

15th January 2024

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 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 5th January 2024, we are submitting: -

1. Unaudited Consolidated Financial Results for the quarter and nine months ended 31st December 2023 along with the Limited Review Report by the Statutory Auditors.
2. Unaudited Standalone Financial Results for the quarter and nine months ended 31st December 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 15th January 2024 which commenced at 12.30 p.m. and concluded at 2.00 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

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 nine months ended December 31, 2023

(Rs. In Lakhs)

Sr.No.	Particulars	3 Months ended	Preceding	Corresponding 3	9 Months ended	9 Months ended	Previous Year ended
		31-Dec-2023	3 Months ended	Months ended	31-Dec-2023	31-Dec-2022	31-Mar-2023
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income						
	a) Income from operations	8,324	7,665	7,423	23,869	23,135	31,333
	b) Other income	84	41	69	163	172	257
	Total income	8,408	7,706	7,492	24,032	23,307	31,590
2	Expenses						
	a) Purchase of stock-in-trade	565	1,107	822	2,647	4,262	5,614
	b) Changes in Inventories of stock-in-trade	380	(233)	(48)	(20)	(376)	(544)
	c) Operating expenses	3,789	3,545	3,311	10,850	9,076	12,484
	d) Employee benefits expense	1,046	1,036	897	3,201	2,732	3,694
	e) Other expenses	912	819	925	2,724	3,047	4,009
	Total expenses	6,692	6,274	5,907	19,402	18,741	25,257
3	Profit before finance cost, depreciation, amortisation, share of profit from associate and tax (1-2)	1,716	1,432	1,585	4,630	4,566	6,333
4	Finance cost, depreciation and amortisation						
	a) Finance cost	191	168	180	513	566	773
	b) Depreciation and amortisation expense	585	512	684	1,619	1,983	2,778
	Total finance cost, depreciation and amortisation	776	680	864	2,132	2,549	3,551
5	Profit before tax and share of profit from associate (3-4)	940	752	721	2,498	2,017	2,782
6	Tax expense (refer note 2)						
	a) Current tax	715	187	263	1,107	832	1,136
	b) Deferred tax (net)	(463)	(7)	(42)	(442)	(234)	(339)
	c) Tax adjustment for earlier years (including deferred tax)	102	6	-	108	-	-
	Total tax expenses	354	186	221	773	598	797
7	Profit before share of profit from associate (5-6)	586	566	500	1,725	1,419	1,985
8	Add: Share of profit from associate (refer note 3)	29	3	-	32	-	-
9	Net profit for the period/year (7+8)	615	569	500	1,757	1,419	1,985
10	Other comprehensive income/(expenses)						
	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	20	8	15	(20)	(31)	(30)
	Other comprehensive income/(expenses)	20	8	15	(20)	(31)	(24)
11	Total comprehensive income for the period/year (9+10)	635	577	515	1,737	1,388	1,961
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)	2.69	2.49	2.19	7.70	6.22	8.70
15	Dividend per share (Par Value Rs. 10/- each)						
	Final dividend on equity shares (in Rs.)				2.00	1.80	1.80
	Total equity dividend percentage (%)				20	18	18



SIGNED FOR IDENTIFICATION

BY



S.R. BATLIBOI & ASSOCIATES LLP
MUMBAI

Notes to the Consolidated Unaudited Financial Results for the quarter and nine months ended December 31, 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 January 15, 2024.
- 2 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 nine months ended December 31, 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.
- 3 During the quarter ended June 30, 2023, the Holding Company made an investment of Rs. 100 Lakhs in 9.09% equity shares of Piscis Networks Private Limited. During the quarter ended September 30, 2023, the Holding Company made further investment of Rs. 204 Lakhs to acquire additional 22.63% of equity shares. As at December 31, 2023 the Holding 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.
- 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 Previous period / year figures have been re-grouped or reclassified wherever applicable, to conform to current period's classification.
- 6 The Unaudited Standalone and Consolidated financial results for the quarter and nine months ended December 31, 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
P. J. Nath
[Signature]
Managing Director & CEO
DIN :- 05118177

Place :- Mumbai
Date :- January 15, 2024

SIGNED FOR IDENTIFICATION
BY *[Signature]*
S.R. BATLIBOI & ASSOCIATES LLP
MUMBAI

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 December 31, 2023 and year to date from April 01, 2023 to December 31, 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



S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

Nelco Limited – Consolidated LRR – December 23

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5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of other auditors referred to in paragraph 6 below, 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 the unaudited interim financial results and other financial information in respect of an associate whose unaudited interim financial results include Group's share of net profit of Rs. 29 lakhs and Rs. 32 lakhs and Group's share of total comprehensive income of Rs. Nil and Rs. Nil for the quarter ended December 31, 2023 and the period from April 01, 2023 to December 31, 2023 respectively as considered in the statement whose interim financial results and other financial information have been reviewed by its independent auditor.

The independent auditor's reports on interim financial results of this entity has been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures in respect of this associate is based solely on the report of such auditor and procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement in respect of matters stated in para 6 is not modified with respect to our reliance on the work done and the reports of the other auditor and the financial information.

S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm registration number: 101049W/E300004



per Aniket Sohani
Partner

Membership No.: 117142

UDIN: 24117142BKDHYC9667

Mumbai

January 15, 2024



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, 2023

(Rs in Lakhs)

Sr. No.	Particulars	3 Months ended 31-Dec-2023	Preceding 3 Months ended 30-Sep-2023	Corresponding 3 Months ended 31-Dec-2022	9 Months ended 31-Dec-2023	9 Months ended 31-Dec-2022	Previous Year ended 31-Mar-2023
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income						
	a) Income from operations	5,797	5,388	5,191	16,747	14,076	19,704
	b) Other income	85	52	88	172	208	268
	Total income	5,882	5,440	5,279	16,919	14,284	19,972
2	Expenses						
	a) Cost of materials consumed	-	-	26	3	27	27
	b) Operating expenses	3,288	3,079	2,891	9,441	7,774	10,790
	c) Employee benefits expense	682	660	564	2,052	1,741	2,339
	d) Other expenses	597	532	635	1,817	1,862	2,479
	Total expenses	4,567	4,271	4,116	13,313	11,404	15,635
3	Profit before finance cost, depreciation, amortisation and tax (1-2)	1,315	1,169	1,163	3,606	2,880	4,337
4	Finance cost, depreciation and amortisation						
	a) Finance cost	91	50	73	196	247	337
	b) Depreciation and amortisation expense	338	315	268	944	772	1,065
	Total finance cost, depreciation and amortisation	429	365	341	1,140	1,019	1,402
5	Profit before tax (3-4)	886	804	822	2,466	1,861	2,935
6	Tax expense (refer note 2)						
	a) Current tax	703	187	251	1,095	559	853
	b) Deferred tax (net)	(468)	14	(14)	(440)	(15)	(6)
	c) Tax adjustment for earlier years (including deferred tax)	102	-	-	102	-	-
	Total tax expense	337	201	237	757	544	847
7	Net profit for the period/year (5-6)	549	603	585	1,709	1,317	2,088
8	Other comprehensive income/(expenses)						
	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	10	4	8	(17)	(25)	(25)
	Other comprehensive income/(expenses)	10	4	8	(17)	(25)	(19)
9	Total comprehensive income for the period/ year (7+8)	559	607	593	1,692	1,292	2,069
10	Paid up equity share capital (face value Rs.10/- each)	2,282	2,282	2,282	2,282	2,282	2,282
11	Other equity						7,832
12	Earnings per share (Basic and diluted) (Face value Rs. 10/-each) (not annualised)	2.40	2.64	2.57	7.49	5.77	9.15
13	Dividend per share (Par value Rs. 10/- each)						
	Final dividend on equity shares (in Rs.)	-	-	-	2.00	1.80	1.80
	Total equity dividend percentage (%)	-	-	-	20	18	18



SIGNED FOR IDENTIFICATION
BY 
S.R. BATLIBOI & ASSOCIATES LLP
MUMBAI

Notes to the Standalone Unaudited Financial Results for the quarter and nine months ended December 31, 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 January 15, 2024.
- 2 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 nine months ended December 31, 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.
- 3 During the quarter ended June 30, 2023, the Company made an investment of Rs. 100 Lakhs in 9.09% equity shares of Piscis Networks Private Limited. During the quarter ended September 30, 2023, the Company made further investment of Rs. 204 Lakhs to acquire additional 22.63% of equity shares. As at December 31, 2023 the 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.
- 4 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.
- 5 Previous period / year figures have been re-grouped or reclassified wherever applicable, to conform to current period's classification.

For Nelco Limited

P. J. Nath

Managing Director & CEO
DIN :- 05118177




Place :- Mumbai
Date :- January 15, 2024



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, 2023 and year to date from April 01, 2023 to December 31, 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: 24117142BKDHYB3053
Mumbai
January 15, 2024

