



ANNEXURE V TO CLAUSE 41

LIMITED REVIEW REPORT FOR COMPANIES OTHER THAN BANKS

Review Report to **M/s.Velan Hotels Ltd., 41, Kangayam Road, Tirupur – 641 604.**

We have reviewed the accompanying statement of unaudited financial results of **M/s.Velan Hotels Ltd., 41, Kangayam Road, Tirupur – 641 604** for the period from 01.07.2015 to 30.09.2015 **except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us.** This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, engagements to Review Financial Statements 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.



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Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of audited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

**For P.S.Krishnan & Co.,
Firm Registration No.001532S
Chartered Accountants**

**(CA G.Krishnamurthi)
Partner,
Membership No.23896**



**Place: Tirupur
Date : 06.11.2015.**



Velan Hotels Limited, Tirupur.
41 Kangayam Road, Tirupur-641 604. Ph:++91-421-4311111,2424444
Fax:++91-421-2424434 Email:accounts@velanhotels.com
UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDING ON 30.09.2015

SL NO	Particulars	(Rs.In lakhs)					
		Quarter Ended on			Six Months ended on		Year ended on
		30.09.2015 Unaudited	30.06.2015 Unaudited	30.09.2014 Unaudited	30.09.2015 Unaudited	30.09.2014 Unaudited	31.03.2015 Audited
A PART I							
1	Income from Operations(net of excise duty)						
	(a) Hotel	363.95	341.23	370.09	705.18	739.62	1424.53
	(b) Shopping Arcade	-	-	-	-	-	-
	(c) Other Operating income	-	-	-	-	-	-
	Total Income from Operations (net)	363.95	341.23	370.09	705.18	739.62	1424.53
2	Expenses						
	(a) Cost of materials consumed	72.56	75.19	79.10	147.75	154.81	309.37
	(b) Employee benefits expense	75.56	78.34	76.98	153.90	148.32	343.17
	(c) Power & Fuel	60.27	67.05	56.00	127.32	159.11	280.43
	(d) Depreciation - Hotel	24.39	26.96	26.14	51.35	52.22	118.12
	- Shopping Arcade	28.25	25.66	25.65	53.91	51.31	102.63
	(e) Total Depreciation	52.64	52.62	51.79	105.26	103.53	220.75
	(f) Selling & administrative expenses	86.10	80.75	72.71	166.85	135.79	322.26
	Total Expenses	347.13	353.95	336.58	701.08	701.56	1475.98
3	Profit/Loss from operations before other income,finance costs and exceptional items	16.82	-12.72	33.51	4.10	38.06	-51.45
4	Other Income	3.61	4.46	1.54	8.07	5.60	68.78
5	Profit/Loss from ordinary activities before finance costs and exceptional items	20.43	-8.26	35.05	12.17	43.66	17.33
6	Finance costs - Hotel	11.96	13.03	20.61	24.99	40.09	69.81
	- Shopping Arcade	387.24	370.16	122.85	757.40	242.28	1368.89
	Total finance cost	399.20	383.19	143.46	782.39	282.37	1438.70
7	Profit(+)/Loss(-) from ordinary activities after finance costs but before exceptional items	-378.77	-391.45	-108.41	-770.22	238.71	-1421.37
8	Exceptional items	1.88	1.49	1.76	3.37	3.50	6.74
9	Profit(+)/Loss(-) from ordinary activities before tax	-376.89	-389.96	-106.65	-766.85	-235.21	-1414.63
10	Tax expenses	4.26	47.14	22.33	51.40	50.49	23.33
11	Net Profit(+)/Loss(-) from ordinary activities after tax	-372.63	-342.82	-84.32	-715.45	-184.72	-1391.30
12	Paidup equity share capital (Rs.10/-per share)	3196.41	3196.41	3196.41	3196.41	3196.41	3196.41
13	Reserves excluding revaluation reserves as per balance sheet of previous accounting year	1412.62	1785.25	3338.09	1412.62	3338.09	2128.07





14	Earning per share - basic	-2.24	-1.07	-0.58	-2.24	-0.58	-4.35
PART II							
B PARTICULARS OF SHAREHOLDING							
1	Aggregate of Public Shareholding						
	- Number of Shares	6346089	6346089	6346089	6346089	6346089	6346089
	- Percentage of Shareholding	19.85%	19.85%	19.85%	19.85%	19.85%	19.85%
2	Promoters and Promoter Group Shareholding						
	a) Pledged/Encumbered						
	- Number of Shares	-	-	-	-	-	-
	- Percentage of Shares (as a % of the total shareholding of Promoter and Promoter group)	-	-	-	-	-	-
	- Percentage of Shares (as a % of the total share capital of the company)	-	-	-	-	-	-
	b) Non-Encumbered						
	- Number of Shares	25618030	25618030	25618030	25618030	25618030	25618030
	- Percentage of Shares (as a % of the total shareholding of Promoter and Promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
	- Percentage of Shares (as a % of the total share capital of the company)	80.15%	80.15%	80.15%	80.15%	80.15%	80.15%
C INVESTORS COMPLIANTS							
	- Pending at the beginning of the Quarter	Nil					
	- Received during the Quarter	Nil					
	- Disposed during the Quarter	Nil					
	- Remaining and unresolved at the end of the quarter	Nil					

Notes:

1. The above unaudited financial results, reviewed by the Audit Committee and subjected to limited review by statutory auditors, were taken on record by the Board of Directors on 06.11.2015.
2. The company is actively seeking to settle the SARFAESI proceedings initiated by the banks at an early date and also to give directions to the projects which are struck due to paucity of funds.
3. Previous period/year figures have been regrouped and/or reclassified, wherever necessary.

For and on behalf of the Board

Place : Tirupur
Date : 06.11.2015

Sd/- E.Vmuthukumara Ramalingam
Managing Director.

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For P.S. Krishnan & Co.
Chartered Accountants

(G KRISHNAMURTHI)
Partner
M.No.23896





VELAN HOTELS LIMITED, TIRUPUR

STATEMENT OF ASSETS & LIABILITIES AS AT 30.09.2015

PARTICULARS	AS AT	AS AT
	30.09.2015	31.03.2015
	Rs.in lakhs	Rs.in lakhs
A. EQUITY AND LIABILITIES		
(1) Shareholder's Funds		
(a) Share Capital	3196.41	3196.41
(b) Reserves and Surplus	2034.60	2753.42
Subtotal - Shareholder's Funds	5231.01	5949.83
(2) Non Current Liabilities		
(a) Deferred tax liabilities(Net)	224.13	275.53
(b) Long Term Borrowings	10073.68	8737.26
(c) Other Long term provisions	51.98	53.05
(d) Others	580.00	580.00
Subtotal - Non-Current Liabilities	10929.79	9645.84
(3) Current Liabilities		
(a) Short Term Borrowings	1318.36	1900.86
(b) Trade Payables	175.28	185.24
(c) Other current liabilities	787.14	689.36
(d) Short term provisions	27.26	27.57
Subtotal - Current Liabilities	2308.04	2803.03
Total - EQUITY AND LIABILITIES	18468.84	18398.70
B. ASSETS		
(1) Non Current assets		
(a) Fixed assets		
(i) Tangible assets	11182.34	11283.71
(ii) Intangible assets	0.00	0.00
(iii)Capital work-in-progress	6698.13	6698.13
(b) Non current investments	0.00	0.00
(c) Long term loans and advances	114.86	113.75
Subtotal - Non-Current assets	17995.33	18095.59





(2) Current Assets		
(a) Current investments	0.00	0.00
(b) Inventories	82.95	87.75
(c) Trade Receivables	150.08	126.12
(d) Cash and cash equivalents	57.40	44.47
(e) Short-term loans and advances	183.08	44.77
Subtotal - Current Assets	473.51	303.11
Total - ASSETS	18468.84	18398.70





Segmentwise Revenue, results & capital employed for the quarter ended on
30th September 2015

(Rs. In Lakhs)

Sl. No.	Particulars	Quarter ended on			Six months ended on		Year ended on 31.03.2015 audited
		30.09.2015 unaudited	30.06.2015 unaudited	30.09.2014 unaudited	30.09.2015 unaudited	30.09.2014 unaudited	
1	Segment Revenue (Net sales/Income)						
	a) Hotel	363.95	341.23	370.09	705.18	739.62	1424.53
	b) Shopping Arcade	-	-	-	-	-	-
	Net sales/income from operations	363.95	341.23	370.09	705.18	739.62	1424.53
2	Segment Results (Profit/loss before interest & tax)						
	a) Hotel	48.68	-33.92	60.70	66.08	94.97	119.96
	b) Shopping Arcade	-28.25	-25.66	-25.65	-53.91	-51.31	-102.63
	Total	20.43	-8.26	35.05	12.17	43.66	17.33
	Less:						
	i) Interest	-399.20	-383.19	-143.46	-782.39	-282.37	-1438.70
	ii) Other unallocable expenditure	0.00	0.00	0.00	0.00	0.00	0.00
	iii) Unallocable income	1.88	1.49	1.76	3.37	3.50	6.74
	Total Profit/Loss before tax	-376.89	-389.96	-106.65	-766.85	-235.21	-1414.63
3	Capital Employed (Segment assets - Segment liabilities)						
	a) Hotel	NA	NA	NA	NA	NA	3516.09
	b) Shopping Arcade	NA	NA	NA	NA	NA	2433.75
	Total	NA	NA	NA	NA	NA	5949.84

