



28th April 2015

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 : 504112

NSE Code : Nelco EQ

Dear Sirs,

Sub: Unaudited Financial Results for the Quarter ended 31st March 2015

Further to the letter dated 16th April 2015, we are submitting:-

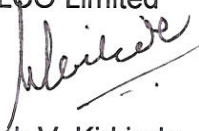
1. Unaudited Standalone Financial Results for the quarter 2 ended 31st March 2015 as approved by the Board of Directors at its meeting held on 28th April 2015 along with the Limited Review Report by the Statutory Auditors.
2. Unaudited Consolidated Financial Results for the Quarter 2 ended 31st March 2015 as approved by the Board of Directors at its meeting held on 28th April 2015 along with the Limited Review Report by the Statutory Auditors.

The Company will publish the Unaudited Consolidated Financial Results. The said Results along with the Unaudited Standalone Financial Results will be available on Company's website www.nelco.in

Please take the aforesaid on record.

Thanking you

Yours faithfully,
NELCO Limited


Girish V. Kirkinde
Company Secretary

Encl: As above.

Statement of Consolidated Unaudited financial Results for the Quarter and Six Months ended 31st March , 2015

Rs. In Lakhs

Sr.No	Particulars	3 Months ended 31.03.2015	Preceding 3 Months ended 31.12.2014	Corresponding 3 Months ended 31.03.2014	6 Months ended 31.03.2015	6 Months ended 31.03.2014	Previous year ended 30.09.2014
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1.	Income from Operations						
	a) Sales / Income from Operations	3,678	3,340	3,554	7,018	7,072	13,520
	Less : Excise Duty	1	2	57	3	86	115
	Net Sales / Income from Operations	3,677	3,338	3,497	7,015	6,986	13,405
	b) Other Operating Income	20	-	-	20	26	26
	Total Income From Operations (net)	3,697	3,338	3,497	7,035	7,012	13,431
2.	Expenses						
	a) Cost of materials consumed	44	124	216	168	252	491
	b) Purchase of stock- in-trade	766	912	925	1,678	1,934	3,254
	c) Changes in Inventories of finished goods, work-in-progress and stock-in-trade	224	(77)	66	147	290	548
	d) Employee Benefits Expense	535	534	626	1,069	1,290	2,400
	e) Depreciation and amortization expense (refer Note no 1 & 5)	289	460	241	749	458	919
	f) Provision for foreseeable losses	-	-	11	-	11	10
	g) Transponder charges	626	571	384	1,197	765	1,621
	h) Other expenses	1,256	1,136	1,014	2,392	2,066	4,419
	Total Expenses	3,740	3,660	3,483	7,400	7,066	13,662
3.	Profit / (Loss) From Operations before other income, finance costs and exceptional items (1 - 2)	(43)	(322)	14	(365)	(54)	(231)
4.	Other Income (refer note 4)	12	7	4	19	52	158
	Profit / (Loss) from ordinary activities before Finance Costs and Exceptional Items (3 + 4)	(31)	(315)	18	(346)	(2)	(73)
5.	Finance cost	236	219	244	455	498	950
7.	Profit / (Loss) from ordinary activities after Finance Costs but before Exceptional Items (5 - 6)	(267)	(534)	(226)	(801)	(500)	(1,023)
8.	Exceptional Items (refer note 4)	-	-	-	-	-	1,241
9.	Profit / (Loss) from ordinary activities before tax (7 + 8)	(267)	(534)	(226)	(801)	(500)	218
10.	Tax expense						
	a) Current Tax	-	-	35	-	52	52
	b) Deferred Tax (refer note 5)	-	47	-	47	-	-
11.	Net Profit/ (Loss) from ordinary activities after tax (9 - 10) (refer Note No 1 & 2)	(267)	(581)	(261)	(848)	(552)	166
12.	Add : Share of Profit/(Loss) of Associate	6	6	18	12	24	28
13.	Net Profit/ (Loss) after tax and share of profit of associate (11+12)	(261)	(575)	(243)	(836)	(528)	194
13 A	- From Continuing Operations (Net of Tax of Rs Nil for quarter ended 31-03-2015)	(182)	(472)	(169)	(654)	(235)	948
13 B	- From Discontinuing Operations (Net of Tax of Rs Nil) (Refer Note no 1 & 2)	(79)	(103)	(74)	(182)	(293)	(754)
14.	Paid up equity share capital (face value Rs.10/-)	2,282	2,282	2,282	2,282	2,282	2,282
15.	Reserves excluding Revaluation Reserve as per Balance Sheet of previous accounting year						(592)
16.	Earnings Per Share Basic and Diluted (before and after extraordinary items) (of Rs. 10/-each) (not annualised) - Total Operations	(1.15)	(2.52)	(1.07)	(3.66)	(2.31)	0.85
16 A	Earnings Per Share Basic and Diluted (before and after extraordinary items) (of Rs. 10/-each) (not annualised)- From Continuing Operations	(0.80)	(2.07)	(0.74)	(2.87)	(1.03)	4.15

Part II

	Particulars	3 Months ended 31.03.2015	Preceding 3 Months ended 31.12.2014	Corresponding 3 Months ended 31.03.2014	6 Months ended 31.03.2015	6 Months ended 31.03.2014	Previous year ended 30.09.2014
A	PARTICULARS OF SHAREHOLDINGS						
1	Public shareholding						
	- Number of shares	11385810	11385810	11385810	11385810	11385810	11385810
	- Percentage of shareholding	49.90	49.90	49.90	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	100	100	100	100
	- Percentage of shares (as % of the total share capital of the company)	50.10	50.10	50.10	50.10	50.10	50.10
	Particulars	3 months ended 31.03.2015					
		Pending at the beginning of the quarter	Received during the quarter	Disposed off during the quarter	Remaining unresolved at the end of the quarter		
B	INVESTOR COMPLAINTS	NIL	NIL	NIL	NIL		

Sr. No.	Particulars	3 Months ended 31.03.15	Preceding 3 Months ended 31.12.2014	Corresponding 3 Months ended 31.03.2014	6 Months ended 31.03.2015	6 Months ended 31.03.2014	Previous year ended 30.09.2014
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Segment Revenue (Net Sales / Income from operations)						
	(i) Automation & Control	255	348	967	603	1,885	2,545
	(ii) Network Systems	3423	2992	2,587	6,415	5,187	10,975
	Less : Excise Duty	1	2	57	3	86	115
	Total	3,677	3,338	3,497	7,015	6,986	13,405
	Less : Inter Segment Revenue	-	-	-	-	-	-
	Net Sales / Income from Operations	3,677	3,338	3,497	7,015	6,986	13,405
2	Segment Results						
	(i) Automation & Control	(251)	(329)	(91)	(580)	(255)	(746)
	(ii) Network Systems	502	258	457	760	909	1,850
	Total	251	(71)	366	180	654	1,104
	Less:						
	(i) Interest expense	236	219	244	455	498	950
	(ii) Other un-allocable (income) / expenditure net of unallocable (income) / expenditure	282	244	348	526	656	(64)
	Profit/(Loss) Before Tax	(267)	(534)	(226)	(801)	(500)	218
3	Capital Employed (Segment Assets-Segment Liabilities)						
	(i) Automation & Control	3070	3320	3,934	3,070	3,934	3,471
	(ii) Network Systems	2841	2568	3,310	2,841	3,310	2,396
	Total Segment Capital Employed (Segment Assets - Segment Liabilities)	5,911	5,888	7,244	5,911	7,244	5,867

- 1 The Company vide its letter dated 3rd April, 2014 had informed the Stock Exchange about the approval of the Board of Directors to restructure the operations of Company's Integrated Security & Surveillance Solutions business ("ISSS business") which inter alia, includes the business of Unattended Ground Sensors (UGS) and forms part of the 'Automation & Control' segment. As part of such restructuring, the Board of Directors of the Company at its meeting held on 28th January, 2015 accepted an "offer" made by The Tata Power Co. Ltd., (Parent Company) for its Strategic Engineering Division to purchase the business of UGS as a "going concern" on a "slump sale" basis at a consideration of Rs. 831 Lakhs with effect from 1st October 2014. This shall be subject to various approvals and consents including from the Members as required under applicable law.

The assets attributable to the UGS business have been impaired in the three months ended 31st December, 2014 to the tune of Rs. 166 Lakhs and disclosed as part of Depreciation & Amortisation expense.

The financial parameters in respect of the ordinary activities attributable to the UGS business are as follows:

Particulars	3 Months ended 31.03.15	Preceding 3 Months ended 31.12.2014	Corresponding 3 Months ended 31.03.2014	6 Months ended 31.03.2015	6 Months ended 31.03.2014	Amount (Rs lakhs)
						Previous year ended 30.09.2014
Net Sales / Income from Operations	55	60	339	115	449	524
Expenses	110	111	181	221	293	423
Expenses attributable	33	35	55	68	102	209
Pre-tax profit / (loss)	(88)	(86)	103	(174)	54	(108)
Current Tax	-	-	-	-	-	-
Total Assets	834	913	1,142	834	1,142	1,050
Total Liabilities	8	61	46	8	46	46

The transfer being effective from 1st October, 2014, the results of operation for the three months and six months ended 31st March, 2015, includes a portion attributable to The Tata Power Company Limited which will be given effect to on completion of transaction.

- 2 Further, as part of restructuring, the Board of Directors of the Company at its meeting held on 18th March, 2015 accepted the offer received from a company for the transfer of Managed Services business ("MS Business") forming part of Network System segment as a "going concern" on a "slump sale" basis at a consideration up to Rs. 260 lakhs with effect from 1st April, 2015. This shall be subject to concluding a definitive agreement and various approvals and consents from the Members as required under applicable law.

The financial parameters in respect of the ordinary activities attributable to the MS business are as follows

Particulars	3 Months ended 31.03.15	Preceding 3 Months ended 31.12.2014	Corresponding 3 Months ended 31.03.2014	6 Months ended 31.03.2015	6 Months ended 31.03.2014	Amount (Rs lakhs)
						Previous year ended 30.09.2014
Net Sales / Income from Operations	235	156	81	391	230	580
Expenses	199	158	114	357	292	672
Expenses attributable	27	15	144	42	285	554
Pre-tax profit / (Loss)	9	(17)	(177)	(8)	(347)	(646)
Current Tax	-	-	-	-	-	-
Total Assets	393	360	454	393	454	334
Total Liabilities	189	140	227	189	227	124

- 3 The Company has accumulated losses as at 31st March 2015 which has substantially eroded the Company's net worth. Notwithstanding this, these unaudited financial results have been prepared on going concern basis in view of a support letter from the Parent Company.

- 4 In the year 2006, the Company had filed arbitration proceedings against Jawaharlal Nehru Port Trust (JNPT) for enforcement of its claim in respect of the additional work carried out, wrongful deduction of liquidated damages and encashment of bank guarantee by JNPT. The Arbitration award was passed in favour of the Company on 6th February, 2012. The said award, however, was challenged by JNPT in the Hon'ble Bombay High Court which dismissed the plea on 6th February, 2014 and awarded the claim to the Company. JNPT paid in June quarter, 2014 Rs 1,303 lakhs as decretal dues (including interest and costs) to the Company (of which Rs 62 lakhs is included in other income as provision no longer required written back).

- 5 Pursuant to the enactment of the Companies Act 2013 (the 'Act'), the Group has, effective 1st October 2014, reviewed and revised the estimated useful lives of its fixed assets, in accordance with the provisions of Schedule II to the Act. Consequently, the depreciation charge for the three and six months ended 31st March, 2015 is higher by Rs. 94 Lakhs and Rs 199 lakhs respectively and Rs.104 lakhs (net of tax Rs. 47 lakhs) on account of transition provision has been adjusted to retained earnings as on 1st October, 2014.

6 Standalone Financials details	3 Months ended 31.03.15	Preceding 3 Months ended 31.12.2014	Corresponding 3 Months ended 31.03.2014	6 Months ended 31.03.2015	6 Months ended 31.03.2014	Rs in Lakhs
						Previous year ended 30.09.2014
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Total Income From Operations (net)	2724	2516	2,702	5,240	5,464	10,277
Profit / (Loss) before tax	(66)	(364)	(296)	(430)	(611)	129
Profit / (Loss) after tax	(66)	(411)	(296)	(477)	(611)	129

- 7 Due to the nature of project business, financial results for the periods are not representative of the annual results.

- 8 Figures for the previous year/periods are re-classified / re-arranged / re-grouped, wherever considered necessary.

- 9 The unaudited standalone financial results for the quarter ended 31st March 2015 of the Company are available on the Company's website "www.nelco.in", Bombay Stock Exchange's website "www.bseindia.com" and National Stock Exchange's website "www.nseindia.com".

- 10 The above results were reviewed and recommended by the Audit Committee and were approved by the Board of Directors at its meeting held on 28th April, 2015.

For Nelco Limited

R.R.Bhinge
Chairman

Mumbai
28th April, 2015

Nelco Limited
Consolidated Statement of Assets and Liabilities as at 31st March, 2015

Particulars		As at 31st March , 15	As at 30th September, 14
		Unaudited	Audited
		Rs in lakhs	Rs in lakhs
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share capital	2,282	2,282
	(b) Reserves and surplus	(1,532)	(592)
	Sub Total - Shareholder's Funds	750	1,690
2	Non-current liabilities		
	(a) Long-term borrowings	500	323
	(b) Deferred tax liability (Net)	-	-
	(c) Other long-term liabilities	76	96
	(d) Long-term provisions	521	505
	Sub Total - Non Current Liabilities	1,097	924
3	Current liabilities		
	(a) Short-term borrowings	7,294	6,201
	(b) Trade payables	3,555	3,549
	(c) Other current liabilities	1,392	1,846
	(d) Short-term provisions	442	437
	Sub Total - Current Liabilities	12,683	12,033
	TOTAL EQUITY AND LIABILITIES	14,530	14,647
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets	3,195	3,881
	(b) Non-current investments	845	833
	(c) Long-term loans and advances	2,286	1,830
	Sub Total - Non Current Assets	6,326	6,544
2	Current assets		
	(a) Inventories	1,293	1,514
	(b) Trade receivables	4,947	3,864
	(c) Cash and bank balances	233	492
	(d) Short-term loans and advances	750	1,006
	(e) Other current assets	981	1,227
	Sub Total - Current Assets	8,204	8,103
	TOTAL ASSETS	14,530	14,647

INDEPENDENT AUDITORS' REVIEW REPORT TO THE BOARD OF DIRECTORS OF NELCO LIMITED

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **NELCO LIMITED** ("the Company"), its subsidiary (the Company and its subsidiary constitute "the Group") and its share of the profit of its associate for the Quarter and Six Months ended 31st March, 2015 ("the Statement"), being submitted by the Company pursuant to Clause 41 of the Listing Agreements with the Stock Exchanges, except for the disclosures in Part II - Select Information referred to in paragraph 8 below. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. The Statement includes the results of 'Tatanet Services Limited', subsidiary and of 'Nelito Systems limited', an associate.
4. We did not review the interim financial results of a subsidiary included in the consolidated financial results, whose interim financial results reflect total assets of Rs. 3,293 lakhs as at 31st March, 2015, total revenues of Rs. 1,394 lakhs and Rs. 2,636 lakhs for the Quarter and Six Months ended 31st March, 2015, respectively and total loss after tax of Rs. 201 lakhs and Rs. 371 lakhs for the Quarter and Six months ended 31st March, 2015, respectively, as considered in the consolidated financial results. This interim financial statement have been reviewed by an another auditor whose report have been furnished to us by the Management and our report on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the report of the other auditor.
5. The consolidated financial results also includes the Group's share of profit after tax of Rs. 6 lakhs and Rs. 12 lakhs for the Quarter and Six Months ended 31st March, 2015, respectively, as considered in the consolidated financial results, in respect of an associate, based on their interim financial statements which have not been reviewed by its auditors.

6. Based on our review conducted as stated above and based on the consideration of the reports of the other auditors referred to in paragraph 4 and 5 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the Stock Exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.
7. We draw attention to note 3 to the Statement, which describes the continued applicability of the going concern concept to the Company despite substantial erosion in the Net worth of the Company as at 31st March, 2015, in view of the support letter from the Parent Company. Our report is not qualified in respect of this matter.
8. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreements with the Stock Exchanges and the particulars relating to investor complaints disclosed in Part II - Select Information for the Quarter and Six Months Ended 31st March, 2015 of the Statement, from the details furnished by the Registrars.

For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



Rupen K. Bhatt
Partner
(Membership No. 046930)

MUMBAI, 28th April, 2015

NELCO LIMITED

REGD. OFFICE :- EL-6, TTC INDUSTRIAL AREA, MIDC, ELECTRONIC ZONE, MAHAPE,
NAVI MUMBAI - 400 710, CIN: L3220MH1940PLC003164

Statement of Standalone Unaudited Financial Results for the Quarter and Six Months Ended 31st March 2015

Rs. In Lakhs

Sr.No.	Particulars	3 Months ended 31.03.2015	3 Months ended 31.12.2014	Corresponding 3 Months ended 31.03.2014	6 Months ended 31.03.2015	6 Months ended 31.03.2014	Previous year ended 30.09.2014
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1.	Income from Operations						
	a) Sales / Income from Operations	2705	2,518	2,759	5,223	5,524	10,366
	Less : Excise Duty	1	2	57	3	86	115
	Net Sales / Income from Operations	2,704	2,516	2,702	5,220	5,438	10,251
	b) Other Operating Income	20	-	-	20	26	26
	Total Income From Operations (net)	2,724	2,516	2,702	5,240	5,464	10,277
2.	Expenses						
	a) Cost of materials consumed	44	124	216	168	252	491
	b) Purchase of stock- in-trade	766	912	925	1,678	1,934	3,254
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	224	(77)	66	147	290	548
	d) Employee Benefits Expense	535	534	626	1,069	1,290	2,400
	e) Depreciation and amortization expense (Refer Note No 1 & 5)	177	355	166	532	310	571
	f) Provision for foreseeable losses	-	-	11	-	11	10
	g) Sub Contracting Expenses	246	301	214	547	430	959
	h) Other expenses	639	580	592	1,219	1,220	2,590
	Total Expenses	2,631	2,729	2,816	5,360	5,737	10,823
3.	Profit / (Loss) From Operations before other income, finance costs and exceptional Items (1 - 2)	93	(213)	(114)	(120)	(273)	(546)
4.	Other Income (refer note 4)	55	50	48	105	132	321
	Profit / (Loss) from ordinary activities before Finance Costs and Exceptional Items (3 + 4)	148	(163)	(66)	(15)	(141)	(225)
6.	Finance cost	214	201	230	415	470	887
7.	Profit / (Loss) from ordinary activities after Finance Costs but before Exceptional Items (5 - 6)	(66)	(364)	(296)	(430)	(611)	(1,112)
8.	Exceptional Items (refer note 4)	-	-	-	-	-	1,241
9.	Profit / (Loss) from ordinary activities before tax (7 + 8)	(66)	(364)	(296)	(430)	(611)	129
10.	Tax expense	-	-	-	-	-	-
	a) Current Tax	-	-	-	-	-	-
	b) Deferred Tax (refer note 5)	-	47	-	47	-	-
11.	Net Profit/ (Loss) from ordinary activities after tax (9 - 10)	(66)	(411)	(296)	(477)	(611)	129
12.	Extraordinary items	-	-	-	-	-	-
13.	Net Profit/ (Loss) for the period (11+12)	(66)	(411)	(296)	(477)	(611)	129
13 A	-From Continuing Operations (Net of Tax of Rs Nil for quarter ended 31-03-15)	13	(308)	(222)	(295)	(318)	883
13 B	-From Discontinuing Operations (Net of Tax of Rs Nil) (Refer Note no 1 & 2)	(79)	(103)	(74)	(182)	(293)	(754)
14.	Paid up equity share capital (face value Rs.10/-)	2,282	2,282	2,282	2,282	2,282	2,282
15.	Reserves excluding Revaluation Reserve as per Balance Sheet of previous accounting year						(1,245)
16.	Earnings Per Share Basic and Diluted (before and after extraordinary items) (of Rs. 10/-each) (not annualised) - Total Operations	(0.29)	(1.80)	(1.30)	(2.09)	(2.68)	0.57
16 A	Earnings Per Share Basic and Diluted (before and after extraordinary items) (of Rs. 10/-each) (not annualised)- From Continuing Operations	0.06	(1.35)	(0.97)	(1.29)	(1.39)	3.87

Part II

	Particulars	3 Months ended 31.03.2015	3 Months ended 31.12.2014	Corresponding 3 Months ended 31.03.2014	6 Months ended 31.03.2015	6 Months ended 31.03.2014	Previous year ended 30.09.2014
A	PARTICULARS OF SHAREHOLDINGS						
1	Public shareholding						
	- Number of shares	11385810	11385810	11385810	11385810	11385810	11385810
	- Percentage of shareholding	49.90	49.90	49.90	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	100	100	100	100
	- Percentage of shares (as % of the total share capital of the company)	50.10	50.10	50.10	50.10	50.10	50.10

	Particulars	3 months ended 31.03.2015			
		Pending at the beginning of the quarter	Received during the quarter	Disposed off during the quarter	Remaining unresolved at the end of the quarter
B	INVESTOR COMPLAINTS	NIL	NIL	NIL	NIL

Sr. No.	Particulars	3 Months ended 31.03.2015	3 Months ended 31.12.2014	3 Months ended 31.3.2014	6 Months ended 31.03.2015	6 Months ended 31.03.2014	Previous year ended 30.09.2014
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Segment Revenue (Net Sales / Income from operations)						
	(i) Automation & Control	255	348	967	603	1,885	2,545
	(ii) Network Systems	2450	2170	1792	4,620	3,639	7,821
	Less : Excise Duty	1	2	57	3	86	115
	Total	2,704	2,516	2,702	5,220	5,438	10,251
	Less : Inter Segment Revenue	-	-	-	-	-	-
	Net Sales / Income from Operations	2,704	2,516	2,702	5,220	5,438	10,251
2	Segment Results						
	(i) Automation & Control	(251)	(329)	(91)	(580)	(255)	(746)
	(ii) Network Systems	638	372	320	1,010	681	1,547
	Total	387	43	229	430	426	801
	Less:						
	(i) Interest expense	214	201	230	415	470	887
	(ii) Other un-allocable (income) /expenditure net of unallocable (income) / expenditure	239	206	295	445	567	(215)
	Profit/(Loss) Before Tax	(66)	(364)	(296)	(430)	(611)	129
3	Capital Employed (Segment Assets-Segment Liabilities)						
	(i) Automation & Control	3070	3320	3934	3,070	3,934	3,471
	(ii) Network Systems	2095	1743	2028	2,095	2,028	1,579
	Total Segment Capital Employed (Segment Assets - Segment Liabilities)	5,165	5,063	5,962	5,165	5,962	5,049

Notes :-

- The Company vide its letter dated 3rd April, 2014 had informed the Stock Exchange about the approval of the Board of Directors to restructure the operations of Company's Integrated Security & Surveillance Solutions business ("ISSS business") which inter alia, includes the business of Unattended Ground Sensors (UGS) and forms part of the 'Automation & Control' segment. As part of such restructuring, the Board of Directors of the Company at its meeting held on 28th January, 2015 accepted an "offer" made by The Tata Power Co. Ltd., (Parent Company) for its Strategic Engineering Division to purchase the business of UGS as a "going concern" on a "slump sale" basis at a consideration of Rs. 831 Lakhs with effect from 1st October 2014. This shall be subject to various approvals and consents including from the Members as required under applicable law.

The assets attributable to the UGS business have been impaired in the quarter ended 31st December, 2014 to the tune of Rs. 166 Lakhs and disclosed as part of Depreciation & Amortisation expense.

The financial parameters in respect of the ordinary activities attributable to the UGS business are as follows:

Particulars	Rs in Lakhs					
	3 Months ended 31.03.2015	3 Months ended 31.12.2014	3 Months ended 31.3.2014	6 Months ended 31.03.2015	6 Months ended 31.03.2014	Previous year ended 30.09.2014
Net Sales / Income from Operations	55	60	339	115	449	524
Expenses	110	111	181	221	293	423
Expenses attributable	33	35	55	68	102	209
Pre-tax profit / (loss)	(88)	(86)	103	(174)	54	(108)
Current Tax	-	-	-	-	-	-
Total Assets	834	913	1,142	834	1,142	1,050
Total Liabilities	8	61	46	8	46	46

The transfer being effective from 1st October, 2014, the results of operation for the quarter and six months ended 31st March, 2015, includes a portion attributable to The Tata Power Company Limited which will be given effect to on completion of transaction.

- Further, as part of restructuring, the Board of Directors of the Company at its meeting held on 18th March, 2015 accepted the offer received from a company for the transfer of Managed Services business ("MS Business") forming part of Network System segment as a "going concern" on a "slump sale" basis at a consideration up to Rs. 260 lakhs with effect from 1st April, 2015. This shall be subject to concluding a definitive agreement and various approvals and consents from the Members as required under applicable law.

The financial parameters in respect of the ordinary activities attributable to the MS business are as follows

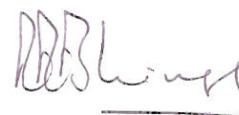
Particulars	Rs in Lakhs					
	3 Months ended 31.03.2015	3 Months ended 31.12.2014	3 Months ended 31.3.2014	6 Months ended 31.03.2015	6 Months ended 31.03.2014	Previous year ended 30.09.2014
Net Sales / Income from Operations	235	156	81	391	230	580
Expenses	199	158	114	357	292	672
Expenses attributable	27	15	144	42	285	554
Pre-tax profit / (loss)	9	(17)	(177)	(8)	(347)	(646)
Current Tax	-	-	-	-	-	-
Total Assets	393	360	454	393	454	334
Total Liabilities	189	140	227	189	227	124

- The Company has accumulated losses as at 31st March, 2015 which has substantially eroded the Company's net worth. Notwithstanding this, these unaudited financial results have been prepared on going concern basis in view of a support letter from the Parent Company.
- In the year 2006, the Company had filed arbitration proceedings against Jawaharlal Nehru Port Trust (JNPT) for enforcement of its claim in respect of the additional work carried out, wrongful deduction of liquidated damages and encashment of bank guarantee by JNPT. The Arbitration award was passed in favour of the Company on 6th February, 2012. The said award, however, was challenged by JNPT in the Hon'ble Bombay High Court which dismissed the plea on 6th February, 2014 and awarded the claim to the Company. JNPT paid in June quarter 2014 Rs 1,303 lakhs as decretal dues (including interest and costs) to the Company (of which Rs 62 lakhs is included in other income as provision no longer required written back).
- Pursuant to the enactment of the Companies Act 2013 (the 'Act'), the Company has, effective 1st October 2014, reviewed and revised the estimated useful lives of its fixed assets, in accordance with the provisions of Schedule II to the Act. Consequently, the depreciation charge for the three months and six months ended 31st March 2015 is higher by Rs 66 Lakhs and Rs 134 lakhs respectively and Rs.104 lakhs (net of tax Rs. 47 lakhs) on account of transition provision has been adjusted to retained earnings as on 1st October, 2014.
- Due to the nature of project business, financial results for the periods are not representative of the annual results.
- Figures for the previous year/periods are re-classified / re-arranged / re-grouped, wherever considered necessary.
- The above results were reviewed and recommended by the Audit Committee and were approved by the Board of Directors at its meeting held on 28th April, 2015.

Mumbai
28th April, 2015

For Nelco Limited

R.R.Bhinge
Chairman



Particulars		As at 31st March, 15	As at 30 September, 14
		Unaudited	Audited
		Rs in Lakhs	Rs in Lakhs
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share capital	2,282	2,282
	(b) Reserves and surplus	(1,826)	(1,245)
	Sub Total- Shareholders Fund	456	1,037
2	Non-current liabilities		
	(a) Long-term borrowings	49	49
	(b) Deferred tax liability (Net)	-	-
	(c) Other long-term liabilities	76	96
	(d) Long-term provisions	520	504
	Sub Total- Non Current Liabilities	645	649
3	Current liabilities		
	(a) Short-term borrowings	7,294	6,202
	(b) Trade payables	3,205	3,321
	(c) Other current liabilities	571	626
	(d) Short-term provisions	442	437
	Sub Total -Current Liabilities	11,512	10,586
	TOTAL EQUITY AND LIABILITIES	12,613	12,272
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets	1,831	2,330
	(b) Non-current investments	696	212
	(c) Long-term loans and advances	2,482	2,601
	Sub Total - Non Current Assets	5,009	5,143
2	Current assets		
	(a) Inventories	1,293	1,514
	(b) Trade receivables	4,844	3,679
	(c) Cash and bank balances	70	130
	(d) Short-term loans and advances	484	614
	(e) Other current assets	913	1,192
	Sub Total Current assets	7,604	7,129
	TOTAL ASSETS	12,613	12,272

INDEPENDENT AUDITORS' REVIEW REPORT TO THE BOARD OF DIRECTORS OF NELCO LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **NELCO LIMITED** ("the Company") for the Quarter and Six Months ended 31st March, 2015 ("the Statement"), being submitted by the Company pursuant to the requirement of Clause 41 of the Listing Agreements with the Stock Exchanges, except for the disclosures in Part II - Select Information referred to in paragraph 5 below. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the Stock Exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. We draw attention to note 3 to the Statement, which describes the continued applicability of the going concern concept to the Company despite substantial erosion in the Net worth of the Company as at 31st March, 2015, in view of the support letter from the Parent Company. Our report is not qualified in respect of this matter.

5. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreements with the Stock Exchanges and the particulars relating to investor complaints disclosed in Part II - Select Information for the Quarter and Six Months Ended 31st March, 2015 of the Statement, from the details furnished by the Registrars.

For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



Rupen K. Bhatt
Partner
(Membership No. 046930)

MUMBAI, 28th April, 2015