

NELCO LIMITED

Regd. Office: Francysters Cybernetics Centre, Eucharistic Congress building No. III , 5, Convent Street , Colaba, Mumbai -400 039.

Unaudited Financial Results for the Quarter and fifteen months period ended 30th June, 2009

Rs. In Lakhs

Sr. No.	Particulars	3 Months	3 Months	15 Months	12 Months
		period ended 30.06.2009 (Unaudited)	period ended 30.06.2008 (Unaudited)	period ended 30.06.2009 (Unaudited)	period ended 31.03.2008 (Audited)
1.	Sales / Income from Operations	5010	1995	24799	21050
	Less : Excise Duty	232	62	884	1315
	a) Net Sales / Income from Operations	4778	1933	23915	19735
	b) Other Operating Income	-	1	5	23
	Total Income From Operations	4778	1934	23920	19758
2.	Expenditure				
	a) (Increase)/Decrease in stock in trade and work in progress (Refer Note 2)	147	(729)	(1174)	570
	b) Consumption of raw materials	2085	977	7651	5627
	c) Purchase of traded goods	582	657	9347	2922
	d) Expenditure on property development	-	-	-	2553
	e) Employees cost	690	615	3157	2404
	f) Depreciation	110	96	724	436
	g) Other expenditure	761	750	4512	3573
	Total Expenditure	4375	2366	24217	18085
3.	(Loss)/Profit From Operations before Other Income, Interest and Exceptional Items (1 - 2)	403	(432)	(297)	1673
4.	Other Income (Refer Note 3)	51	26	439	132
5.	(Loss)/Profit before Interest and Exceptional Items (3 + 4)	454	(406)	142	1805
6.	Interest	309	294	1505	1082
7.	(Loss)/Profit after Interest but before Exceptional Items (5 - 6)	145	(700)	(1363)	723
8.	Deferred Revenue Expenditure (Voluntary Retirement Scheme) (Refer Note 1)	53	24	265	126
9.	(Loss)/Profit from Ordinary Activities before tax (7 - 8)	92	(724)	(1628)	597
10.	Tax expense				
	a) Current Tax (MAT)	6	-	6	60
	b) Deferred Tax	-	(248)	253	162
	c) MAT Credit recoverable	-	-	120	(120)
	d) Fringe Benefit Tax	11	13	67	48
	e) Short / (Excess) Tax Provision for earlier years	(10)	-	(117)	4
11.	Net (Loss)/Profit after tax for the period (9 - 10)	85	(489)	(1957)	443
12.	Paid up equity share capital (face value Rs.10/-)	2282	2282	2282	2282
13.	Reserve excluding Revaluation Reserve	-	-	-	164
14.	Earnings Per Share (Rs.)- Basic and diluted-not annualised	0.37	(2.14)	(8.58)	1.94
15.	Public shareholding				
	- Number of shares	11385260	11384960	11385260	11384960
	- Percentage of shareholding	49.90	49.89	49.90	49.89
16.	Promoter and promoter group shareholding				
	a) Pledged/Encumbered				
	- Number of shares	-	-	-	-
	- Percentage of shareholding (as % of the total shareholding of promoter and promoter group)	-	-	-	-
	- Percentage of shareholding (as % of the total share capital of the company)	-	-	-	-
	b). Non-encumbered				
	- Number of shares	11433140		11433140	
	- Percentage of shareholding (as % of the total shareholding of promoter and promoter group)	100.00		100.00	
	- Percentage of shareholding (as % of the total share capital of the company)	50.10		50.10	

Notes :-

- 1 During the quarter ended 30th September, 2008, the Company had revised its accounting policy in respect of Pension payments which are part of the voluntary retirement compensation with effect from 1st April, 2008. The balance outstanding on this account is now amortised equally upto the financial year ending 31st March, 2010 in line with Accounting Standard 15 "Employee Benefits", which were hitherto being amortised as and when they accrued in terms of the respective Voluntary Retirement Schemes. Consequently deferred revenue expenditure for the quarter and for the fifteen months period ended 30th June, 2009 is higher by Rs. 36 lakhs and Rs.155 lakhs respectively and the profit after tax for the quarter is lower by Rs.36 lakhs and the loss after tax for the fifteen months period ended is higher by Rs.155 lakhs respectively.
- 2 During the quarter ended 30th September, 2008, the Company had reviewed its accounting policy in respect of valuation of car park/ property under development disclosed under Inventories. These inventories which were hitherto being valued at market value on the basis of the Valuer's Report are now being valued in terms of the Accounting Standard 2 "Valuation of Inventories" at cost or net realisable value whichever is lower. Consequently the carrying value of such inventories has been reduced and, the impact on decrease in stock in trade /work-in-progress for the quarter is Rs. Nil and increase in stock in trade /work-in-progress for the fifteen months period ended 30th June, 2009 is lower by Rs.38 lakhs and the impact on profit after tax for the quarter is Rs. Nil and the loss after tax for the fifteen months period ended is higher by Rs.38 lakhs respectively.
- 3 Other Income for the quarter and fifteen months period ended 30th June,2009 includes Rs.Nil and Rs.169 lakhs respectively relating to liabilities no longer required in respect of property development written back (Quarter ended 30th June,2008 Rs.Nil, twelve months ended 31st March,2008 includes Rs.91 lakhs liabilities no longer required written back) and for the quarter and fifteen months ended 30th June,2009 Rs. 38 lakhs and Rs.163 lakhs respectively on account of Interest on Income tax refund (Quarter ended 30th June,2008 Rs.Nil, twelve months ended 31st March,2008 Rs. Nil).
- 4 Due to the nature of project business, financial performance is not uniform across the quarters. Hence, financial results for the quarter are not representative of the annual results. Based on orders under execution and the financial support available from the holding company, the Company is of the view that it will be able to discharge its liabilities in the normal course of business.
- 5 Status of Investors Complaints for the quarter ended 30.06.2009: - At the beginning - Nil , Received - Nil , Disposed off - Nil and unresolved - Nil
- 6 The Company has extended its Financial Year 2008-09 by six months i.e. up to 30th September,2009 for which the permission of The Registrar of Companies, Maharashtra has been obtained.
- 7 The previous year's figures are for twelve months and the current cumulative period figures are for fifteen months and are therefore not comparable.
- 8 Previous period's/year's figures have been regrouped, wherever necessary, in order to make them comparable.
- 9 The above results reviewed and recommended by the Audit Committee were approved by the Board of Directors at its meeting held on 23rd July, 2009.
- 10 In compliance with Clause 41 of the Listing Agreement with the stock exchange, a Limited Review of the results for the quarter ended 30th June, 2009 has been carried out by the Statutory Auditors.

FOR NELCO LIMITED

**Mumbai
23rd July, 2009**

**PRASAD MENON
CHAIRMAN**