

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, 2008						
Rs. In Lakhs						
Sr. No.	Particulars	3 Months period ended 31.12.2008 (Unaudited)	3 Months period ended 31.12.2007 (Audited)	9 Months period ended 31.12.2008 (Unaudited)	9 Months period ended 31.12.2007 (Audited)	12 Months period ended 31.03.2008 (Audited)
1.	Sales / Income from Operations	3346	4799	8364	10940	21050
	Less - Excise Duty	155	327	382	781	1315
	a) Net Sales / Income from Operations	3191	4472	7982	10159	19735
	b) Other Operating Income	1	8	3	10	23
	Total Income From Operations	3192	4480	7985	10169	19758
2.	Expenditure					
	a) (Increase)/decrease in stock in trade and work in progress (Refer Note 2)	(180)	(63)	(955)	(512)	570
	b) Consumption of raw materials	1293	1544	3415	3767	5627
	c) Purchase of traded goods	873	1252	1812	2157	2922
	d) Expenditure on property development	-	-	-	-	2553
	e) Employees cost	639	634	1877	1795	2404
	f) Depreciation	114	109	329	324	436
	f). Property Development Expenses	-	-	0	-	-
	g) Other expenditure	915	900	2554	2299	3573
	Total Expenditure	3654	4376	9032	9830	18085
3.	(Loss)/Profit From Operations before Other Income, Interest and Exceptional Items (1 - 2)	(462)	104	(1047)	339	1673
4.	Other Income	-	1	33	115	132
5.	(Loss)/Profit before Interest and Exceptional Items (3 + 4)	(462)	105	(1014)	454	1805
6.	Interest	304	265	871	805	1082
7.	(Loss)/Profit after Interest but before Exceptional Items (5 - 6)	(766)	(160)	(1885)	(351)	723
8.	Deferred Revenue Expenditure (Voluntary Retirement Scheme) (Refer Note 1)	53	31	159	96	126
9.	(Loss)/Profit from Ordinary Activities before tax (7 - 8)	(819)	(191)	(2044)	(447)	597
10.	Tax expense					
	a) Current Tax (MAT)	-	-	-	-	60
	b) Deferred Tax	-	-	253	-	162
	c) MAT Credit recoverable	-	-	120	-	(120)
	d) Fringe Benefit Tax	14	11	40	37	48
	e) Short / (Excess) Tax Provision for earlier years	-	-	-	-	4
11.	Net (Loss)/Profit after tax for the period (9 - 10)	(833)	(202)	(2457)	(484)	443
	Add : Brought forward from previous year	-	-	-	-	(279)
	Add : Transfer from General Reserve	-	-	-	-	-
	Profit and Loss - Debit Balance (Net)	-	-	-	-	-
12.	Paid up equity share capital (face value Rs.10/-)	2282	2282	2282	2282	2282
13.	Reserve excluding Revaluation Reserve	-	-	-	-	164
14.	Earnings Per Share (Rs.)- Basic and diluted-not annualised	(3.65)	(0.89)	(10.77)	(2.12)	1.94
15.	Public shareholding					
	- Number of shares	11385260	11384210	11385260	11384210	11384960
	- Percentage of shareholding	49.90	49.89	49.90	49.89	49.89

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 nine months period ended 31st December, 2008 is higher by Rs. 23 lakhs and Rs.82 lakhs respectively and the loss after tax for the quarter and nine months period is higher by Rs. 23 lakhs and Rs.82 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 increase in stock in trade /work-in-progress for the quarter and for the nine months period ended 31st December, 2008 is higher by Rs. Nil and Rs.38 lakhs respectively and the loss after tax for the quarter and nine months period is higher by Rs. Nil and Rs.38 lakhs respectively.

3. 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.

4. Status of Investors Complaints for the quarter ended 31.12.2008: - At the beginning - Nil , Received - 1 , Disposed off - 1 and unresolved - Nil

5. Previous period's/year's figures have been regrouped, wherever necessary, in order to make them comparable.

6. The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on 22nd January, 2009.

7. 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, 2008 has been carried out by the Statutory Auditors.

FOR NELCO LIMITED

Mumbai
22nd January, 2009

PRASAD MENON
CHAIRMAN