Statement of Consolidated Financial Results of **Nelco Limited** ("the Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group") and its share of the profit of its associate for the eighteen months period ended 31st March, 2016 ("the Statement"), being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement, which is the responsibility of the Holding Company's Management and approved by the Board of Directors, has been prepared on the basis of the related consolidated financial statements which is in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013, as applicable, and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement.

2. We conducted our audit in accordance with the Standards on Auditing 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 Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's 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 auditor considers internal control relevant to the Holding Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Holding Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

3. We did not audit the financial statements of one subsidiary included in the consolidated financial results, whose financial statements reflect total assets of Rs. 4,044 lakhs as at 31st March, 2016, total revenues of Rs. 9,544 lakhs for the eighteen months period ended 31st March, 2016 and total loss after

tax of Rs. 146 lakhs for the eighteen months period ended 31st March, 2016, as considered in the consolidated financial results. The consolidated financial results also includes the Group's share of profit after tax of Rs. 43 lakhs for the eighteen months period ended 31st March, 2016, as considered in the consolidated financial results, in respect of one associate, whose financial statements have not been audited by us. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary and associate, is based solely on the reports of the other auditors.

4. In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the reports of the other auditors referred to in paragraph 3 above, the Statement:

a. includes the results of the following entities:

Tatanet Services Limited - subsidiary company and Nelito Systems Limited - Associate Company.

b. is presented in accordance with the requirements of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and

c. gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India of the consolidated net loss and other financial information of the Group for the eighteen months period ended 31st March 2016.

5. The Statement includes the results for the Quarter ended 31st March, 2016 being the balancing figure between audited figures in respect of the full financial year (eighteen months period ended 31st March, 2016) and the published year to date figures up to the fifth quarter of the current financial year which were subject to limited review by us.

6. We draw attention to Note 3 to the statement of consolidated financial results which states that the Group has accumulated losses as at 31st March 2016 and its net worth has been substantially eroded and the Group has incurred a net loss during the current eighteen months period. However, the statement of consolidated financial results of the Group have been prepared on a going concern in view of the Group's business plan and the support letter from the Parent company.

Our opinion is not modified in respect of this matter.

For DELOITTE HASKINS & SELLS LLP

Chartered Accountants

(Firm's Registration No. 117366W /W-100018)



Gurvinder Singh

Place: Mumbai

Date: 4th May, 2016

(Partner)

(Membership No. 110128)