

20th January 2023

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

BSE Code : 504112

NSE Code : Nelco EQ

Dear Sirs,

Sub: Outcome of Board Meeting

Unaudited Financial Results for the quarter and nine months ended 31st December 2022

In terms of Regulations 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'), as amended from time to time, ('Listing Regulations'), and further to our letter dated 6th January 2023, we are submitting: -

1. Unaudited Standalone Financial Results for the quarter and nine months ended 31st December 2022 along with the Limited Review Report by the Statutory Auditors.
2. Unaudited Consolidated Financial Results for the quarter and nine months ended 31st December 2022 along with the Limited Review Report by the Statutory Auditors.

Both the above have been approved by the Board of Directors at its meeting held on 20th January 2023 which commenced at 2.15 p.m. and concluded at 4.20 p.m.

The said Results are also available on Company's website www.nelco.in

The Company will publish the Unaudited Consolidated Financial Results in the prescribed format.

Please take the aforesaid on record.

Thanking you

Yours faithfully,
NELCO Limited

Girish V. Kirkinde
Company Secretary & Head Legal

Encl: As above.

Nelco Limited, EL-6, Electronics Zone, MIDC, Mahape,
Navi Mumbai - 400 710, India. Tel: +91 22 6791 8728, 6739 9100
Fax: +91 22 6791 8787 Web: www.nelco.in
CIN No.L32200MH1940PLC003164; Email ID:-services@nelco.in

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Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**Review Report to
The Board of Directors
Nelco Limited**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of Nelco Limited (the "Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group") for the quarter ended December 31, 2022 and year to date from April 01, 2022 to December 31, 2022 (the "Statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The Holding Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Holding Company's Board of Directors. Our responsibility is to express a conclusion on the Statement based on our review.
3. 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 of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the following entities:

Holding Company

- Nelco Limited

Subsidiary Company

- Nelco Network Products Limited



S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations including the manner in which it is to be disclosed or that it contains any material misstatement.

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm registration number: 101049W/E300004



Per Aniket Sohani
Partner

Membership No.:117142

UDIN: 23117142BGYJAC1241

Mumbai

January 20, 2023



NELCO LIMITED

REGD. OFFICE :- EL-6, TTC INDUSTRIAL AREA, MIDC, ELECTRONIC ZONE, MAHAPE, NAVI MUMBAI - 400 710, CIN: L32200MH1940PLC03164

Statement of Consolidated Unaudited Financial Results for the quarter and nine months ended December 31, 2022

(Rs. in Lakhs)

Sr.No.	Particulars	3 Months ended 31-Dec-22	Preceding 3 Months ended 30-Sep-22	Corresponding 3 Months ended 31-Dec-21	9 Months ended 31-Dec-2022	9 Months ended 31-Dec-2021	Previous Year ended 31-Mar-22
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income						
	a) Income from operations	7,423	7,544	7,206	23,135	18,838	26,007
	b) Other income	72	73	144	172	320	474
	Total income	7,495	7,617	7,350	23,307	19,158	26,481
2	Expenses						
	a) Purchase of stock-in-trade	822	1,030	1,858	4,262	3,253	4,911
	b) Changes in Inventories of stock-in-trade	(48)	106	(153)	(376)	(261)	(443)
	c) Operating expenses	3,311	3,116	2,446	9,076	7,124	9,584
	d) Employee benefits expense	897	937	819	2,732	2,539	3,403
	e) Other expenses	911	919	808	2,969	2,394	3,494
	Total expenses	5,893	6,108	5,778	18,663	15,049	20,949
3	Profit before finance cost, depreciation, amortisation and tax (1-2)	1,602	1,509	1,572	4,644	4,109	5,532
4	Finance cost, depreciation and amortisation						
	a) Finance cost	197	209	207	644	555	753
	b) Depreciation and amortisation expense	684	671	640	1,983	1,762	2,464
	Total finance cost, depreciation and amortisation	881	880	847	2,627	2,317	3,217
	Profit before tax (3-4)	721	629	725	2,017	1,792	2,315
5	Tax expense						
	a) Current tax	263	265	135	832	505	718
	b) Deferred tax (net)	(42)	(83)	64	(234)	(18)	(105)
	c) Tax adjustment for earlier years pursuant to scheme (Refer note 3)	-	-	-	-	-	94
	Total tax expenses	221	182	199	598	487	707
6	Net profit for the period/year (4-5)	500	447	526	1,419	1,305	1,608
7	Other comprehensive income/(expenses)						
	Items that will not be reclassified to profit or loss:						
	Remeasurement of post employment benefit obligations (net of tax)	15	(7)	4	(31)	(59)	(30)
8	Total comprehensive income for the period/year (6+7)	515	440	530	1,388	1,246	1,578
9	Paid up equity share capital (face value Rs.10/- each)	2,282	2,282	2,282	2,282	2,282	2,282
10	Other equity	-	-	-	-	-	6,623
11	Earnings per share (Basic and diluted) (Face value Rs. 10/-each) (not annualised)	2.19	1.96	2.30	6.22	5.72	7.05
12	Dividend per share (Par Value Rs 10 each)						
	Final dividend on equity shares (in Rs)	-	1.80	-	1.80	1.20	1.20
	Total equity dividend percentage (%)	-	18	-	18	12	12



Notes to the Consolidated Unaudited Financial Results for the quarter and nine months ended December 31, 2022

- 1 The above Consolidated financial results of Nelco Limited ("the Holding Company") and its subsidiary Nelco Network Products Limited (together referred to as "Group") have been prepared in accordance with Indian Accounting Standards ('IND AS') notified under Section 133 of the Companies Act 2013, read together with the Companies (Indian Accounting standard) Rules, 2015 (Amended). These have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on January 20, 2023.
- 2 (A) The Holding Company vide its letter dated September 1, 2017 informed the stock exchanges about the approval of the Board of Directors to
(i) the transfer by way of slump sale on a going concern basis, for a lump sum consideration to its wholly owned subsidiary, Nelco Network Products Ltd (NNPL) of the following :
(a) Integrated Security and Surveillance Solution ('ISSS') business and
(b) Very Small Aperture Terminals ("VSAT") hardware business and allied services consisting of network management, project management, infrastructure services, turnkey solutions for satellite communication systems, and co-location services to customers other than Tatanet Services Limited (TNSL); and
(ii) the amalgamation of TNSL with the Company, through a composite scheme of Arrangement and Amalgamation (Proposed Scheme).

(B) The Proposed Scheme was approved by National Company Law Tribunal ("NCLT") on November 2, 2018. The Holding Company received the approval from Department of Telecommunications (DoT) on June 9, 2021. The Scheme was effective from the appointment date i.e. April 1, 2017. Since, the above reorganisation was between the Holding Company and its two wholly owned subsidiaries, this had no implication on the consolidated financial results of the Group, other than impact on accounting of tax charge, if any, on computation of revised returns.
- 3 As mentioned in Note 1 above, the Group Companies completed the process of finalising revised tax accounts and returns from April 1, 2017 till March 31, 2021 and net tax impact including interest thereon, pursuant to the above has been accounted and disclosed separately in the quarter and year ended March 31, 2022.
- 4 Based on evaluation of key financial parameters, the Group believes that it operates in only one reportable segment i.e. Network Systems and accordingly the financial results are reported as single reportable segment.
- 5 For the financial year ended March 31, 2022, the Company paid final dividend of Rs. 1.80 (18%) per equity share which was recommended by the Board and approved by shareholders at the Annual General Meeting of the Company held on July 8, 2022.
- 6 The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Group will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
- 7 Previous period / year figures have been re-grouped or reclassified, to conform to such current period's classification.
- 8 The unaudited Standalone and Consolidated financial results for the quarter and nine months ended December 31, 2022, 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" .

For Nelco Limited
P. J. Nath

PRADIP Digitally signed
by PRADIP
JYOTI NATH JYOTI NATH

Managing Director & CEO
DIN :- 05118177

Place :- Mumbai
Date :- January 20, 2023

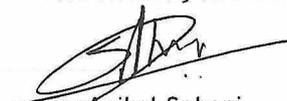


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Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**Review Report to
The Board of Directors
Nelco Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of Nelco Limited (the "Company") for the quarter ended December 31, 2022 and year to date from April 01, 2022 to December 31, 2022 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Company's Board of Directors. Our responsibility is to express a conclusion on the Statement based on our review.
3. 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 of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Listing Regulations including the manner in which it is to be disclosed or that it contains any material misstatement.

For S.R. BATLIBOI & ASSOCIATES LLP
Chartered Accountants
ICAI Firm registration number: 101049W/E300004



per Aniket Sohani
Partner
Membership No.: 117142
UDIN: 23117142BGYJAB8031
Mumbai
January 20, 2023



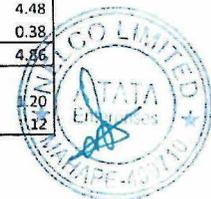
NELCO LIMITED

REGD. OFFICE :- EL-6, TTC INDUSTRIAL AREA, MIDC, ELECTRONIC ZONE, MAHAPE, NAVI MUMBAI - 400 710, CIN: L32200MH1940PLC003164

Statement of Standalone Unaudited Financial Results for the quarter and nine months ended December 31, 2022

(Rs in Lakhs)

Sr.No.	Particulars	3 Months ended 31-Dec-2022	Preceding 3 Months ended 30-Sep-22	Corresponding 3 Months ended 31-Dec-2021	9 Months ended 31-Dec-2022	9 Months ended 31-Dec-2021	Previous Year ended 31-Mar-2022
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited (Refer note 2)
A	Continuing operations						
1	Income						
	a) Income from operations	5,191	4,715	3,652	14,076	10,395	14,316
	b) Other income	88	94	45	208	194	259
	Total income	5,279	4,809	3,697	14,284	10,589	14,575
2	Expenses						
	a) Cost of materials consumed	26	-	29	27	29	43
	b) Operating expenses	2,891	2,668	2,050	7,774	5,900	8,005
	c) Employee benefits expense	564	600	511	1,741	1,598	2,115
	d) Other expenses	621	528	425	1,821	1,398	1,980
	Total expenses	4,102	3,796	3,015	11,363	8,925	12,143
3	Profit before finance cost, depreciation, amortisation and tax from continuing operations (1-2)	1,177	1,013	682	2,921	1,664	2,432
4	Finance cost, depreciation and amortisation						
	a) Finance cost	87	101	87	288	191	268
	b) Depreciation and amortisation expense	268	259	231	772	656	835
	Total finance cost, depreciation and amortisation	355	360	318	1,060	847	1,103
5	Profit before tax from continuing operations (3-4)	822	653	364	1,861	817	1,329
6	Tax expense						
	a) Current tax	251	186	126	559	277	351
	b) Deferred tax	(14)	6	(18)	(15)	(29)	17
	c) Tax adjustment for earlier years pursuant to scheme (Refer note 3)	-	-	-	-	-	(61)
	Total tax expense	237	192	108	544	243	307
7	Net profit from continuing operations (5-6)	585	461	256	1,317	574	1,022
8	Discontinued operations (Refer note 2)						
8	Profit before tax from discontinued operations	-	-	-	-	116	116
9	Tax expense of discontinued operations						
	a) Current tax	-	-	-	-	55	55
	b) Deferred tax	-	-	-	-	(26)	(26)
10	Net profit from discontinued operations (8-9)	-	-	-	-	87	87
11	Net profit for the period/year (7+10)	585	461	256	1,317	661	1,109
12	Other comprehensive income/(expenses)						
	Items that will not be reclassified to profit or loss- continuing operations (net of tax)	8	(7)	3	(25)	(82)	(64)
	Items that will not be reclassified to profit or loss- discontinued operations (net of tax)	-	-	-	-	8	8
	Other comprehensive income/(expenses)	8	(7)	3	(25)	(74)	(56)
13	Total comprehensive income for the period/ year (11+12)	593	454	259	1,292	587	1,053
14	Paid up equity share capital (face value Rs.10/- each)	2,282	2,282	2,282	2,282	2,282	2,282
15	Other equity						6,174
16	Earnings per share (Basic and diluted) (Face value Rs. 10/-each) (not annualised)						
	From continuing operations	2.57	2.02	1.12	5.77	2.52	4.48
	From discontinued operations	-	-	-	-	0.38	0.38
	From continuing and discontinued operations	2.57	2.02	1.12	5.77	2.90	4.86
17	Dividend per share (Par value Rs 10 each)						
	Final dividend on equity shares (in Rs)	-	1.80	-	1.80	1.20	1.20
	Total equity dividend percentage (%)	-	18	-	18	12	12



Notes to the Standalone Unaudited Financial Results for the quarter and nine months ended December 31, 2022

- 1 The above results have been prepared in accordance with Indian Accounting Standards ('IND AS') notified under Section 133 of the Companies Act 2013, read together with the Companies (Indian Accounting standard) Rules, 2015 (Amended). These have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on January 20, 2023.
- 2 (A) The Company vide its letter dated September 1, 2017 informed the stock exchanges about the approval of the Board of Directors to
 - (i) the transfer by way of slump sale on a going concern basis, for a lump sum consideration to its wholly owned subsidiary, Nelco Network Products Ltd (NNPL) of the following :
 - (a) Integrated Security and Surveillance Solution ('ISSS') business and
 - (b) Very Small Aperture Terminals ("VSAT") hardware business and allied services consisting of network management, project management, infrastructure services, turnkey solutions for satellite communication systems, and co-location services to customers other than Tatanet Services Limited (TNSL); and
 - (ii) the amalgamation of TNSL with the Company, through a composite scheme of Arrangement and Amalgamation (Proposed Scheme).
- (B) The Proposed Scheme was approved by National Company Law Tribunal ('NCLT') on November 2, 2018. The Company received the approval from Department of Telecommunications (DoT) on June 9, 2021. The Scheme was effective from the appointment date i.e. April 1, 2017. Pursuant to the approval, the Scheme was accounted as follows:
 - Discontinued operations was transferred to NNPL in accordance with IND AS 105, effective June 1, 2021; and
 - TNSL merger was accounted in accordance with Appendix C of IND AS 103 "Business Combination" and results of all the previous periods were restated.

(C) Details of discontinued operations

(Rs in Lakhs)

Particulars	3 Months ended 31-Dec-2022	Preceding 3 Months ended 30-Sep-22	Corresponding 3 Months ended 31-Dec-2021	9 Months ended 31-Dec-2022	9 Months ended 31-Dec-2021	Previous Year ended 31-Mar-2022
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Income from operations including other income	-	-	-	-	1,419	1,419
Expenses	-	-	-	-	1,303	1,303
Profit before tax	-	-	-	-	116	116
Tax expense						
a) Current tax	-	-	-	-	55	55
b) Deferred tax	-	-	-	-	(26)	(26)

- 3 The Company completed the process of finalising revised tax accounts and returns from April 1, 2017 till March 31, 2021 and net tax impact including interest thereon, pursuant to the above accounted in the quarter and year ended March 31, 2022.
- 4 For the financial year ended March 31, 2022, the Company paid final dividend of Rs. 1.80 (18%) per equity share which was recommended by the Board and approved by shareholders at the Annual General Meeting of the Company held on July 8, 2022.
- 5 Based on evaluation of key financial parameters, the Company believes that it operates in only one reportable segment i.e Network Systems and accordingly the financial results are reported as single reportable segment.
- 6 The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
- 7 Previous period / year figures have been re-grouped or reclassified, to conform to such current period's classification.

For Nelco Limited

P. J. Nath

Digitally signed by
PRADIP JYOTI NATH PRADIP JYOTI
NATH
Managing Director & CEO
DIN :- 05118177

Place :- Mumbai
Date :- January 20, 2023

