

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 12 Months Period ended 31st March, 2009

Sr. No.	Particulars	Rs. In Lakhs			
		3 Months period ended 31.03.2009 (Unaudited)	3 Months period ended 31.03.2008 (Audited)	12 Months period ended 31.03.2009 (Unaudited)	12 Months period ended 31.03.2008 (Audited)
1.	Sales / Income from Operations	11425	10110	19789	21050
	Less : Excise Duty	270	534	652	1315
	a) Net Sales / Income from Operations	11155	9576	19137	19735
	b) Other Operating Income	2	13	5	23
	Total Income From Operations	11157	9589	19142	19758
2.	Expenditure				
	a) (Increase)/decrease in stock in trade and work in progress (Refer Note 2)	(366)	1082	(1321)	570
	b) Consumption of raw materials	2151	1860	5566	5627
	c) Purchase of traded goods	6953	765	8765	2922
	d) Expenditure on property development	-	2553	-	2553
	e) Employees cost	590	609	2467	2404
	f) Depreciation (Refer Note 5)	285	112	614	436
	g) Other expenditure	1198	1274	3752	3573
	Total Expenditure	10811	8255	19843	18085
3.	(Loss)/Profit From Operations before Other Income, Interest and Exceptional Items (1 - 2)	346	1334	(701)	1673
4.	Other Income (Refer Note 3)	355	17	388	132
5.	(Loss)/Profit before Interest and Exceptional Items (3 + 4)	701	1351	(313)	1805
6.	Interest	325	277	1196	1082
7.	(Loss)/Profit after Interest but before Exceptional Items (5 - 6)	376	1074	(1509)	723
8.	Deferred Revenue Expenditure (Voluntary Retirement Scheme) (Refer Note 1)	53	30	212	126
9.	(Loss)/Profit from ordinary activities before tax (7-8)	323	1044	(1721)	597
10	Tax expense				
	a) Current Tax (MAT)	-	60	-	60
	b) Deferred Tax	-	162	253	162
	c) MAT Credit recoverable	-	(120)	120	(120)
	d) Fringe Benefit Tax	16	11	56	48
	e) Short / (Excess) Tax Provision for earlier years	(107)	4	(107)	4
11	Net (Loss)/Profit after tax for the period (9 - 10)	414	927	(2043)	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	1.81	4.06	(8.95)	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 up to 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 twelve months period ended 31st March, 2009 is higher by Rs. 23 lakhs and Rs.106 lakhs respectively and the profit after tax for the quarter is lower by Rs. 23 lakhs and the loss after tax for the twelve months is higher by Rs. 106 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 twelve months period ended 31st March, 2009 is lower by Rs. Nil and Rs.38 lakhs respectively and the loss after tax for the twelve months period is higher by Rs.38 lakhs. This has no impact on the profit after tax for the quarter.
- 3 Other Income for the quarter and twelve months ended 31st March, 2009 includes Rs. 169 lakhs relating to liabilities no longer required in respect of property development written back(Quarter ended 31st March, 2008 Rs.Nil, twelve months ended 31st March, 2008 includes Rs. 91 lakhs liabilities no longer required written back) and Rs.163 lakhs on account of Interest on Income tax refund (Quarter and 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 Depreciation for the quarter includes writeoff of unamortised balance of technical knowhow fees amounting to Rs.175 lakhs.
- 6 Status of Investors Complaints for the quarter ended 31.03.2009: - At the beginning - Nil , Received - 1 , Disposed off - 1 and unresolved - Nil
- 7 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.
- 8 Previous period's/year's figures have been regrouped, wherever necessary, in order to make them comparable.
- 9 The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on 29th April , 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 31st March, 2009 has been carried out by the Statutory Auditors.

FOR NELCO LIMITED

**Mumbai
29th April, 2009**

**PRASAD MENON
CHAIRMAN**