

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 ended 31st December, 2009

Sr. No.	Particulars	Rs. In Lakhs		
		3 Months period ended 31.12.2009 (Unaudited)	3 Months period ended 31.12.2008 (Unaudited)	18 Months period ended 30.09.2009 (Audited)
1.	Sales / Income from Operations	4161	3346	35416
	Less : Excise Duty	85	155	1372
	a) Net Sales / Income from Operations	4076	3191	34044
	b) Other Operating Income	-	1	6
	Total Income From Operations	4076	3192	34050
2.	Expenditure			
	a) (Increase) in stock in trade and work in progress	(124)	(180)	(613)
	b) Consumption of raw materials (Refer Note 4)	1582	1293	11016
	c) Purchase of traded goods	844	873	11564
	d) Employees cost	660	639	3771
	e) Depreciation	113	114	833
	f) Other expenditure	941	915	5950
	Total Expenditure	4016	3654	32521
3.	Profit / (Loss) From Operations before Other Income, Interest and Exceptional Items (1 - 2)	60	(462)	1529
4.	Other Income	82	-	574
5.	Profit / (Loss) before Interest and Exceptional Items (3 + 4)	142	(462)	2103
6.	Interest expense	296	304	1825
7.	Profit / (Loss) after Interest but before Exceptional Items (5 - 6)	(154)	(766)	278
8.	Exceptional Items			
	Less: Deferred Revenue Expenditure	53	53	317
	Add : Profit on sale of Long term investments	-	-	1,354
9.	Profit / (Loss) before tax (7 - 8)	(207)	(819)	1315
10.	Tax expense			
	a) Current Tax	(19)	-	647
	b) Deferred Tax	-	-	286
	c) Fringe Benefit Tax	-	14	54
11.	Net Profit/ (Loss) after tax (9 - 10)	(188)	(833)	328
12.	Paid up equity share capital (face value Rs.10/-)	2282	2282	2282
13.	Reserves excluding Revaluation Reserve	-	-	332
14.	Earnings Per Share (Rs.)- Basic and diluted	(0.82)	(3.65)	1.44
15.	Public shareholding			
	- Number of shares	11385360	11385260	11385260
	- Percentage of shareholding	49.90	49.90	49.90
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	11433140
	- Percentage of shareholding (as % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00
	- Percentage of shareholding (as % of the total share capital of the company)	50.10%	50.10%	50.10%
17.	Dividend (Proposed)			
	Rate per share (Face Value Rs. 10/-) (In Rupees)	-	-	0.60
	Amount (Rs. In Lakhs)	-	-	137

Notes :-

- 1 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.
- 2 Consequent to extension of the accounting period end from 31st March 2009 to 30th September 2009, the quarter ending 31st December 2009 is the first quarter of the current year. Accordingly, to enable appropriate comparison, the figures of the corresponding quarter in the previous period are for quarter ending 31st December, 2008.
- 3 Effective 1st October, 2009, pursuant to implementation of SAP ERP system and for better presentation, the accounting policy in respect of valuation of raw materials has been changed from 'yearly weighted average method' to 'moving weighted average method'. This change does not have a significant impact on the results for the quarter ended 31st December, 2009.
- 4 Other expenditure includes credit of Rs.186 lakhs for the Quarter ended 31st December 2009 on account of foreign exchange fluctuations in respect of monetary items (viz foreign currency receivables and payables) in accordance with Accounting Standard 11. The corresponding figures for the quarter ended 31st December 2008 and for the eighteen months period ended 30th September 2009 are a charge of Rs. 155 lakhs and a charge of Rs. 217 lakhs respectively.
- 5 Previous period's/year's figures have been regrouped, wherever necessary, in order to make them comparable.
- 6 The Board of Directors at its meeting held on 27th November 2009 has for the year ended 30th September 2009 recommended a dividend of Rs. 0.60 per equity share (nominal value of Rs.10 per equity share) amounting to Rs. 137 lakhs.
- 7 Status of Investors Complaints for the quarter ended 31.12.2009: - At the beginning - Nil , Received - Nil , Disposed off - Nil and unresolved - Nil
- 8 The above results were reviewed and recommended by the Audit Committee and were approved by the Board of Directors at its meeting held on 27th January 2010.
- 9 In compliance with Clause 41 of the Listing Agreement with the stock exchange, a Limited Review of the results for the quarter ended 31st December, 2009 has been carried out by the Statutory Auditors.

FOR NELCO LIMITED

**Mumbai
27th January, 2010**

**PRASAD MENON
CHAIRMAN**