



8th January 2016

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.2659 8237/38

NSE: Nelco EQ

Dear Sirs,

Sub: Revision in Ratings

Intimation Pursuant to Regulation 30 and Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This is to inform that the Rating Agency CRISIL has downgraded its rating on Company's bank facilities and debt programme to 'CRISIL BBB+/Stable/CRISIL A2' from 'CRISIL A-/ Negative / CRISIL A2+'.

The rating action follows the application of CRISIL's revised criteria on notching up ratings for parent support. The downgrade reflects reassessment of the strategic importance of Nelco to the parent, The Tata Power Company Ltd., while continuing to factor the support that Nelco receives from TPCL and other Tata group companies.

The ratings also factor in the moderate business risk profile of Nelco's network systems segment, and a healthy current order book, providing near-term revenue visibility. These rating strengths are partially offset by a weak financial risk profile driven by low operating profitability and small scale of operations.

For arriving at its ratings, CRISIL has combined the business and financial risk profiles of Nelco and its wholly owned subsidiary Tatanet Services Ltd. (TSL, rated 'CRISIL BBB+/Stable/CRISIL A2). This is because both the companies, together referred to in their report as Nelco, have a common management and significant operational and financial linkages.

For Nelco Ltd.


Girish V Kirkinde
Company Secretary