

Statement of Standalone Audited Financial Results for the Year Ended 31 March 2022

Sl. No	Particulars	Quarter Ended			Year Ended	
		31.03.2022	31.12.2021	31.03.2021	31.03.2022	31.03.2021
		Audited	Unaudited	Audited	Audited	Audited
1	Net Sales (net of duties)/Income from operations		-	4.03	-	4.03
2	Other income		-	8.36	-	8.36
3	Total Income		-	12.39	-	12.39
4	3196.41					
a)	Cost of materials consumed	-	-	5.54	-	5.54
b)	Purchases of Stock-in-trade progress	-	-	-	-	-
c)	Employee benefits expenses	3.15	3.93	4.05	13.86	15.85
d)	Finance costs	0.03	-	0.05	0.06	0.08
e)	Depreciation and amortisation expenses	49.45	23.55	41.94	123.68	167.78
f)	Power & Fuel	-	-	0.08	0.38	17.60
f)	Other expenses	7.42	9.63	42.82	135.31	85.40
	Total expenses	60.05	37.11	94.48	273.29	292.25
5	Profit/(loss) before exceptional and tax	(60.05)	(37.11)	(82.09)	(273.29)	(279.86)
6	Exceptional items (net credit/charge)	-	-	164.37	1,211.02	164.37
7	Profit/(loss) before tax	(60.05)	(37.11)	82.28	937.73	(115.49)
8	Tax expenses					
a.	Current Tax	-	-	-	-	-
b.	Deferred tax credit/(charge)	-	-	122.62	-	122.63
c.	Income tax for earlier years	-	-	-	-	-
d.	Mat credit Entitlement	-	-	-	-	-
9	Profit/(loss) for the period from continuing operations	(60.05)	(37.11)	204.90	937.73	7.13
10	Profit/(loss) from discontinued operations before tax	-	-	-	-	-
11	Tax expenses of discontinued operation	-	-	-	-	-
12	Profit/(loss) from discontinued operations after Tax	-	-	-	-	-
13	Profit/(loss) for the period	(60.05)	(37.11)	204.90	937.73	7.13
14	Other comprehensive income for the period (net of tax)	-	-	-	-	-
15	TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	(60.05)	(37.11)	204.90	937.73	7.13
16	Paid up equity share capital (face value Rs.10/- per share)	3,196.41	3,196.41	3,196.41	3,196.41	3,196.41
17	Reserves Excluding Revaluation reserves				(1,270.83)	(2,215.34)
18	a) Earnings per share					
	Basic	(0.19)	(0.12)	0.64	2.93	0.02
	Diluted	(0.19)	(0.12)	0.64	2.93	0.02

Notes:

- The financials have been prepared in accordance with Indian Accounting Standards (Ind AS) as prescribed under Section 133 of The Companies Act, 2013 read with Rule 3 of The Companies (Indian Accounting Standards) Rules, 2015 and relevant amendments thereafter.
- The above Financial results have been reviewed by the Audit Committee and approved at the meeting of the Board of Directors of the company held on 30 May 2022.
- The Company has assessed the possible impact of COVID-19 in preparation of the standalone interim financial results, including but not limited to its assessment of liquidity and going concern assumption, recoverable values of its financial and non-financial assets and impact on revenues and costs. The Company has considered internal and external sources of information and has performed sensitivity analysis on the assumptions used and based on current estimates, expects to recover the carrying amount of these assets. The impact of Covid-19 may be different from that estimated as at the date of approval of these standalone interim financial results and the Company will continue to closely monitor any material changes to future economic conditions.
- The company had suspended all the revenue generating operations w.e.f 24 Mar 2020. The company is exploring options of selling a part or all of its revenue generating assets to settle all liabilities. In view of the above, the Company's ability of continuing as a Going concern is dependent on the value that can be generated by the sale of assets and the surplus, if any, available subsequent to the settlement of all liabilities. In view of the uncertainty on the realisable values, the impairment to the value of assets is not ascertainable at this juncture.



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- 5) The Company's account was categorized as NPA by Allahabad Bank and Andhara Bank during the year 2014. In April, 2017, the said Banks assigned the entire debts of the Company alongwith all underlying security interest, all rights, title & benefits to M/s.RARE Asset Reconstruction Limited (previously known as Raytheon Asset Reconstruction Private Limited) under the applicable provisions of the SARFAESI Act. The Company opted for One-Time Settlement offer with the said ARC and obtained in-principle approval from them during March, 2021 and the final approval of OTS has now been received. As per terms of in-principle approval, the initial payment of Rs.30 crores was already paid to the said ARC on 30th March, 2021 from the proceeds of sale of Shopping Mall and part of Multiplex properties and paid Rs. 12.20 crore from the proceeds of sale of Hotel at Coonoor (Rs. 10 cr during the quarter ended December 31, 2021)and Advance received for sale of power plant (Rs.2.38 during the quarter ended March 31, 2022). (Refer Note 6a and 6b below).
- 6) a) The Company entered into a Memorandum of Understanding (MoU) on 10th November, 2020 with M/s. Avenue Supermarts Limited, Mumbai, non-related party, for sale of Company's Shopping Mall and part of Multiplex properties with the consent of M/s.RARE Asset Reconstruction Limited ("RARE" or "ARC") which was assigned the Company's debt together with all security interest and all rights of the Company by the Banks and has the symbolic possession of the entire properties of the Company. The sale was concluded for a total consideration of Rs. 35,43,75,000.
b) During September 2021, The Company entered into another Memorandum of Understanding (MoU) with M/s. Stanes High School Association, Coonoor, non-related party and M/s. Atulit Developers LLP, Coonoor for sale of Company's Hotel at Coonoor with the consent of M/s.RARE Asset Reconstruction Limited ("RARE" or "ARC") which was assigned the Company's debt together with all security interest and all rights of the Company by the Banks and has the symbolic possession of the entire properties of the Company for a total consideration of Rs. 15,91,11,111. Out of total Consideration the company has received Rs. 11,11,11,111 from M/s. Atulit Developer LLP for Sale of part of Land and Total Building and paid Rs.10 Crore to M/s.Rare Asset Reconstruction Limited and repaid Rs. 1 Crore to M/s. Stanes High School Association towards advance received in earlier years for Sale of coonoor property amounting to Rs. 5.80 Crore.
c) The company has entered into Memorandum of understanding with M/s. Stanes High School Association for Sale of 52 Cents of Land at coonoor for the remaining advance of Rs. 4.80 Crore and sale was completed on 27 October 2021.
- 7) There has been delay in meeting the statutory obligations and dues relating to Goods & Services Tax, Value Added Taxes and Service Tax are overdue by more than 12 months. The Company is taking necessary steps to regularise the Statutory Dues as and when the sales of assets of companies are completed.
- 8) Exceptional items during the year ended March 2022 comprises of profit on disposal of Company's Hotel at Coonoor for a total consideration of Rs. 15,91,11,111. No provision for taxation is considered during the year based on the benefits available to the company under the provisions Income Tax Act, 1961.
- 9) Effective 1 April 2019, the Company has adopted "IndAS-116-Leases".This standard is not having any material impact to these financial statements of the company.
- 10) Confirmation of balances have not obtained for Loans and Advances and Sundry Creditors and accordingly the respective figures have been stated at book values.
- 11) The status of pending litigations filed by Bankers and Statutory Authorities against the company remains status quo as reported in previous quarters. No additional litigations have been brought to the Company's notice.
- 12) No Provision for Gratuity /Leave encashment has been considered during the period due to all the employees of the company except KMP have resigned and there being no eligible employees during the period under review.
- 13) In view of the Accumulated Business and Depreciation Loss, and there being no certainty of profits in the near future, provision for Deferred Taxes has not been considered in these financial statements for the Year ended 31st March 2022.
- 14) The figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year-to-date figures upto the third quarter of the current financial year.
- 15) Previous period/year figures have been regrouped and/or reclassified, wherever necessary.

Date: 30.05.2022
Place: Tirupur

For and on behalf of the Board
Sd.E.V.Muthukumara Ramalingam
Managing Director.

For VELAN HOTELS LIMITED

M. Srinivasan
Company Secretary

Segment-wise Revenue, Result and capital employed for the Quarter and Year ended 31st March 2022

S no	Particulars	Quarter Ended			Year Ended	
		31.03.2022	31.12.2021	31.03.2021	31.03.2022	31.03.2021
		Audited	Unaudited	Audited	Audited	Audited
1	Segment Revenue					
	(Net sales/Income)					
	a) Guest Accommodation and other	-	-	4.03	-	-
	b) Food Beverages	-	-	-	-	4.03
		3,196.41	-	4.03	-	4.03
	Less : Intersegment Revenue	-	-	-	-	-
	Net sales/Income from operations	-	-	4.03	-	4.03
2	Segment results					
	(profit/loss before interest & tax)					
	a) Guest Accommodation and other	(41.48)	(25.23)	(50.87)	(168.47)	(186.91)
	b) Food Beverages	(18.55)	(11.88)	(39.53)	(104.76)	(101.23)
	Total	(60.02)	(37.11)	(90.40)	(273.23)	(288.14)
	Less: i) interest	(0.03)	-	(0.05)	(0.06)	(0.08)
	ii) Other unallocable expenditure net off	-	-	-	-	-
	iii) Un-allocable income	-	-	172.73	1,211.02	172.73
	Total profit/(Loss) Before tax	(60.05)	(37.11)	82.28	937.73	(115.49)
3	Capital Employed					
	(segment assets-segment liabilities)					
	Segment Assets					
	a) Guest Accommodation and other	5,655.99	4,656.37	5,259.75	5,655.99	5,259.75
	b) Food Beverages	4,035.64	2,966.21	2,909.02	4,035.64	2,909.02
	c) Unallocated	-	2,677.99	2,677.99	-	2,677.99
	Total Segment Assets	9,691.63	10,300.57	10,846.75	9,691.63	10,846.75
	Segment Liabilities					
	a) Guest Accommodation and other	4,648.80	4,942.75	5,931.00	4,648.80	5,931.00
	b) Food Beverages	2,224.53	2,479.46	3,035.16	2,224.53	3,035.16
	c) Unallocated	314.96	314.96	314.96	314.96	314.96
	Total	7,188.28	7,737.17	9,281.12	7,188.28	9,281.12

Notes on Segment reporting:

- As per Ind AS 108 - Operating Segments, the Company has identified Guest Accommodation and Food and Beverage as reportable segment for the period under review.
- Figures have been regrouped and reclassified wherever necessary

Date: 30.05.2022
 Place: Tirupur

Sd.E.V.Muthukumara Ramalingam
 Managing Director.

For **VELAN HOTELS LIMITED**

M. Srinivasan
 Company Secretary

Statement of Assets and Liabilities as at 31.03.2022

Particulars	Year Ended 31.03.2022 (Audited)	Year Ended 31.03.2021 (Audited)
A. ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	8,101.05	5,876.47
Capital work-in-progress	-	2,677.99
NON-CURRENT FINANCIAL ASSETS		
Trade receivables, non current	0.14	0.14
Loans	1,535.16	2,148.42
Sub total- Non-current Assets	9,636.35	10,703.02
CURRENT ASSETS		
Inventories	-	-
Current Financial asset		
Trade receivables, current	-	-
Cash and Cash equivalents	0.75	0.31
Loans-current	54.54	143.42
Sub Total - Current Assets	55.29	143.73
Total assets	9,691.64	10,846.75
B. EQUITY AND LIABILITIES		
Equity		
Equity Share capital	3,196.41	3,196.41
Other equity - Reserves & Surplus	(693.06)	(1,630.78)
Total equity	2,503.35	1,565.63
LIABILITIES		
Non-current liabilities		
Deferred Tax liabilities (net)	314.96	314.96
Employee Benefit Obligations	4.53	62.60
Tax Liabilities (Net)	-	-
Non-current Financial liabilities		
Borrowings-non-current	6,060.68	7,239.61
Trade payable-Non current	155.28	665.59
Other non -current financial liabilities	417.39	178.82
Other non-current liabilities	210.48	773.14
Sub Total Non-current Liabilities	7,163.32	9,234.72
Current liabilities		
Current financial liabilities		
Borrowings-current	-	-
Trade payable-current	-	-
Other current financial liabilities	24.97	46.40
Sub Total Current Liabilities	24.97	46.40
Total liabilities	7,188.29	9,281.12
Total Equity and Liabilities	9,691.64	10,846.75

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M. Srikanth Velan
 Company Secretary

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Statement of Cash flow statement for the Year ended 31 March 2022

Particulars	For the year ended 31.03.2022 (Audited)		For the year ended 31.03.2021 (Audited)	
A. Cash flow from operating activities				
Net Profit / (Loss) before extraordinary items and tax		(273.29)		(279.86)
Adjustments for:				
Depreciation and amortisation	123.68		167.78	
Finance costs	0.06		0.08	
Interest income	-	3,196.41	(1.22)	
Exceptional Item	1,211.02		164.37	
Net (gain)/loss on sale of Fixed Assets	(1,211.02)		(164.37)	
Liabilities / provisions no longer required written back	-	123.74	1,319.55	1,486.19
Operating profit / (loss) before working capital changes		(149.55)		1,206.33
Changes in working capital:				
Adjustments for (increase) / decrease in operating assets:				
Inventories	-		5.54	
Trade receivables	-		0.33	
Short-term loans and advances	100.00		(96.71)	
Long-term loans and advances	613.27		(470.57)	
Adjustments for increase / (decrease) in operating liabilities:				
Trade payables	(510.31)		(14.07)	
Other Financial liabilities	217.13		6.52	
Other long-term liabilities	2,115.33		(12.78)	
Employees Benefit Obligation	(58.07)		-	
Cash flow from extraordinary items		2,477.34		(581.74)
Cash generated from operations		2,327.79		624.59
Net income tax (paid) / refunds		(11.11)		(31.62)
Net cash flow from / (used in) operating activities (A)		2,316.68		592.98
B. Cash flow from investing activities				
Proceeds from Sale of Fixed Assets	1,606.11		3,557.75	
Net cash flow from / (used in) investing activities (B)		(1,137.25)		3,557.75
C. Cash flow from financing activities				
Repayment of Long Term Borrowings	(1,178.92)		(4,152.21)	
Interest received	-		1.22	
Finance cost	(0.06)		(0.08)	
Net cash flow from / (used in) financing activities (C)		(1,178.99)		(4,151.06)
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		0.44		(0.34)
Cash and cash equivalents at the beginning of the year		0.31		0.65
Cash and cash equivalents at the end of the year		0.75		0.31

For VELAN HOTELS LIMITED

M. Srinivasan
Company Secretary