

9th September 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 : Incorporation of Wholly Owned Subsidiary Company

Pursuant to Regulation 30 read with Schedule III of Part A (Disclosures of Events or Information) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, this is to inform that the Company has promoted a Wholly Owned Subsidiary viz. NELCO NETWORK PRODUCTS LIMITED in the State of Maharashtra (CIN U32309MH2016PLC85693) to carry on inter alia the business of :

Very Small Aperture Terminals (VSAT) Communication, Value Added Network (VAN), Electronic Data Interchange, Datacom Network, File Transfer and Protocol Conversion, Voice Network Services, Electronic Transaction Services, High Speed VSAT based Satellite Communication Services, System Integration Services, Satellite/data communications and electronics and electrical equipments and networks.

The details as required under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/CMD4/2015 dated 9th September, 2015 are given as under:

a) Name of the target entity, details in brief such as size, turnover etc.;	NELCO NETWORK PRODUCTS LIMITED. (NNPL) Authorized Capital Rs. 5.00 lakhs Turnover – Nil being New Company
b) whether the acquisition would fall within related party transaction(s) and whether the promoter/ promoter group/ group companies have any interest in the entity being acquired? If yes, nature of interest and details thereof and whether the same is done at "arms length";	No
c) industry to which the entity being acquired belongs;	NNPL is a Company which will be dealing inter alia in the business of VSAT and satellite products and services. It is yet to commence business.

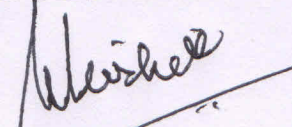


d) objects and effects of acquisition (including but not limited to, disclosure of reasons for acquisition of target entity, if its business is outside the main line of business of the listed entity);	Incorporated as a Wholly Owned Subsidiary of the Company, for business purpose.
e) brief details of any governmental or regulatory approvals required for the acquisition;	No
f) indicative time period for completion of the acquisition;	N.A.
g) nature of consideration - whether cash consideration or share swap and details of the same;	Cash
h) cost of acquisition or the price at which the shares are acquired;	Rs. 5.00 lakhs
i) percentage of shareholding / control acquired and / or number of shares acquired;	NNPL is incorporated in India as a wholly owned subsidiary of the Company with an initial subscription of 50,000 Equity shares of Rs. 10/- each.
j) brief background about the entity acquired in terms of products/line of business acquired, date of incorporation, history of last 3 years turnover, country in which the acquired entity has presence and any other significant information (in brief);	NNPL is incorporated in the India and registered with the Registrar of Companies, Maharashtra, Mumbai on 8 th September, 2016 and is yet to commence its business operations.

Please take this on record.

Thanking you,

Yours faithfully
For NELCO Limited



Girish K. Kinde
Company Secretary

