

Statement of Standalone Unaudited Financial Results for the Quarter and Nine-Months Ended 31 December 2023

Sl. No	Particulars	Quarter Ended			Nine-Months Ended		Year Ended
		31.12.2023	30.09.2023	31.12.2022	31.12.2023	31.12.2022	31.03.2023
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Net Sales (net of duties)/Income from operations	-	-	-	-	-	-
2	Other income	0.30	-	-	0.30	1.60	2.30
3	Total income	0.30	-	-	0.30	1.60	2.30
4							
	a) Cost of materials consumed	-	-	-	-	-	-
	b) Purchases of Stock-in-trade progress	-	-	-	-	-	-
	c) Employee benefits expenses	5.57	4.11	3.54	13.63	12.09	15.77
	d) Finance costs	0.02	0.02	0.00	0.05	0.65	0.65
	e) Depreciation and amortisation expenses	13.41	13.41	39.34	40.22	118.02	219.78
	f) Power & Fuel	-	-	-	0.06	0.66	0.66
	f) Other expenses	9.66	6.21	6.62	18.69	23.04	30.94
	Total expenses	28.65	23.75	49.50	72.65	154.45	267.80
5	Profit/(loss) before exceptional and tax	(28.35)	(23.75)	(49.50)	(72.35)	(152.85)	(265.50)
6	Exceptional items (net credit/charge)	-	-	-	-	(175.38)	(1,579.94)
7	Profit/(loss) before tax	(28.35)	(23.75)	(49.50)	(72.35)	(328.23)	(1,845.44)
8	Tax expenses						
	a. Current Tax	-	-	-	-	-	-
	b. Deferred tax credit/(charge)	-	-	-	-	-	-
	c. Income tax for earlier years	-	-	-	-	3.73	3.73
9	Profit/(loss) for the period from continuing operations	(28.35)	(23.75)	(49.50)	(72.35)	(331.96)	(1,849.17)
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	(28.35)	(23.75)	(49.50)	(72.35)	(331.96)	(1,849.17)
14	Other comprehensive income for the period (net of tax)	-	-	-	-	-	-
15	TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	(28.35)	(23.75)	(49.50)	(72.35)	(331.96)	(1,849.17)
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	3,196.41
17	Reserves Excluding Revaluation reserves	(3,180.37)	(3,153.71)	(1,597.70)	(3,180.37)	(1,597.70)	(3,113.21)
18	a) Earnings per share						
	Basic	(0.15)	(0.08)	(0.15)	(0.23)	(1.04)	(5.79)
	Diluted	(0.15)	(0.08)	(0.15)	(0.23)	(1.04)	(5.79)

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 18 January 2024.
- 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.

For Velan Hotels Limited

Executive Director

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- 5) The Company's account was categorized as NPA by Allahabad Bank and Andhra 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 also final approval has been received.
- In view of the above, the Company has remitted Rs.59.48 crores to ARC upto 31st March, 2023, from the disposal / sale of assets of company.
- During the quarter ended 31 December 2023, the company has repaid a further sum of Rs.75 lacs from the refund of security deposit held with M/s. Avenue Supermarts Limited on Sale of Mall and part of multiplex Properties. Out of Total Security deposit of Rs. 5,00,25,000/- held by them, Rs. 3,39,60,000/- was returned and the balance deposit of Rs. 1,60,65,000 was adjusted for the difference in the Measurement as per supplementary deed and the actual measurement as per the Government records. As per the Supplementary deed entered with M/s. Avenue Supermarts Limited on the Sale of Mall and part of multiplex Properties, the company had fully met its obligations and the transaction was completed smoothly.
- 6) 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 has already paid dues relating to Provident Fund, Sales Tax and Tax Deducted at sources for Earlier Years amounting to Rs.27.95 Lacs and also taking necessary steps to settle the balance Statutory Dues as and when the sale of assets are completed.
- 7) During this quarter, The Company has only one reportable business segment as it deals only in Operation and running of Hotels in terms of Ind AS 108 Operating Segment". Further, the Company operates only in one geographical segment -India. All the assets of the Company are located in India. The Company monitors the operating results as one single segment for the purpose of making decisions about resource allocation and performance assessment. Accordingly, there are no separate reportable segments as per IND-AS 108, "Operating Segment" prescribed under Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.
- 8) 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.
- 9) Confirmation of balances have not obtained for Loans and Advances and Sundry Creditors and accordingly the respective figures have been stated at book values.
- 10) The status of pending litigations filed by Bankers and Statutory Authorities against the company remains status quo as reported in previous quarters. Also during this period, the company has made an appeal against the order passed by the Commissioner of GST on Service tax dues amounting to Rs. 81 Lacs for dispute in tax computation and penalty charged for the same.
- 11) No Provision for Gratuity /Leave encashment has been considered during the year due to all the employees of the company except KMP have resigned and there being no eligible employees during the year.
- 12) 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 Quarter/nine-months ended 31 December 2023.
- 13) The figures of the quarter ended 31.12.2023 are the balancing figures between the unaudited figures in respect of the year-to-date ended 31 December 2023 and the published unaudited figures for the half year ended 30.09.2023, which is subject to Limited Review.
- 14) Previous period/year figures have been regrouped and/or reclassified, wherever necessary.

Date: 18 January 2024
Place: Tirupur

For Velan Hotels Limited

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


Executive Director