

16<sup>th</sup> October 2023

BSE Limited  
Corporate Relationship Dept  
1<sup>st</sup> Floor, New Trading Ring,  
Rotunda Building,  
P.J. Towers, Fort,  
Mumbai – 400 001

National Stock Exchange of India Limited  
5<sup>th</sup> 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 six months ended 30<sup>th</sup> September 2023

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 5<sup>th</sup> October 2023, we are submitting: -

1. Unaudited Consolidated Financial Results for the quarter and six months ended 30<sup>th</sup> September 2023 along with the Limited Review Report by the Statutory Auditors.
2. Unaudited Standalone Financial Results for the quarter and six months ended 30<sup>th</sup> September 2023 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 16<sup>th</sup> October 2023 which commenced at 12.30 p.m. and concluded at 2.25 p.m.

The said Results are also available on Company's website [www.nelco.in](http://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**

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

Statement of Consolidated Unaudited Financial Results for the quarter and six months ended September 30, 2023

(Rs. In Lakhs)

Sr.No.	Particulars	3 months ended	Preceding	Corresponding 3	6 months ended	6 months ended	Previous Year ended
		30-Sep-2023	3 Months ended	Months ended	30-Sep-2023	30-Sep-2022	31-Mar-2023
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	<b>Income</b>						
	a) Income from operations	7,665	7,880	7,544	15,545	15,712	31,333
	b) Other income	41	38	74	79	103	257
	<b>Total income</b>	<b>7,706</b>	<b>7,918</b>	<b>7,618</b>	<b>15,624</b>	<b>15,815</b>	<b>31,590</b>
2	<b>Expenses</b>						
	a) Purchase of stock-in-trade	1,107	975	1,030	2,082	3,440	5,614
	b) Changes in inventories of stock-in-trade	(233)	(167)	106	(400)	(328)	(544)
	c) Operating expenses	3,545	3,516	3,116	7,061	5,765	12,484
	d) Employee benefits expense	1,036	1,119	937	2,155	1,835	3,694
	e) Other expenses	819	993	936	1,812	2,122	4,009
	<b>Total expenses</b>	<b>6,274</b>	<b>6,436</b>	<b>6,125</b>	<b>12,710</b>	<b>12,834</b>	<b>25,257</b>
3	<b>Profit before finance cost, depreciation, amortisation, share of profit from associate and tax (1-2)</b>	<b>1,432</b>	<b>1,482</b>	<b>1,493</b>	<b>2,914</b>	<b>2,981</b>	<b>6,333</b>
4	<b>Finance cost, depreciation and amortisation</b>						
	a) Finance cost	168	154	193	322	386	773
	b) Depreciation and amortisation expense	512	522	671	1,034	1,299	2,778
	<b>Total finance cost, depreciation and amortisation</b>	<b>680</b>	<b>676</b>	<b>864</b>	<b>1,356</b>	<b>1,685</b>	<b>3,551</b>
5	<b>Profit before share of profit from associate and tax (3-4)</b>	<b>752</b>	<b>806</b>	<b>629</b>	<b>1,558</b>	<b>1,296</b>	<b>2,782</b>
6	Add: Share of profit from associate	3	-	-	3	-	-
7	<b>Profit before tax (5+6)</b>	<b>755</b>	<b>806</b>	<b>629</b>	<b>1,561</b>	<b>1,296</b>	<b>2,782</b>
8	<b>Tax expense (refer note 3)</b>						
	a) Current tax	187	205	265	392	569	1,136
	b) Deferred tax (net)	(7)	28	(83)	21	(192)	(339)
	c) Tax adjustment for earlier year (including deferred tax)	6	-	-	6	-	-
	<b>Total tax expenses</b>	<b>186</b>	<b>233</b>	<b>182</b>	<b>419</b>	<b>377</b>	<b>797</b>
9	<b>Net profit for the period/year (7-8)</b>	<b>569</b>	<b>573</b>	<b>447</b>	<b>1,142</b>	<b>919</b>	<b>1,985</b>
10	<b>Other comprehensive income/(expenses)</b>						
	Items that will not be reclassified to profit or loss (net of tax)						
	-Net fair value gain on investments in equity shares at FVTOCI	-	-	-	-	-	6
	-Remeasurement of post employment benefit obligations	8	(48)	(7)	(40)	(46)	(30)
	<b>Other comprehensive income/(expenses)</b>	<b>8</b>	<b>(48)</b>	<b>(7)</b>	<b>(40)</b>	<b>(46)</b>	<b>(24)</b>
11	<b>Total comprehensive income for the period/year (9+10)</b>	<b>577</b>	<b>525</b>	<b>440</b>	<b>1,102</b>	<b>873</b>	<b>1,961</b>
12	Paid up equity share capital (face value Rs.10/- each)	2,282	2,282	2,282	2,282	2,282	2,282
13	Other equity						8,173
14	Earnings per share (Basic and diluted) (Face value Rs. 10/-each) (not annualised)	2.49	2.51	1.96	5.00	4.03	8.70
15	Dividend per share (Par Value Rs. 10/- each)						
	Final dividend on equity shares (in Rs.)	-	2.00	1.80	2.00	1.80	1.80
	Total equity dividend percentage (%)	-	20	18	20	18	18



**Notes to the Consolidated Unaudited Financial Results for the quarter and six months ended September 30, 2023**

- 1 The Consolidated financial results of Nelco Limited ("the Holding Company"), its subsidiary Nelco Network Products Limited and associate Piscis Networks Private 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 October 16, 2023.
- 2 For the financial year ended March 31, 2023, the Holding Company has paid final dividend of Rs. 2.00 (20%) per equity share which was recommended by the Board and approved by Shareholders at the Annual General Meeting of the Holding Company held on June 22, 2023.
- 3 Effective April 1, 2023, the Holding Company exercised the option provided under Section 115 BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019 for the lower tax rate. Accordingly, tax expense for the current quarter and six months ended September 30, 2023 is based on revised tax rate. The deferred tax assets as at April 01, 2023 have also been revalued based on the revised rate.
- 4 During the quarter ended June 30, 2023, Holding Company made an investment of Rs. 100 Lakhs in 9.09% equity shares of Piscis Networks Private Limited. During the current quarter, Holding Company made further investment of Rs. 204 Lakhs to acquire additional 22.63% of equity shares. As at September 30, 2023 Company holds 31.72% stake in Piscis Networks Private Limited. As per provisions of Ind AS 28 - Investment in Associates and Joint ventures, Piscis Networks Private Limited has been treated as an associate as at September 30, 2023.
- 5 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.
- 6 Previous period / year figures have been re-grouped or reclassified wherever applicable, to conform to current period's classification.
- 7 The Unaudited Standalone and Consolidated financial results for the quarter and six months ended September 30, 2023, 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

R. J. Nath

Managing Director & CEO

DIN :- 05118177



Place :- Mumbai  
Date :- October 16, 2023

**Nelco Limited**  
**Consolidated Statement of Assets and Liabilities**  
*(Amount Rs in Lakhs, unless otherwise mentioned)*



Particulars	As at	As at
	September 30, 2023	March 31, 2023
	Unaudited	Audited
<b>ASSETS</b>		
<b>Non-current assets</b>		
(a) Property, plant and equipment	6,590	6,775
(b) Capital work-in-progress	489	148
(c) Right-of-use assets	2,379	2,286
(d) Intangible assets	464	479
(e) Financial assets		
(i) Investments (refer note 4)	329	22
(ii) Other financial assets	157	167
(f) Deferred tax assets (net)	971	1,062
(g) Income tax assets (net)	747	300
(h) Other non-current assets	695	664
<b>Total non current assets</b>	<b>12,821</b>	<b>11,903</b>
<b>Current assets</b>		
(a) Inventories	2,528	2,127
(b) Financial assets		
(i) Trade receivables	8,278	8,274
(ii) Cash and cash equivalents	2,370	1,616
(iii) Bank balances other than (ii) above	49	48
(iv) Loans	7	-
(v) Other financial assets	246	345
(c) Contract assets	725	662
(d) Other current assets	960	1,248
<b>Total current assets</b>	<b>15,163</b>	<b>14,320</b>
<b>TOTAL ASSETS</b>	<b>27,984</b>	<b>26,223</b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
(a) Equity share capital	2,282	2,282
(b) Other equity	8,819	8,173
<b>Total equity</b>	<b>11,101</b>	<b>10,455</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	1,288	1,862
(ia) Lease liabilities	2,108	2,000
(b) Other non-current liabilities	1	1
<b>Total non-current liabilities</b>	<b>3,397</b>	<b>3,863</b>
<b>Current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	3,429	1,932
(ia) Lease liabilities	527	516
(ii) Trade payables	3,639	4,506
(iii) Other financial liabilities	1,437	1,115
(b) Provisions	583	566
(c) Contract liabilities	3,133	2,982
(d) Other current liabilities	738	288
<b>Total current liabilities</b>	<b>13,486</b>	<b>11,905</b>
<b>Total liabilities</b>	<b>16,883</b>	<b>15,768</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>27,984</b>	<b>26,223</b>



Nelco Limited

Consolidated Statement of Cash Flow for the six months ended September 30, 2023

(Amount Rs in Lakhs, unless otherwise mentioned)

Particulars	Six months ended September 30, 2023	Six months ended September 30, 2022
	Unaudited	Unaudited
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	1,561	1,296
<b>Adjustments to reconcile profit before tax to net cash flows</b>		
Depreciation and amortisation expense	1,034	1,299
Finance costs	322	386
Unrealised mark to market loss / (gain) on forward contracts	2	(23)
Unrealised foreign exchange loss (net)	(32)	72
Impairment allowance (allowance for bad and doubtful debts)	-	34
Bad debts written off	-	9
(Gain) on disposal of property, plant and equipment (net)	(7)	(3)
Unwinding of discount on financial asset measured at amortised cost	(6)	(8)
Interest income	(2)	(18)
Provision for disputes	-	99
Share of net profit of associate accounted for using the equity method	(3)	-
<b>Operating profit before working capital changes</b>	<b>2,869</b>	<b>3,143</b>
<b>Movement in working capital</b>		
<b>Movements in assets</b>		
- (Increase) in trade receivables	(4)	(2,137)
- Decrease/ (increase) in other current assets	288	(213)
- (Increase)/ decrease in other non current assets	(25)	18
- (Increase) in inventories	(90)	307
- Decrease in other current financial assets and loans	92	109
- Decrease in other non-current financial assets	10	186
- (Increase) in contract assets	(63)	(544)
- Decrease in other bank balances	-	2
<b>Movements in liabilities</b>		
- (Decrease)/ increase in trade payables	(837)	107
- (Decrease) in other non-current liabilities	-	(3)
- (Decrease) in other current financial liabilities	(328)	(372)
- Increase in contract liabilities	151	1,038
- Increase in other current liabilities	450	362
- (Decrease)/increase in current provisions	(23)	19
<b>Cash generated from operations</b>	<b>2,490</b>	<b>2,022</b>
- Direct taxes paid (net of refunds)	(775)	(42)
<b>Net cash flow generated from operating activities (A)</b>	<b>1,715</b>	<b>1,980</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment and intangible assets (net off capital work-in-progress)	(557)	(1,456)
Proceeds from sale of property, plant and equipment / intangible assets	10	9
Interest income received	2	18
Investment in associate	(304)	-
(Investment)/redemption in margin money deposits	(1)	-
<b>Net cash (used in) investing activities (B)</b>	<b>(850)</b>	<b>(1,429)</b>
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from borrowings	4,150	8,200
Repayment of borrowings	(3,224)	(8,625)
Payment of principal portion of lease liabilities	(268)	130
Payment of interest portion of lease liabilities	(119)	(128)
Interest paid	(194)	(255)
Dividend paid	(456)	(411)
<b>Net cash (used in) financing activities (C)</b>	<b>(111)</b>	<b>(1,089)</b>
<b>Net increase/(decrease) in cash &amp; cash equivalents [(A)+(B)+(C)]</b>	<b>754</b>	<b>(538)</b>
Cash and cash equivalents at the beginning of the period	1,616	1,565
Cash and cash equivalents at the end of the period	2,370	1,027



**Nelco Limited**

**Consolidated Statement of Cash Flow for the six months ended September 30, 2023**

*(Amount Rs in Lakhs, unless otherwise mentioned)*

Reconciliation of cash and cash equivalents as per cash flow statement

**Note :**

1) Reconciliation of cash and cash equivalents as per cash flow statement

Cash and cash equivalents comprise of :	As at	As at
	September 30, 2023	September 30, 2022
Balance with banks in current accounts	1,529	1,304
Cheques on hand	841	973
Bank Overdraft	-	(1,250)
<b>Total</b>	<b>2,370</b>	<b>1,027</b>



**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") and its associate for the quarter ended September 30, 2023 and year to date from April 01, 2023 to September 30, 2023 (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

**Associate Company**

- Piscis Networks Private Limited



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.
  
6. The accompanying Statement includes unaudited interim financial results and other unaudited financial information in respect of an associate whose unaudited interim financial results includes the Group's share of net profit of Rs.3 Lakhs and Nil total comprehensive income for the quarter ended September 30, 2023 and for the period ended on that date.

The unaudited interim financial results and other unaudited financial information of the associate has not been reviewed by their auditor and have been approved and furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the affairs of this associate is based solely on such unaudited interim financial results and other unaudited financial information. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group.

Our conclusion on the Statement in respect of matters stated in para 6 is not modified with respect to our reliance on the financial results certified by the Management.

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



per Aniket Sohani  
Partner  
Membership No.: 117142  
UDIN: 23117142BGYJDS3024  
Mumbai  
October 16, 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 six months ended September 30, 2023

(Rs in Lakhs)

Sr. No.	Particulars	3 Months ended	Preceding	Corresponding 3	6 months ended	6 months ended	Previous Year ended
		30-Sep-2023	3 Months ended	Months ended	30-Sep-2023	30-Sep-2022	31-Mar-2023
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	<b>Income</b>						
	a) Income from operations	5,388	5,562	4,715	10,950	8,885	19,704
	b) Other income	52	35	94	87	120	268
	<b>Total income</b>	<b>5,440</b>	<b>5,597</b>	<b>4,809</b>	<b>11,037</b>	<b>9,005</b>	<b>19,972</b>
2	<b>Expenses</b>						
	a) Cost of materials consumed	-	3	-	3	1	27
	b) Operating expenses	3,079	3,074	2,668	6,153	4,883	10,790
	c) Employee benefits expense	660	710	600	1,370	1,177	2,339
	d) Other expenses	532	688	540	1,220	1,227	2,479
	<b>Total expenses</b>	<b>4,271</b>	<b>4,475</b>	<b>3,808</b>	<b>8,746</b>	<b>7,288</b>	<b>15,635</b>
3	<b>Profit before finance cost, depreciation, amortisation and tax (1-2)</b>	<b>1,169</b>	<b>1,122</b>	<b>1,001</b>	<b>2,291</b>	<b>1,717</b>	<b>4,337</b>
4	<b>Finance cost, depreciation and amortisation</b>						
	a) Finance cost	50	55	89	105	174	337
	b) Depreciation and amortisation expense	315	291	259	606	504	1,065
	<b>Total finance cost, depreciation and amortisation</b>	<b>365</b>	<b>346</b>	<b>348</b>	<b>711</b>	<b>678</b>	<b>1,402</b>
5	<b>Profit before tax (3-4)</b>	<b>804</b>	<b>776</b>	<b>653</b>	<b>1,580</b>	<b>1,039</b>	<b>2,935</b>
6	<b>Tax expense (refer note 3)</b>						
	a) Current tax	187	205	186	392	308	853
	b) Deferred tax (net)	14	14	6	28	(1)	(6)
	<b>Total tax expense</b>	<b>201</b>	<b>219</b>	<b>192</b>	<b>420</b>	<b>307</b>	<b>847</b>
7	<b>Net profit for the period/year (5-6)</b>	<b>603</b>	<b>557</b>	<b>461</b>	<b>1,160</b>	<b>732</b>	<b>2,088</b>
8	<b>Other comprehensive income/(expenses)</b>						
	Items that will not be reclassified to profit or loss (net of tax)						
	- Net fair value gain on investments in equity shares at FVTOCI	-	-	-	-	-	6
	- Remeasurement of post employment benefit obligations	4	(31)	(7)	(27)	(33)	(25)
	<b>Other comprehensive income/(expenses)</b>	<b>4</b>	<b>(31)</b>	<b>(7)</b>	<b>(27)</b>	<b>(33)</b>	<b>(19)</b>
9	<b>Total comprehensive income for the period/ year (7+8)</b>	<b>607</b>	<b>526</b>	<b>454</b>	<b>1,133</b>	<b>699</b>	<b>2,069</b>
10	<b>Paid up equity share capital (face value Rs.10/- each)</b>	<b>2,282</b>	<b>2,282</b>	<b>2,282</b>	<b>2,282</b>	<b>2,282</b>	<b>2,282</b>
11	<b>Other equity</b>						<b>7,832</b>
12	<b>Earnings per share (Basic and diluted) (Face value Rs. 10/-each) (not annualised)</b>	<b>2.64</b>	<b>2.44</b>	<b>2.02</b>	<b>5.08</b>	<b>3.21</b>	<b>9.15</b>
13	<b>Dividend per share (Par value Rs. 10/- each)</b>						
	Final dividend on equity shares (in Rs.)	-	2.00	1.80	2.00	1.80	1.80
	<b>Total equity dividend percentage (%)</b>	<b>-</b>	<b>20</b>	<b>18</b>	<b>20</b>	<b>18</b>	<b>18</b>



Notes to the Standalone Unaudited Financial Results for the quarter and six months ended September 30, 2023

- 1 The 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 October 16, 2023.
- 2 For the financial year ended March 31, 2023, the Company has paid final dividend of Rs. 2.00 (20%) per equity share which was recommended by the Board and approved by Shareholders at the Annual General Meeting of the Company held on June 22, 2023.
- 3 Effective April 1, 2023, the Company exercised the option provided under Section 115 BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019 for the lower tax rate. Accordingly, tax expense for the current quarter and six months ended September 30, 2023 is based on revised tax rate. The deferred tax assets as at April 01, 2023 have also been revalued based on the revised rate.
- 4 During the quarter ended June 30, 2023, Company made an investment of Rs. 100 Lakhs in 9.09% equity shares of Piscis Networks Private Limited. During the current quarter, Company made further investment of Rs. 204 Lakhs to acquire additional 22.63% of equity shares. As at September 30, 2023 Company holds 31.72% stake in Piscis Networks Private Limited. As per provisions of Ind AS 28 -Investment in Associates and Joint ventures, Piscis Networks Private Limited has been treated as an associate as at September 30, 2023.
- 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 Previous period / year figures have been re-grouped or reclassified wherever applicable, to conform to current period's classification.



Place :- Mumbai  
Date :- October 16, 2023

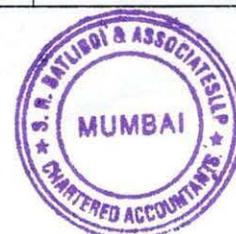


For Nelco Limited  
P. J. Nath

Managing Director & CEO  
DIN :- 05118177

**Nelco Limited**
**Standalone Statement of Assets and Liabilities**
*(Amount Rs in Lakhs, unless otherwise mentioned)*

Particulars	As at September 30, 2023	As at March 31, 2023
	Unaudited	Audited
<b>ASSETS</b>		
<b>Non-current assets</b>		
(a) Property, plant and equipment	5,264	5,087
(b) Capital work-in-progress	458	125
(c) Right-of-use assets	1,190	995
(d) Intangible assets	463	477
(e) Financial assets		
(i) Investments (refer note 4)	3,299	2,995
(ii) Other financial assets	17	17
(f) Deferred tax assets (net)	239	267
(g) Income tax assets (net)	532	492
(h) Other non-current assets	695	663
<b>Total non-current assets</b>	<b>12,157</b>	<b>11,118</b>
<b>Current assets</b>		
(a) Financial assets		
(i) Trade receivables	4,353	4,099
(ii) Cash and cash equivalents	1,837	1,269
(iii) Bank balances other than (ii) above	49	48
(iv) Loans	7	-
(v) Other financial assets	213	274
(b) Other current assets	752	916
<b>Total current assets</b>	<b>7,211</b>	<b>6,606</b>
<b>TOTAL ASSETS</b>	<b>19,368</b>	<b>17,724</b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
(a) Equity share capital	2,282	2,282
(b) Other equity	8,509	7,832
<b>Total equity</b>	<b>10,791</b>	<b>10,114</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	929	1,161
(ia) Lease liabilities	1,049	858
<b>Total non-current liabilities</b>	<b>1,978</b>	<b>2,019</b>
<b>Current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	464	464
(ia) Lease liabilities	240	223
(ii) Trade payables	1,315	1,227
(iii) Other financial liabilities	1,085	776
(b) Provisions	310	285
(c) Contract Liabilities	2,494	2,374
(d) Other current liabilities	691	242
<b>Total current liabilities</b>	<b>6,599</b>	<b>5,591</b>
<b>Total liabilities</b>	<b>8,577</b>	<b>7,610</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>19,368</b>	<b>17,724</b>



Particulars	Period ended	Period ended
	September 30, 2023	September 30, 2022
	Unaudited	Unaudited
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	1,580	1,039
<b>Adjustments to reconcile profit before tax to net cash flows</b>		
Depreciation and amortisation expense	606	504
Finance costs	105	174
Interest income	(2)	(43)
Profit on sale of property, plant & equipment	(6)	-
Impairment allowance (allowance for bad and doubtful debts)	-	9
Provision for disputes	-	99
Unrealised mark to market (gain) / loss on forward contracts	-	1
Unrealised foreign exchange loss (net)	-	(15)
<b>Operating profit before working capital changes</b>	<b>2,283</b>	<b>1,768</b>
<b>Movement in working capital</b>		
<b>Movements in assets</b>		
- (Increase) in trade receivables	(254)	(784)
- (Increase)/ decrease in current financial assets - loans	(7)	6
- Decrease/ (increase) in other current financial assets	61	(410)
- Decrease in other non-current financial assets	-	137
- Decrease/ (increase) in other current assets	164	(140)
- (Increase)/ decrease in other non-current assets	(32)	8
<b>Movements in liabilities</b>		
- Increase in trade payables	88	445
- (Decrease) in other current financial liabilities	(207)	(509)
- Increase in contract liabilities	120	827
- Increase in other current liabilities	449	396
- (Decrease) in current provisions	(2)	(122)
<b>Cash generated from operations</b>	<b>2,663</b>	<b>1,622</b>
- Direct taxes paid (net of refunds)	(432)	99
<b>Net cash flow generated from operating activities (A)</b>	<b>2,231</b>	<b>1,721</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment / intangible assets/capital work-in-progress	(461)	(1,079)
Proceeds from sale of property, plant and equipment / intangible assets	9	-
Investment in associates	(304)	-
Interest income received	2	43
(Investment)/redemption in margin money deposits	(1)	2
<b>Net cash (used in) investing activities (B)</b>	<b>(755)</b>	<b>(1,035)</b>
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from borrowings	-	6,700
Repayment of borrowings	(232)	(5,749)
Payment of principal portion of lease liabilities	(117)	(82)
Payment of interest portion of lease liabilities	(45)	(45)
Interest paid	(58)	(122)
Dividend paid	(456)	(411)
<b>Net cash (used in)/generate from financing activities (C)</b>	<b>(908)</b>	<b>291</b>
<b>Net increase in cash &amp; cash equivalents [(A)+(B)+(C)]</b>	<b>568</b>	<b>977</b>
Cash and cash equivalents at the beginning of the period	1,269	478
Cash and cash equivalents at the end of the period	1,837	1,455

Cash and cash equivalents comprise of :	As at	As at
	September 30, 2023	September 30, 2022
Balance with banks in current accounts	1,508	1,243
Cash on hand	*	-
Cheques on hand	329	708
Bank overdraft	-	(496)
<b>Total</b>	<b>1,837</b>	<b>1,455</b>

\* Below rounding off norms adopted by the Company.



**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 September 30, 2023 and year to date from April 01, 2023 to September 30, 2023 (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: 23117142BGYJDR2298  
Mumbai  
October 16, 2023

