

24th April 2025

BSE Limited
Corporate Relationship Dept
1st Floor, New Trading Ring
Rotunda Building, P.J. Towers, Fort,
Mumbai – 400 001
BSE : 504112

National Stock Exchange of India Ltd.
5th floor, Exchange Plaza, Plot No.C-1
Block “G” Bandra Kurla Complex, Bandra (East)
Mumbai – 400 051

NSE: Nelco EQ

Dear Sirs,

Sub: Outcome of the Board Meeting held on 24th April 2025
Pursuant to Part A of Schedule III of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015
Ref: Our letter dated 16th April 2025.

Pursuant to Regulation 33 read with Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please note that the meeting of the Board of Directors scheduled today commenced at 3.45 p.m. and concluded at 6.00 p.m. The major outcome of the meeting, amongst other things, is as follows: -

1. Audited Financial Results:

We enclose herewith the Audited Financial Results (Consolidated and Standalone) along with the Audit Reports thereon of the Company for the financial year ended 31st March 2025, which have been approved and taken on record at the meeting of the Board of Directors of the Company held today. We would like to state that S.R. Batliboi & Associates LLP, Statutory Auditors of the Company, have issued Audit Reports with an unmodified opinion on the above-mentioned audited financial results for the financial year ended 31st March 2025.

2. Recommendation of dividend:

We would like to inform that the Board of Directors has recommended a final dividend of Rs. 1/- per share (10%) (face value of Rs. 10 each) for the financial year ended 31st March 2025 subject to the approval of the shareholders at the ensuing Annual General Meeting of the Company.

The aforesaid information is also available on the website of the Company at www.nelco.in.

Yours faithfully,
NELCO Limited

Ritesh Kamdar
Company Secretary & Head – Legal
ACS 20154
Encl: as stated above.

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

To
**The Board of Directors of
Nelco Limited**

Report on the audit of the Consolidated Financial Results

Opinion

We have audited the accompanying statement of quarterly and year to date Consolidated Financial Results of Nelco Limited ("Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group") and its associate for the quarter ended March 31, 2025 and for the year ended March 31, 2025 ("Statement"), attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the statement:

- i. includes the results of the following entities;
 - Holding Company - Nelco Limited
 - Subsidiary Company - Nelco Network Products Limited
 - Associate Company - Piscis Networks Private Limited
- ii. are presented in accordance with the requirements of the Listing Regulations in this regard; and
- iii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the consolidated net loss / profit and other comprehensive income / loss and other financial information of the Group for the quarter ended March 31, 2025 and for the year ended March 31, 2025.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs), as specified under Section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Consolidated Financial Results" section of our report. We are independent of the Group and its associate in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.



S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

Nelco Limited

Independent Auditor's Report on the Consolidated Financial Results- March 31, 2025

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Management's Responsibilities for the Consolidated Financial Results

The Statement has been prepared on the basis of the Consolidated Annual Financial Statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of the Statement that give a true and fair view of the net loss / profit and other comprehensive income / loss and other financial information of the Group including its associate in accordance with the applicable accounting standards prescribed under Section 133 of the Act 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 respective Board of Directors of the Companies included in the Group and of its associate are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of their respective companies and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Statement by the Directors of the Holding Company, as aforesaid.

In preparing the Statement, the respective Board of Directors of the companies included in the Group and of its associate are responsible for assessing the ability of their respective companies to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its associate are also responsible for overseeing the financial reporting process of their respective companies .

Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to Financial Statements in place and the operating effectiveness of such controls.



S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

Nelco Limited

Independent Auditor's Report on the Consolidated Financial Results- March 31, 2025

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- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its associate to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its associate to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Financial Results / Financial Information of the entities within the Group and its associate of which we are the independent auditors to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of the financial information of such entities included in the Statement of which we are the independent auditors.

We communicate with those charged with governance of the Holding Company and such other entities included in the Statement of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence and where applicable, related safeguards.

We also performed procedures in accordance with the Master Circular issued by the Securities Exchange Board of India under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

Other Matter

The Statement includes the results for the quarter ended March 31, 2025 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2025 and the published unaudited year-to-date figures up to the end of the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

For S.R. Batliboi & Associates LLP

Chartered Accountants

ICAI Firm Registration Number: 101049W/E300004

Aniket Anil
Sohani

Digitally signed by Aniket Anil
Sohani
DN: cn=Aniket Anil Sohani, c=IN,
o=Personal,
email=aniket.sohani@srb.in
Date: 2025.04.24 18:41:28 +05'30'

per Aniket Sohani
Partner

Membership No.: 117142

UDIN: 25117142BMKVPQ3309

Mumbai

April 24, 2025



Statement of Consolidated Audited Financial Results for the quarter and year ended March 31, 2025

(Rs. in Lakhs)

Sr.No.	Particulars	3 Months ended 31-Mar-2025	Preceding 3 Months ended 31-Dec-2024	Corresponding 3 Months ended	Year ended 31-Mar-2025	Previous Year ended 31-Mar-2024
		Audited (Refer note 7)	Unaudited	Audited (Refer note 7)	Audited	Audited
1	Income					
	a) Income from operations	6,752	8,072	8,161	30,487	32,030
	b) Other income (refer note 4)	264	152	73	518	236
	Total income	7,016	8,224	8,234	31,005	32,266
2	Expenses					
	a) Purchase of stock- in-trade	1,111	739	1,342	3,184	3,989
	b) Changes in Inventories of stock-in-trade	(857)	(24)	(440)	(482)	(460)
	c) Operating expenses (refer note 5)	3,461	3,889	3,672	14,747	14,522
	d) Employee benefits expenses	1,103	1,121	1,103	4,573	4,304
	e) Other expenses	1,271	1,129	1,012	4,268	3,736
	Total expenses	6,089	6,854	6,689	26,290	26,091
3	Profit before finance cost, depreciation, amortisation, share of profit from associate and tax (1-2)	927	1,370	1,545	4,715	6,175
4	Finance cost, depreciation and amortisation					
	a) Finance cost [refer note 3(b) & 3(c)]	152	151	144	552	657
	b) Depreciation and amortisation expense	643	526	595	2,216	2,214
	Total finance cost, depreciation and amortisation	795	677	739	2,768	2,871
5	Profit before share of profit from associate and tax (3-4)	132	693	806	1,947	3,304
6	Add: Share of profit from associate (refer note 2)	(19)	5	15	19	47
7	Profit before tax (5+6)	113	698	821	1,966	3,351
8	Tax expense [refer note 3(a)]					
	a) Current tax	175	336	320	1,054	1,427
	b) Deferred tax (net)	(147)	(154)	(109)	(555)	(551)
	c) Tax adjustment for earlier years (including deferred tax) [refer note 3(c)]	493	21	-	514	108
	Total tax expenses	521	203	211	1,013	984
9	Net profit/(loss) for the period/year (7-8)	(408)	495	610	953	2,367
10	Other comprehensive income/(expenses)					
	Items that will not be reclassified to profit or loss (net of tax)					
	-Remeasurement of post employment benefit obligations (net of tax)	6	(6)	12	(19)	(8)
	Other comprehensive income/(expenses)	6	(6)	12	(19)	(8)
11	Total comprehensive income/(expenses) for the period/year (9+10)	(402)	489	622	934	2,359
12	Paid up equity share capital (face value Rs.10/- each)	2,282	2,282	2,282	2,282	2,282
13	Other equity				10,508	10,076
14	Earnings per share (Basic and diluted) (Face value Rs. 10/-each) (not annualised)	(1.79)	2.17	2.67	4.18	10.37
15	Dividend per share (Par Value Rs. 10/- each)					
	Final dividend on equity shares (in Rs.)	-	-	-	2.20	2.00
	Total equity dividend percentage (%)	-	-	-	22	20

Notes to the Consolidated Audited Financial Results for the quarter and year ended March 31, 2025

- 1 The Consolidated financial results of Nelco Limited ("the Holding Company"), its subsidiary Nelco Network Products Limited (together referred to as "Group") and its associate Piscis Networks Private Limited 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 April 24, 2025.
- 2 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 March 31, 2025 and March 31, 2024 the Holding Company held 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.
- 3(a) 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 period, previous period and year ended March 31, 2024 is based on revised tax rate. The deferred tax assets as at April 1, 2023 have also been revalued based on the revised rate.
- (b) On October 16, 2023, the Honourable Supreme Court of India pronounced a judgement regarding treatment of Variable License Fee paid to Department of Telecommunication under New Telecom Policy 1999, since July 1999, to be treated as capital in nature and not revenue expenditure for the purpose of computation of taxable income. Even though the Company was not a party to the above judgement, as a matter of prudence, the Company assessed and recorded a provision of Rs. 102 lakhs towards tax (net of deferred tax) and Rs. 46 lakhs towards interest which was treated as finance cost for the year ended March 31, 2024.

On May 17, 2024, the Honourable Supreme Court of India, while disposing Miscellaneous Application, waived the interest liability that would have arisen as a result of the order dated October 16, 2023. Considering the Order dated May 17, 2024 and based on the assessment of the position, during the previous quarter ended June 30, 2024, management reversed the liability amounting to Rs 22 Lakhs relating to Interest pertaining to the period before October 16, 2023.
- (c) During the quarter ended 31 March 2025, the Holding Company filed an application under "Vivad se Vishwas Scheme, 2024" to settle the pending Income Tax matter and dues relating to Assessment Year 2011-12. Holding Company's application has been approved by the Income Tax Authorities. Tax payable Rs. 488 L as per the application has been recognised as Tax Adjustments for earlier years and Interest on income tax payable Rs 21 Lacs has been recognised as Finance Cost for the year ended March 31, 2025.
- 4 For the quarter ended December 31, 2024 and year ended March 31, 2025 other income includes interest on income tax refund of Rs. 115 Lakhs.
- 5 During the quarter ended December 31, 2024, Intelsat's IS-33E satellite (one of the Satellite that Holding Company used to provide services) experienced a power outage on October 19, 2024. The Satellite operator confirmed on October 20, 2024 that the Satellite would not be recovered. Holding Company successfully migrated its impacted customers to alternative satellite capacity and minimised the impact on current period revenue. This was intimated to Stock Exchanges pursuant to regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") in communication dated October 21, 2024.
- 6 For the financial year ended March 31, 2025, the Board of Directors have recommended a final dividend of Rs. 1.00 (10%) per equity share. The payment is subject to approval of the shareholders at ensuing Annual General Meeting of the Company.
- 7 The figures of the quarters ended March 31, 2025 and March 31, 2024 are the balancing figures between the audited figures in respect of the full financial year and the published figures of nine months ended December 31, 2024 and December 31, 2023 respectively, which were subjected to limited review by the statutory auditors.
- 8 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.
- 9 The Audited Standalone and Consolidated financial results for the quarter and year ended March 31, 2025, of the Holding Company are available on the Company's website (URL: www.nelco.in/investor-relation/financial.php), Bombay Stock Exchange's website (URL: www.bseindia.com) and National Stock Exchange's website (URL: www.nseindia.com).

For Nelco Limited

P. J. Nath

PRADIP JYOTI
NATH

Digitally signed by PRADIP JYOTI
NATH
Date: 2025.04.24 18:17:54 +05'30'

Managing Director & CEO

DIN :- 05118177

Place :- Mumbai

Date :- April 24, 2025

Nelco Limited
Consolidated Statement of Assets and Liabilities

(Amount Rs in Lakhs, unless otherwise mentioned)



Particulars	As at	As at
	March 31, 2025	March 31, 2024
	Audited	Audited
ASSETS		
Non-current assets		
(a) Property, plant and equipment	6,132	6,201
(b) Capital work-in-progress	870	962
(c) Right-of-use assets	1,248	2,080
(d) Intangible assets	416	439
(e) Intangible assets under development	-	23
(f) Financial assets		
(i) Investments (refer note 2)	392	373
(ii) Other financial assets	90	164
(g) Deferred tax assets (net)	2,550	1,989
(h) Income tax assets (net)	89	176
(i) Other non-current assets	242	633
Total non-current assets	12,029	13,040
Current assets		
(a) Inventories	3,069	2,587
(b) Financial assets		
(i) Trade receivables	10,653	8,507
(ii) Cash and cash equivalents	1,385	2,179
(iii) Bank balances other than (ii) above	76	53
(iv) Loans	21	4
(v) Other financial assets	341	215
(c) Contract assets	-	809
(d) Other current assets	1,171	802
Total current assets	16,716	15,156
TOTAL ASSETS	28,745	28,196
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity share capital	2,282	2,282
(b) Other equity	10,508	10,076
Total equity	12,790	12,358
LIABILITIES		
Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	-	17
(ia) Lease liabilities	691	1,885
(ii) Other financial liabilities	14	-
Total non-current liabilities	705	1,902
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	3,795	3,305
(ia) Lease liabilities	765	480
(ii) Trade payables	4,677	3,520
(iii) Other financial liabilities	1,558	1,992
(b) Contract liabilities	3,498	3,637
(c) Other current liabilities	358	371
(d) Provisions	599	631
Total current liabilities	15,250	13,936
Total liabilities	15,955	15,838
TOTAL EQUITY AND LIABILITIES	28,745	28,196

Particulars	Year Ended March 31, 2025	Year Ended March 31, 2024
	Audited	Audited
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax and share of profit from associate	1,947	3,304
Adjustments to reconcile profit before tax to net cash flows		
Depreciation and amortisation expense	2,216	2,214
Finance costs	552	657
Unrealised mark to market loss on forward contracts	2	3
Unrealised foreign exchange (gain)/loss (net)	17	(23)
Impairment allowance ((gain)/allowance for bad and doubtful debts)	-	(9)
Liabilities/provisions no longer required, written back	(205)	(31)
(Gain)/loss on disposal of property, plant and equipment (net)	15	(8)
Provision for warranty (net)	-	71
Unwinding of discount on financial asset measured at amortised cost	(112)	(63)
Interest income	(5)	(5)
Operating profit before working capital changes	4,427	6,110
Movement in working capital		
Movements in assets		
- (Increase) in trade receivables	(2,146)	(223)
- (increase)/decrease in other current assets	(369)	446
- Decrease in other non current assets	391	31
- (Increase) in inventories	(749)	(120)
- (Increase)/decrease in other current financial assets	(143)	126
- (Increase)/decrease in other non-current financial assets	74	3
- Decrease/(increase) in contract assets	809	(147)
Movements in liabilities		
- Increase/(decrease) in trade payables	1,342	(935)
- Increase in other financial liabilities - non current	14	-
- (Decrease) in other non-current liabilities	-	(1)
- (Decrease)/increase in other current financial liabilities	(106)	199
- (Decrease)/increase in contract liabilities	(27)	718
- (Decrease)/increase in other current liabilities	(13)	83
- (Decrease) in current provisions	(58)	(14)
Cash generated from operations	3,446	6,276
- Direct taxes paid (net of refunds)	(1,480)	(1,787)
Net cash flow generated from operating activities (A)	1,966	4,489
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment and intangible assets (net off capital work-in-progress/assets under development)	(1,657)	(1,631)
Proceeds from sale of property, plant and equipment	21	13
Interest income received	5	5
Investment in associate	-	(304)
Increase in bank balance not considered as cash and cash equivalents	(23)	(5)
Net cash (used in) investing activities (B)	(1,654)	(1,922)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from short term borrowings	10,700	7,786
Repayment of short term borrowings	(10,227)	(8,260)
Repayment of long term borrowings		
Payment of principal portion of lease liabilities	(482)	(550)
Payment of interest portion of lease liabilities	(190)	(230)
Interest paid	(425)	(297)
Dividend paid	(482)	(453)
Net cash (used in) financing activities (C)	(1,106)	(2,004)
Net (decrease)/ increase in cash & cash equivalents [(A)+(B)+(C)]	(794)	563
Cash and cash equivalents at the beginning of the year	2,179	1,616
Cash and cash equivalents at the end of the year	1,385	2,179

Note :

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

Cash and cash equivalents comprise of :	As at March 31, 2025	As at March 31, 2024
Balance with banks in current accounts	391	1,860
Balance with banks in deposits accounts	651	-
Cheques on hand	343	319
Cash on hand	*	*
Total	1,385	2,179

* Below rounding off norms adopted by the Group.

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

To
**The Board of Directors of
Nelco Limited**

Report on the audit of the Standalone Financial Results

Opinion

We have audited the accompanying statement of quarterly and year to date Standalone Financial Results of Nelco Limited (the "Company") for the quarter ended March 31, 2025 and for the year ended March 31, 2025 ("Statement") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India of the net loss /profit and other comprehensive income / loss and other financial information of the Company for the quarter ended March 31, 2025 and for the year ended March 31, 2025.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Standalone Financial Results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Standalone Financial Results

The Statement has been prepared on the basis of the Standalone Annual Financial Statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net loss / profit and other comprehensive income / loss of the Company and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the



S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

Nelco Limited

Independent Auditor's Report on the Standalone Financial Results- March 31, 2025

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preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

Nelco Limited

Independent Auditor's Report on the Standalone Financial Results- March 31, 2025

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We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence and where applicable, related safeguards.

Other Matter

The Statement includes the results for the quarter ended March 31, 2025 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2025 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

For S.R. Batliboi & Associates LLP

Chartered Accountants

ICAI Firm Registration Number: 101049W/E300004

**Aniket Anil
Sohani**

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Sohani
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per Aniket Sohani

Partner

Membership No.: 117142

UDIN: 25117142BMKVPP7371

Mumbai

April 24, 2025



Statement of Standalone Audited Financial Results for the quarter and year ended March 31, 2025

(Rs in Lakhs)

Sr. No.	Particulars	3 Months ended 31-March-2025	Preceding 3 Months ended 31-Dec-2024	Corresponding 3 Months ended 31-Mar-2024	Year ended 31-Mar-2025	Previous Year ended 31-Mar-2024
		Audited (Refer note 7)	Unaudited	Audited (Refer note 7)	Audited	Audited
1	Income					
	a) Income from operations	5,077	5,120	5,521	20,563	22,268
	b) Other income (refer note 4)	146	141	64	395	236
	Total income	5,223	5,261	5,585	20,958	22,504
2	Expenses					
	a) Cost of materials consumed	1	-	16	2	19
	b) Operating expenses (refer note 5)	2,605	2,737	3,204	11,638	12,645
	c) Employee benefits expenses	694	726	733	2,934	2,785
	d) Other expenses	963	805	681	2,975	2,498
	Total expenses	4,263	4,268	4,634	17,549	17,947
3	Profit before finance cost, depreciation, amortisation and tax (1-2)	960	993	951	3,409	4,557
4	Finance cost, depreciation and amortisation					
	a) Finance cost [refer note 3(b) & 3(c)]	50	57	53	154	249
	b) Depreciation and amortisation expense	271	315	340	1,263	1,284
	Total finance cost, depreciation and amortisation	321	372	393	1,417	1,533
5	Profit before tax (3-4)	639	621	558	1,992	3,024
6	Tax expense [refer note 3(a)]					
	a) Current tax	271	328	249	1,058	1,344
	b) Deferred tax (net)	(117)	(162)	(109)	(551)	(549)
	c) Tax adjustment for earlier years (including deferred tax) [refer note 3(c)]	488	16	-	504	102
	Total tax expense	642	182	140	1,011	897
7	Net profit/(loss) for the period/year (5-6)	(3)	439	418	981	2,127
8	Other comprehensive income/(expenses)					
	Items that will not be reclassified to profit or loss (net of tax)					
	- Remeasurement of post employment benefit obligations (net of tax)	7	(1)	7	(14)	(10)
	Other comprehensive income/(expenses)	7	(1)	7	(14)	(10)
9	Total comprehensive income for the period/ year (7+8)	4	438	425	967	2,117
10	Paid up equity share capital (face value Rs.10/- each)	2,282	2,282	2,282	2,282	2,282
11	Other equity				9,958	9,493
12	Earnings per share (Basic and diluted) (Face value Rs. 10/-each) (not annualised)	(0.01)	1.92	1.83	4.30	9.32
13	Dividend per share (Par value Rs. 10/- each)					
	Final dividend on equity shares (in Rs.)	-	-	-	2.20	2.00
	Total equity dividend percentage (%)	-	-	-	22	20

Notes to the Standalone Audited Financial Results for the quarter and year ended March 31, 2025

- 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 April 24, 2025.
- 2 During the quarter ended June 30, 2023, Nelco Limited ('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 March 31, 2025 and March 31, 2024 the Company held 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.
- 3(a) 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 period, previous period and year ended March 31, 2024 is based on revised tax rate. The deferred tax assets as at April 01, 2023 have also been revalued based on the revised rate.
- (b) On October 16, 2023, the Honourable Supreme Court of India pronounced a judgement regarding treatment of Variable License Fee paid to Department of Telecommunication under New Telecom Policy 1999, since July 1999, to be treated as capital in nature and not revenue expenditure for the purpose of computation of taxable income. Even though the Company was not a party to the above judgement, as a matter of prudence, the Company assessed and recorded a provision of Rs. 102 Lakhs towards tax (net of deferred tax) and Rs. 46 lakhs towards interest which was treated as finance cost for the year ended March 31, 2024. On May 17, 2024, the Honourable Supreme Court of India, while disposing Miscellaneous Application, waived the interest liability that would have arisen as a result of the order dated October 16, 2023. Considering the Order dated May 17, 2024 and based on the assessment of the position, during the previous quarter ended June 30, 2024, management reversed the liability amounting to Rs 22 Lakhs relating to Interest pertaining to the period before October 16, 2023.
- (c) During the quarter ended 31 March 2025, Company filed an application under "Vivad se Vishwas Scheme, 2024" to settle the pending Income Tax matter and dues relating to Assessment Year 2011-12. Company's application has been approved by the Income Tax Authorities. Tax payable Rs. 488 L as per the application has been recognised as Tax Adjustments for earlier years and Interest on income tax payable Rs 21 Lacs has been recognised as Finance Cost for the year ended March 31, 2025.
- 4 For the quarter ended December 31, 2024 and year ended March 31, 2025 other income includes interest on income tax refund of Rs. 104 Lakhs.
- 5 During the quarter ended December 31, 2024, Intelsat's IS-33E satellite (one of the Satellite that Company used to provide services) experienced a power outage on October 19, 2024. The Satellite operator confirmed on October 20, 2024 that the Satellite would not be recovered. Company successfully migrated its impacted customers to alternative satellite capacity and minimised the impact on current period revenue. This was intimated to Stock Exchanges pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") in communication dated October 21, 2024.
- 6 For the financial year ended March 31, 2025, the Board of Directors have recommended a final dividend of Rs. 1.00 (10%) per equity share. The payment is subject to approval of the shareholders at ensuing Annual General Meeting of the Company.
- 7 The figures of the quarters ended March 31, 2025 and March 31, 2024 are the balancing figures between the audited figures in respect of the full financial year and the published figures of nine months ended December 31, 2024 and December 31, 2023 respectively, which were subjected to limited review by the statutory auditors.
- 8 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.

For Nelco Limited

P. J. Nath

PRADIP

JYOTI NATH

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PRADIP JYOTI NATH

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Managing Director & CEO

DIN :- 05118177

Place :- Mumbai

Date :- April 24, 2025

Particulars	As at March 31, 2025	As at March 31, 2024
	Audited	Audited
ASSETS		
Non-current assets		
(a) Property, plant and equipment	4,825	5,168
(b) Capital work-in-progress	718	928
(c) Right-of-use assets	869	1,048
(d) Intangible assets	409	434
(e) Intangible assets under development	-	23
(f) Financial assets		
(i) Investments	3,299	3,299
(ii) Other financial assets	17	17
(g) Deferred tax assets (net)	1,818	1,262
(h) Other non-current assets	105	633
Total non-current assets	12,060	12,812
Current assets		
(a) Financial assets		
(i) Trade receivables	3,995	3,779
(ii) Cash and cash equivalents	1,385	1,956
(iii) Bank balances other than (ii) above	76	53
(iv) Loans	21	4
(v) Other financial assets	171	202
(b) Other current assets	625	666
Total current assets	6,273	6,660
TOTAL ASSETS	18,333	19,472
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity share capital	2,282	2,282
(b) Other equity	9,958	9,493
Total equity	12,240	11,775
LIABILITIES		
Non-current liabilities		
(a) Financial liabilities		
(i) Lease liabilities	889	997
(ii) Other financial liabilities	14	-
(b) Non-current tax liability (net)	-	52
Total non-current liabilities	903	1,049
Current liabilities		
(a) Financial liabilities		
(i) Lease liabilities	135	168
(ii) Trade payables	703	1,411
(iii) Other financial liabilities	934	1,483
(b) Current tax liability (net)	253	-
(c) Contract Liabilities	2,672	3,013
(d) Other current liabilities	194	274
(e) Provisions	299	299
Total current liabilities	5,190	6,648
Total liabilities	6,093	7,697
TOTAL EQUITY AND LIABILITIES	18,333	19,472

Particulars	Year ended March 31, 2025	Year ended March 31, 2024
	Audited	Audited
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	1,992	3,024
Adjustments to reconcile profit before tax to net cash flows		
Depreciation and amortisation expense	1,263	1,284
Finance costs	139	249
Interest income	(5)	(5)
Liabilities/provisions no longer required, written back	(190)	(19)
Profit on sale of property, plant & equipment (net)	-	(6)
Unwinding of discount on financial asset measured at amortised cost	(58)	(50)
Unrealised foreign exchange loss (net)	29	5
Operating profit before working capital changes	3,170	4,482
Adjustments for changes in working capital:		
Movement in working capital		
Movements in assets		
- (Increase)/decrease in trade receivables	(216)	320
- (Increase) in current financial assets - loans	(17)	(4)
- Decrease in other current financial assets	31	72
- Decrease in other current assets	41	250
- Decrease in other non-current assets	528	30
Movements in liabilities		
- (Decrease)/increase in trade payables	(547)	198
- Increase in other non-current financial liabilities	14	-
- (Decrease)/increase in other current financial liabilities	(20)	134
- (Decrease)/increase in contract liabilities	(283)	689
- (Decrease)/increase in other current liabilities	(80)	32
- (Decrease)/increase in current provisions	(19)	4
Cash generated from operations	2,602	6,207
- Direct taxes paid (net of refunds)	(1,360)	(1,348)
Net cash flow generated from operating activities (A)	1,242	4,859
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment and intangible assets (net off capital work-in-progress/ intangible assets under development)	(928)	(1,331)
Proceeds from sale of property, plant and equipment	1	11
Investment in associates	-	(304)
Interest income received	5	5
Increase in bank balance not considered as cash and cash equivalents	(23)	(5)
Net cash (used in) investing activities (B)	(945)	(1,624)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from short term borrowings	3,800	-
Repayment of short term borrowings	(3,800)	(1,625)
Payment of principal portion of lease liabilities	(174)	(252)
Payment of interest portion of lease liabilities	(88)	(94)
Interest paid	(124)	(124)
Dividend paid	(482)	(453)
Net cash (used in) financing activities (C)	(868)	(2,548)
Net (decrease)/ increase in cash & cash equivalents [(A)+(B)+(C)]	(571)	687
Cash and cash equivalents at the beginning of the year	1,956	1,269
Cash and cash equivalents at the end of the year	1,385	1,956

Reconciliation of cash and cash equivalents as per cash flow statement

Cash and cash equivalents comprise of :	As at March 31, 2025	As at March 31, 2024
Balance with banks in current accounts	391	1,856
Balance with banks in deposits accounts	651	-
Cheques on hand	343	100
Cash on hand	*	*
Total	1,385	1,956

* Below rounding off norms adopted by the Company.