Velan Hotels Limited, Tirupur.
41 Kangayam Road, Tirupur- 641 604. Ph :++91-421-4311111, 2424444
Fax :++91-421 - 2424434 Email:accounts@velanhotels.com
CIN: L55101TZ1990PLC002653

Statement of Standalone Unaudited Financial Results for the Quarter Ended 30 June 2026

(Rs. In Lakhs)

Sl. No	Particulars	Quarter Ended			Year Ended
		30.06.2026	31.03.2026	30.06.2025	31.03.2026
		Unaudited	Unaudited	Unaudited	Audited
1	Net Sales (net of duties)/Income from operations	-	0.23	2.83	3.55
2	Other income	-	-	-	-
3	**Total income**	-	0.23	2.83	3.55
4					
	a) Cost of materials consumed	-	-	-	-
	b) Purchases of Stock-in-trade progress	-	-	-	-
	c) Employee benefits expenses	6.77	6.77	5.87	26.65
	d) Finance costs	0.00	675.03	24.96	750.47
	e) Depreciation and amortisation expenses	13.41	13.41	13.41	53.63
	f) Power & Fuel	35.67	-	-	-
	f) Other expenses	15.60	4.86	2.81	22.83
	Total expenses	71.45	700.07	47.05	853.58
5	Profit/(loss) before exceptional and tax	(71.45)	(699.84)	(44.22)	(850.03)
6	Exceptional items (net credit/charge)	-	-	-	-
7	**Profit/(loss) before tax**	(71.45)	(699.84)	(44.22)	(850.03)
8	Tax expenses				
	a. Current Tax	-	-	-	-
	b. Deferred tax credit/(charge)	-	-	-	-
	c. Income tax for earlier years	-	-	-	-
9	**Profit/(loss) for the period from continuing operations**	(71.45)	(699.84)	(44.22)	(850.03)
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**	(71.45)	(699.84)	(44.22)	(850.03)
14	Other comprehensive income for the period (net of tax)	-	-	-	-
15	**TOTAL COMPREHENSIVE INCOME FOR THE PERIOD**	(71.45)	(699.84)	(44.22)	(850.03)
16	Paid up equity share capital (face value Rs.10/- per share)	3,196.41	3,196.41	3,196.41	3,196.41
17	Reserves Excluding Revalution reserves	(5,404.16)	(5,332.71)	(4,532.00)	(5,332.71)
18	a) Earnings per share				
	Basic	(0.22)	(2.19)	(0.14)	(2.66)
	Diluted	(0.22)	(2.19)	(0.14)	(2.66)

Notes:

1) 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 amendements thereafter.

2) 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 12 Aug 2026.

3) 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

Managing Director

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Statement of Standalone Unaudited Financial Results for the Quarter Ended 30 June 2026

4) 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.100.76 crores to ARC upto 31st March, 2026, from the disposal / sale of assets of company.

During the quarter, the company has additionally repaid Rs.15.19 Crore from the Advance Received on Sale of Hotel at Tiruppur and as on the date of results, the company has fully repaid the loan and obtained No due Certificate from ARC.

5) 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 remitted Rs. 22.02 lacs relating of Goods and Service tax. During the period the company has paid Rs. 4.76 Lacs toward Provident Fund and Rs. 2.32 lacs towards Interest on Tax Deducted at Source. As on date the company has already paid all the known statutory liabilities except the due pending for which the dispute is pending before the Statutory Authorities

6) 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.

7) 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.

8) Confirmation of balances have not obtained for Loans and Advances and Sundry Creditors and accordingly the respective figures have been stated at book values.

9) The status of pending litigations filed by Bankers and Statutory Authorities against the company remains status quo as reported in previous quarters other than the demand which is remitted during the period on as agreed by the Sales Tax Department.

10) 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 period.

11) 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 ended 30 June 2026.

12) Effective from November 21, 2025, the Government of India consolidated 2 existing labour regulations into four Labour Codes, namely, The Code on Wages, 2019, The Industrial Relations Code, 2020, The Code on Social Security,2020 and the Occupational Safety, health and workings Conditions Code, 2020, Collectively referred to as the 'New Labour Codes'. The Company has assessed and accounted the incremental impact of these changes on the basis of information available and present labour policy of the company. It is assessed that the impact of changes in New Labour Code will not be significant since the company has since past many years adopted the Labour policy in line of the draft labour code which is already reflected in costs and expenses. However, the Government of India is in the process of notifying related rules to the New Labour Code and the impact of these requirements will be evaluated and appropriately accounted as and when notified.

13) Previous period/year figures have been regrouped and/or reclassified,wherever necessary.

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

Date: 12 Aug 2026
Place: Tirupur

For Velan Hotels Limited

Managing Director

Independent Auditors' Review Report on the Standalone Quarterly Financial Results of Velan Hotels Limited pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), Regulations, 2015

To The Board of Directors of Velan Hotels Limited

1. We have reviewed the accompanying Statement of unaudited Financial Results of **VELAN HOTELS LIMITED ('**The Company**')**, for the Quarter ended 30th June 2026 attached herewith, being submitted by the Company pursuant to Regulation 33 of the SEBI(Listing Obligation and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

2. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on this financial statement based on our review.

3. We conducted our review in accordance with the Standard on Review Engagement (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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provided less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

4. *We draw attention to Note No. 3 of the attached Statement of Standalone Unaudited Financial Results for the quarter ended 30th June 2026. The company had suspended all operations w.e.f. March 24, 2020 and consequently, the ability of the Company to repay its debts depends on the quantum of realisation from the sale of Assets. Considering the above, the ability of the Company to continue as a Going Concern is impacted and the adjustments, if any, on account of such sale is not ascertainable at this juncture.*

KRISHAAN & CO. CHENNAI CHARTERED ACCOUNTANTS

5. Without qualifying our opinion, we draw attention to Note No. 5 of the attached Statement of Standalone Unaudited Financial Results for the quarter ended 30th June 2026. 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 remitted Rs. 22.02 lacs relating of Goods and Service tax. During the period the company has paid Rs. 4.76 Lacs toward Provident Fund and Rs. 2.32 lacs towards Interest on Tax Deducted at Source. As on date the company has already paid all the known statutory liabilities except the due pending for which the dispute is pending before the Statutory Authorities.

6. Based on our review conducted subject to Notes 3, 4 and 5 above, the accompanying statement of unaudited financial results prepared in accordance with aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5th July 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Krishaan & Co.,
Firm Reg. No.001453S
Chartered Accountants

K Sundarrajan
Partner
Membership No. 208431
UDIN: 26208431YLOSXO6587

Date : 12th August 2026
Place: Tirupur