

**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 and Half year ended 30th September 2017**

(Rs.in lakhs)

SL. NO	Particulars	Quarter Ended			Six months Ended		Year Ended
		Unaudited			Unaudited		Audited
		30.09.2017	30.06.2017	30.09.2016	30.09.2017	30.09.2016	31.03.2017
1	Net Sales (net of duties)/Income from operations	241.89	203.24	308.26	445.13	637.76	1,173.12
2	Other income	6.04	7.22	4.87	13.26	11.93	65.30
<b>3</b>	<b>Total income</b>	<b>247.93</b>	<b>210.46</b>	<b>313.13</b>	<b>458.39</b>	<b>649.69</b>	<b>1,238.42</b>
4	Expenses						
	a) Cost of materials consumed	46.89	42.98	64.11	89.87	130.46	246.38
	b) purchases of Stock-in-trade progress	-	-	-	-	-	-
	c) Employee benefits expenses	63.63	60.24	66.48	123.87	135.60	291.10
	d) Finance costs	6.80	6.88	458.24	13.68	898.55	1,837.20
	e) Depreciation and amortisation expenses	43.32	50.19	57.73	93.51	116.40	195.81
	f) power & fuel	48.94	46.75	56.51	95.69	117.12	219.35
	f) other expenses	60.53	54.96	55.45	115.49	156.29	299.64
	<b>Total expenses</b>	<b>270.11</b>	<b>262.00</b>	<b>758.52</b>	<b>532.11</b>	<b>1,554.42</b>	<b>3,089.48</b>
5	Profit/(loss) before exceptional and tax	- 22.18	- 51.54	- 445.39	- 73.72	- 904.73	- 1,851.06
6	Exceptional items (net credit/charge)	1.63	1.76	1.72	3.39	27.08	34.18
<b>7</b>	<b>Profit/(loss) before tax</b>	<b>- 20.55</b>	<b>- 49.78</b>	<b>- 443.67</b>	<b>- 70.33</b>	<b>- 931.81</b>	<b>- 1,885.24</b>
8	Tax expenses						
	a. Current Tax	-	-	-	-	-	-
	b. Deferred tax credit/(charge)	8.95	51.72	96.00	42.77	58.40	68.05
	c. Income tax for earlier years	-	-	-	-	-	1.02
	d. Mat credit Entitlement	-	-	-	-	-	-
<b>9</b>	<b>Profit/(loss) for the period from continuing operations</b>	<b>- 11.60</b>	<b>- 101.50</b>	<b>- 539.67</b>	<b>- 113.10</b>	<b>- 990.21</b>	<b>- 1,952.27</b>
10	Profit/(loss) from discontinued operations before tax	-	-	-	-	-	-
11	Tax expenses of discontinued operation	-	-	-	-	-	-
12	Profit/(loss) from discontinued operations after Tax	-	-	-	-	-	-
<b>13</b>	<b>Profit/(loss) for the period</b>	<b>- 11.60</b>	<b>- 101.50</b>	<b>- 539.67</b>	<b>- 113.10</b>	<b>- 990.21</b>	<b>- 1,952.27</b>
14	Other comprehensive income for the period (net of tax)	-	-	-	-	-	-
<b>15</b>	<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>- 11.60</b>	<b>- 101.50</b>	<b>- 539.67</b>	<b>- 113.10</b>	<b>- 990.21</b>	<b>- 1,952.27</b>
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						1,461.74
18	a) Earnings per share						
	Basic	- 0.03	- 0.32	- 1.69	- 0.35	- 3.00	- 6.11
	Diluted	- 0.03	- 0.32	- 1.69	- 0.35	- 3.00	- 6.11

**Notes:**

- Provision for Gratuity /Leave encashment has been made on estimated basis pending ascertainment on actuarial basis.
- Exceptional items includes write off of Depreciation on Revalued assets.
- The above unaudited financial results were reviewed by the Audit Committee and approved at the meeting of the Board of Directors of the company held on 13.12.2017 in view of the relaxation given by SEBI vide clause 2.7 of CIR/CFD/FAC/62/2016 dated July 5, 2016.
- Consequent to implementation of Goods and Service Tax(GST) regime effective from 1 July 2017, Revenue is presented exclusive of GST and Revenue for all other period were excluding Duty. In accordance with "Ind AS-18- Revenue", is not included in Gross Sales. In view of the aforesaid change in Indirect Taxes, Sales for the Quarter and Half Year ended is net of GST.
- The financial results of the Previous Quarter and Half Yearly ended has been reviewed by predecessor Auditors. The Financial results for the year ended 31st March'2017 have been audited by the predecessor Auditors.
- In the light of continued discussions with M/s. RARE Asset Reconstruction Private Ltd (formerly Raytheon Asset Reconstruction Private Ltd.) (ARC), Ahmedabad-380009 over the quantum of borrowings taken over by the said company from banks and Interest thereon, no provision for interest has been considered in the above results.

- 7) The reconciliation of Net Profit reported in accordance with the previous Indian GAAP to Total Comprehensive Income in accordance with Ind AS for its corresponding quarter of the previous year as required by Securities and Exchange Board of India vide, its Circular No. CIR/CFD/FAC/62/2016 dated July 05,2016(Circular) is given below:

Particulars	Quarter Ended 30.09.2016	Half Year Ended 30.09.2016
1) Net Profit/(Loss) as per Previous Indian GAAP	- 539.67	- 990.21
2) Consequent Changes in Translation to Ind AS	-	-
3) Reclassification of Actuarial Gain/(Loss) on Defined Benefit Plans to Other Comprehensive income (net of Tax)	-	-
4) Net Profit/(Loss) after Tax under Ind AS	- 539.67	- 990.21
5) Other Comprehensive income (net of Tax)	-	-
6) Total Comprehensive Income as per Ind AS	- 539.67	- 990.21

- 8) The Income for the quarter ended June 30, 2017 and the corresponding half year ended September 30, 2017 was adversely affected by the decision of the Supreme Court banning Sale of Alcoholic Beverages within 500 meters of National and State Highways w.e.f 01/04/2017. However, baed on the relaxation given by the Hon'ble Supreme Court, the Company has commenced sale of Alcoholic Beverges w.e.f September 1, 2017.
- 9) The Company does not have any extraordinary item to report for the above periods.
- 10) Previous period/year figures have been regrouped and/or reclassified,wherever necessary.

Date: 13.12.2017  
Place: Tirupur

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

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**CIN: L55101TZ1990PLC002653**

**Segment-wise Revenue, Result and capital employed for the Quarter and half year ended 30th September 2017.**

(Rs. In Lakhs)

Sl. No.	Particulars	Quarter ended			Six Months Ended		Year ended
		Unaudited			Unaudited		Audited
		30.09.2017	30.06.2017	30.09.2016	30.09.2017	30.09.2016	31.03.2017
1	<b>Segment Revenue</b> (Net sales/Income)						
	a) Hotel	241.89	203.24	308.26	445.13	637.76	1,173.12
	b) Shopping Arcade	-	-	-	-	-	-
	<b>Total</b>	<b>241.89</b>	<b>203.24</b>	<b>308.26</b>	<b>445.13</b>	<b>637.76</b>	<b>1,173.12</b>
	Less : Intersegment Revenue	-	-	-	-	-	-
	<b>Netsales/income from operations</b>	<b>241.89</b>	<b>203.24</b>	<b>308.26</b>	<b>445.13</b>	<b>637.76</b>	<b>1,173.12</b>
2	<b>Segment results</b> (profit/loss before interest & tax)						
	a) Hotel	13.47	(10.08)	41.70	3.39	52.69	105.56
	b) Shopping Arcade	34.58	(34.58)	(28.85)	-	(58.87)	(119.42)
	<b>Total</b>	<b>48.05</b>	<b>(44.66)</b>	<b>12.85</b>	<b>3.39</b>	<b>(6.18)</b>	<b>(13.86)</b>
	Less: i) interest	(6.80)	(6.88)	(458.24)	(13.68)	(898.55)	(1,837.20)
	ii) Other unallocable expenditure (net)	-	-	-	-	-	-
	iii) Un-allocable income	1.63	1.76	1.72	3.39	(27.08)	(34.18)
	<b>Total profit/(Loss) Before tax</b>	<b>42.88</b>	<b>(49.78)</b>	<b>(443.67)</b>	<b>(6.90)</b>	<b>(931.81)</b>	<b>(1,885.24)</b>
3	<b>Capital Employed</b> (segment assets-segment liabilities)						
	a) Hotel	N.A.	N.A.	N.A.	N.A.	N.A.	2,626.05
	b) Shopping Arcade	N.A.	N.A.	N.A.	N.A.	N.A.	1,038.70
	<b>Total</b>	<b>N.A.</b>	<b>N.A.</b>	<b>N.A.</b>	<b>N.A.</b>	<b>N.A.</b>	<b>3,664.75</b>

Notes on Segment reporting:

1. Figures have been regrouped and reclassified wherever necessary

Date: 13.12.2017

Place: Tirupur

For and on behalf of the Board

**Sd.E.V.Muthukumara Ramalingam**

Managing Director.

**Velan Hotels Limited****Statement of Assets and Liabilities as at 30.09.2017**

(Rs.in lacs)

Particulars	Half Year Ended 30.09.2017 (Unaudited)	Year Ended 31.03.2017 (Audited)
<b>A. ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	11,230.92	11,306.67
Capital work-in-progress	6,496.45	6,496.45
<b>NON-CURRENT FINANCIAL ASSETS</b>		
Trade receivables, non current	2.19	0.18
Loans, non-current	134.83	127.99
<b>Sub total- Non-current Assets</b>	<b>17,864.39</b>	<b>17,931.29</b>
<b>CURRENT ASSETS</b>		
Inventories	75.15	76.59
<b>Current Financial asset</b>		
Trade receivables, current	36.33	48.00
Cash and Cash equivalents	39.47	32.94
Bank balances other than cash and cash equivalents	7.70	7.81
Loans-current	15.48	26.00
<b>Sub Total - Current Assets</b>	<b>174.13</b>	<b>191.34</b>
<b>Total assets</b>	<b>18,038.52</b>	<b>18,122.63</b>
<b>B. EQUITY AND LIABILITIES</b>		
Equity		
Equity Share capital	3,196.41	3,196.41
Other equity - Reserves & Surplus	- 966.53	- 850.03
<b>Total equity</b>	<b>2,229.88</b>	<b>2,346.38</b>
<b>LIABILITIES</b>		
Non-current liabilities		
Deferred Tax liabilities (net)	404.89	362.12
Employee Benefit Obligations	55.66	54.61
<b>Non-current Financial liabilities</b>		
Borrowings-non-current	13,800.22	13,794.36
Trade payables-non current	67.08	29.37
Other non-current financial liabilities	580.00	580.00
Other non-current liabilities	622.26	612.62
<b>Sub Total Non-current Liabilities</b>	<b>15,530.11</b>	<b>15,433.08</b>
<b>Current liabilities</b>		
<b>Current financial liabilities</b>		
Borrowings-current	101.15	131.33
Trade payable-current	73.56	108.72
Other current financial liabilities	103.82	103.13
<b>Sub Total Current Liabilities</b>	<b>278.53</b>	<b>343.17</b>
<b>Total liabilities</b>	<b>15,808.64</b>	<b>15,776.25</b>
<b>Total Equity and Liabilities</b>	<b>18,038.52</b>	<b>18,122.63</b>
Date: 13.12.2017	For and on behalf of the Board	
Place: Tirupur	Sd.E.V.Muthukumara Ramalingam	
	Managing Director.	