

5th May 2014

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

National Stock Exchange of India Limited
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 Code : 504112NSE Code : Nelco EQ

Dear Sirs,

Sub: Unaudited Financial Results for the
Quarter ended 31st March 2014

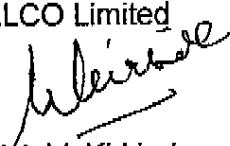
Further to our letter dated 28th April 2014 enclose herewith:-

1. Unaudited Standalone Financial Results for the quarter 2 ended 31st March 2014 approved by the Board of Directors in its meeting held on 28th April 2014. The Unaudited Standalone Financial Results will be published by the Statutory Auditors.
2. Unaudited Consolidated Financial Results for the quarter 2 ended 31st March 2014 approved by the Board of Directors in its meeting held on 28th April 2014.

The Company will be publishing Consolidated Unaudited Financial Results.
The Unaudited Financial Results (Standalone & Consolidated) will be available on Company's website (www.nelco.in).

Thanking you

Yours faithfully,
NELCO Limited



Girish V. Kirkinde
Company Secretary

Encl: As above.

NELCO LIMITED

REGD. OFFICE :- EL-6, TTC INDUSTRIAL AREA, MIDC, ELECT. ZONE, MAHAPE,
NAVI MUMBAI - 400 710

Standalone unaudited Financial Results for the quarter and half year ended 31st March 2014

Sr.No.	Particulars	3 Months ended 31.03.2014		Preceding 3 Months ended 31.12.2013		Conceding 3 Months ended 03.2013 in the ous year	6 Months ended 31.03.2014		6 Months ended 31.03.2013		Previous year ended 30.09.2013	
		Unaudited		Unaudited		audited	Unaudited		Unaudited		Audited	
1.	Income from Operations	2,759		2,765		2,246	5,524		5,115		11,015	
	a) Sales / Income from Operations	57		29		2	86		17		60	
	Less : Excise Duty	2,702		2,736		2,244	5,438		5,098		10,955	
	Net Sales / Income from Operations	-		26		16	26		16		17	
	b) Other Operating Income	2,702		2,762		2,260	5,464		5,114		10,972	
	Total Income From Operations (net)											
2.	Expenses	216		36		38	252		210		813	
	a) Cost of material consumed	925		1,009		963	1,934		2,136		4,561	
	b) Purchase of stock-in-trade											
	c) Changes in Inventories of finished goods, work-in-progress and stock-in-trade	66		224		[119]	290		142		50	
	d) Employees Benefit Expense	626		684		584	1,290		1,290		2,418	
	e) Depreciation and amortization expenses	166		144		139	310		280		569	
	f) Provision for foreseeable losses	11		-		-	11		-		6	
	g) Other expenses	806		844		759	1,650		1,532		3,368	
	Total Expenses	2,816		2,921		2,364	5,737		5,591		11,785	
3.	Profit / (Loss) From Operations before other income, finance costs and exceptional items (1 - 2)	[114]		[159]		[104]	[273]		[477]		[813]	
4.	Other Income	48		84		2	132		5		131	
	Profit / (Loss) from ordinary activities before Finance Costs and Exceptional Items (3 + 4)	[66]		[75]		[102]	[141]		[472]		[682]	
5.	Finance cost	230		240		238	470		494		955	
6.	Profit / (Loss) from ordinary activities after Finance Costs but before Exceptional Items (5 - 6)	[296]		[315]		[340]	[611]		[966]		[1,637]	
7.	Exceptional Items (5 - 6)	-		-		-	-		-		-	
8.	Exceptional Items	[296]		[315]		[340]	[611]		[966]		[1,637]	
9.	Profit / (Loss) from ordinary activities before tax (7 - 8)	-		-		-	-		-		-	
10.	Tax expense	-		-		-	-		-		-	
	a) Current Tax	-		-		-	-		-		-	
	b) Deferred Tax	-		-		-	-		-		-	
	c) Short / (Excess) Tax Provision for earlier years	[296]		[315]		[340]	[611]		[966]		[1,637]	
11.	Net Profit / (Loss) from ordinary activities after tax (9 - 10)	-		-		-	-		-		-	
12.	Extraordinary Items											
13.	Net Profit / (Loss) for the period (11+12)	[296]		[315]		[340]	[611]		[966]		[1,637]	

Rs. In Lakhs

Sr.No.	Particulars	3 Months ended 31.03.2014	Preceding 3 Months ended 31.12.2013	Corresponding 3 Months ended 31.03.2013 in previous year	3 Months ended 31.03.2014	6 Months ended 31.03.2013	Previous year ended 30.09.2013
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
14.	Paid up equity share capital (face value Rs.10/-)	2,282	2,282	2	2,282	2,282	2,282
15.	Reserves excluding Revaluation Reserve as per Balance Sheet of previous accounting year						(1,374)
16.	Earnings Per Share Basic and Diluted (before and after extraordinary items) (of Rs. 10/-each) (not annualised)	(1.30)	(1.38)	(1)	(2.68)	(4.23)	(7.17)

Part II

	Particulars	3 Months ended 31.03.2014	Preceding 3 Months ended 31.12.2013	Corresponding 3 Months ended 31.03.2013 in previous year	3 Months ended 31.03.2014	6 Months ended 31.03.2013	Previous year ended 30.09.2013
A	PARTICULARS OF SHAREHOLDINGS						
1	Public shareholding						
	- Number of shares	11385810	11385810	11385810	11385810	11385810	11385810
	- Percentage of shareholding	49.90	49.90	49	49.90	49.90	49.90
2	Promoter and promoter group shareholding						
	a) Pledged/Encumbered						
	- Number of shares	-	-	-	-	-	-
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-	-
	- Percentage of shares (as a % of the total share capital of the company)	-	-	-	-	-	-
	b). Non-encumbered						
	- Number of shares	11432590	11432590	11432590	11432590	11432590	11432590
	- Percentage of shares (as % of the total shareholding of promoter and promoter group)	100	100	1	100	100	100
	- Percentage of shares (as % of the total share capital of the company)	50.10	50.10	50	50.10	50.10	50.10

	Particulars	3 months ended 31.03.2014		
		Pending at the beginning of the quarter	Received during the quarter	Disposed off during the quarter unresolved at end of the quarter
B	INVESTOR COMPLAINTS	NIL	1	1 NIL

Segment wise Revenue, Results and Capital Employed for the quarter and half year ended 31st March 2014

Sr. No.	Particulars	Rs. In Lakhs					
		3 Months ended 31.03.2014	Preceding 3 Months ended 31.12.2013	Corresponding 3 Months ended 31.03.2013 in the previous year	6 Months ended 31.03.2014	6 Months ended 31.03.2013	Previous year ended 30.09.2013
1	Segment Revenue (Net Sales / Income from operations)	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
	(i) Automation & Control	967	918	375	1,885	1,676	3,416
	(ii) Network Systems	1,792	1,847	1,871	3,639	3,439	7,599
	Less : Excise Duty	57	29	2	86	17	60
	Total	2,702	2,736	2,244	5,438	5,098	10,955
	Less : Inter Segment Revenue	-	-	-	-	-	-
	Net Sales / Income from Operations	2,702	2,736	2,244	5,438	5,098	10,955
2	Segment Results						
	(i) Automation & Control	(91)	(164)	(247)	(255)	(603)	(1,164)
	(ii) Network Systems	320	361	419	681	715	1,520
	Total	229	197	172	426	112	356
	Less:						
	(i) Interest expense	217	224	222	441	458	887
	(ii) Other un-allocable (Income) / expenditure net of unallocable (Income) / expenditure	308	288	290	596	620	1,106
3	Profit/(Loss) Before Tax	(296)	(315)	(340)	(611)	(966)	(1,637)
	Capital Employed						
	(Segment Assets-Segment Liabilities)						
	(i) Automation & Control	3,934	3,931	3,563	3,934	3,563	4,099
	(ii) Network Systems	2,028	2,054	5,129	2,028	5,129	2,359
	Total Segment Capital Employed (Segment Assets - Segment Liabilities)	5,962	5,985	8,692	5,962	8,692	6,458

Notes :-

- 1 Due to the nature of project business, financial results for the quarter are not representative of the annual results.
- 2 Business Segments have been identified as reportable primary segments in accordance with Accounting Standard 17, taking into account the organisational structure as well as the difference of risks and return of these segments.
- 3 Figures for the previous year/periods are re-classified / re-arranged / re-grouped, wherever considered necessary.
- 4 The Board of Directors of the Company at its meeting held on April 03, 2014, inter alia, has approved the restructuring of the Company's Automation & Control segment, by restricting operations and reducing expenditure with a view to minimize losses. This will be subject to necessary approvals / consents / permissions. However, the Company will continue to focus on building its position in the Network Systems segment.
- 5 The Company has incurred loss for the quarter and six months ended 31st March 2014 and the accumulated losses as at 31st March 2014 has substantially eroded the Company's net worth. Notwithstanding this, these unaudited financial results have been prepared on going concern basis in view of the financial support of the parent company and the business plan of the Company.
- 6 The above results were reviewed and recommended by the Audit Committee and were approved by the Board of Directors at its meeting held on 5th May, 2014.
- 7 In compliance with clause 41 of the listing agreements with stock exchanges, a limited review of the results for the quarter and half year ended 31st March 2014 has been carried out by the Statutory Auditors.

Mumbai
5th May, 2014

For Nelco Limited


R.R. Bhinge
Chairman

Nelco Limited
Standalone Statement of Assets and Liabilities as at 31st March 2014

Particulars		As at 31st March 2014	As at 30 September, 2013
		Rs in Lakhs	Rs in Lakhs
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share capital		
	(b) Reserves and surplus	2,282	2,282
	Sub total - Shareholder's Funds	-1,985	-1,374
		297	908
2	Non-current liabilities		
	(a) Long-term borrowings		
	(b) Deferred tax liability (Net)	71	71
	(c) Other long-term liabilities	-	-
	(d) Long-term provisions	124	143
	Sub total - Non current liabilities	543	518
3	Current liabilities	738	732
	(a) Short term borrowings	5,711	4,148
	(b) Other current liabilities	833	811
		13,457	14,640
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets		
	(b) Non-current investments	2,487	2,307
	(c) Long-term loans and advances	212	199
	Sub total - Non current assets	2,567	3,065
		5,266	5,571
2	Current assets		
	(a) Inventories		
	(b) Trade receivables	1,777	1,963
	(c) Cash and Bank balances	4,102	4,924
	(d) Short-term loans and advances	496	159
	(e) Other current assets	689	523
	Sub total - current assets	1,126	1,500
		8,191	9,069
	TOTAL ASSETS	13,457	14,640