



VELAN HOTELS LIMITED

Registered Office: 41, Kangeyam Road, Tirupur - 641 604

Place of Business : SF No : 36 & Door No.41 E & F, K.G.Pudur,
Kangeyam Road, Tirupur 641 604 – Tamilnadu Tel: +91-0421- 431 1111;

Email: accounts@velanhotels.com; Website: www.velanhotels.com

CIN : L55101TZ1990PLC002653 / GSTIN: 33AAACV8449H5Z1

October 26, 2026

BSE Ltd
Corporate Relationship Dept
Floor No.25, P.J.Towers
Dalal Street
Mumbai 400 001

Dear Sir

Sub : Outcome of Board Meeting - Intimation of Unaudited Financial Results (Standalone) of the Company for the quarter and six months ended 30th September 2026 – Reg.

In accordance with the Regulation 33(3) of SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015, we furnish herewith the following:

1. Unaudited Financial Results (Standalone) of the Company for the quarter and six months ended 30th September 2026
2. Limited Review Report for the quarter ended 30th September 2026 issued by M/s.Krishaan & Co., Statutory Auditor of the Company.

The above results were taken on record by the Board of Directors of the Company at their meeting held today.

The meeting of the Board of Directors commenced at 10:00 a.m. and concluded at 16.30 p.m.

Kindly acknowledge receipt

Thanking you

Yours truly

For VELAN HOTELS LTD

Gautham
Muthukumara
Ramalingam

Digitally signed by Gautham
Muthukumara Ramalingam
Date: 2026.10.26 16:33:59
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**GAUTHAM MUTHUKUMARA RAMALINGAM
EXECUTIVE DIRECTOR**

Statement of Standalone Audited Financial Results for the Quarter and Six Months Ended 30th September 2026

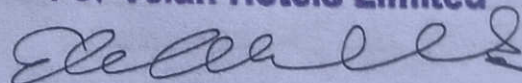
(Rs. In Lakhs)

Sl. No	Audited	Quarter Ended			Half Year Ended		Year Ended
		30.09.2026	30.06.2026	30.09.2025	30.09.2026	30.09.2025	31.03.2026
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Net Sales (net of duties)/Income from operations	-	-	0.50	-	3.33	-
2	Other income	-	-	-	-	-	-
3	Total income	-	-	0.50	-	3.33	-
4							
	a) Cost of materials consumed	-	-	-	-	-	-
	b) Purchases of Stock-in-trade progress	-	-	-	-	-	-
	c) Employee benefits expenses	6.73	6.77	5.89	13.50	11.76	13.50
	d) Finance costs	0.01	0.00	25.24	0.02	50.20	0.02
	e) Depreciation and amortisation expenses	-	13.41	13.40	13.41	26.81	13.41
	f) Power & Fuel	-	35.67	-	35.67	-	-
	f) Other expenses	2.27	15.60	12.36	17.87	15.17	17.88
	Total expenses	9.01	71.45	56.90	80.46	103.94	44.80
5	Profit/(loss) before exceptional and tax	(9.01)	(71.45)	(56.40)	(80.46)	(100.61)	(44.80)
6	Exceptional items (net credit/charge)	435.13	-	-	435.13	-	-
7	Profit/(loss) before tax	(444.15)	(71.45)	(56.40)	(515.60)	(100.61)	(44.80)
8	Tax expenses						
	a. Current Tax	-	-	-	-	-	-
	b. Deferred tax credit/(charge)	314.96	-	-	314.96	-	-
	c. Income tax for earlier years	-	-	-	-	-	-
9	Profit/(loss) for the period from continuing operations	(129.19)	(71.45)	(56.40)	(200.64)	(100.61)	(44.80)
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	(129.19)	(71.45)	(56.40)	(200.64)	(100.61)	(44.80)
14	Other comprehensive income for the period (net of tax)	-	-	-	-	-	-
15	TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	(129.19)	(71.45)	(56.40)	(200.64)	(100.61)	(44.80)
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	(5,528.81)	(5,404.16)	(4,586.69)	(5,528.81)	(4,586.69)	(5,528.81)
18	a) Earnings per share						
	Basic	(0.39)	(0.22)	(0.17)	(0.61)	(0.31)	(2.66)
	Diluted	(0.39)	(0.22)	(0.17)	(0.63)	(0.31)	(2.66)

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 26 October 2026.
- 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

Statement of Standalone Audited Financial Results for the Quarter and Six Months Ended 30th September 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.

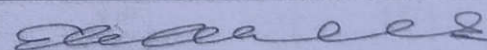
During the period, the company has additionally repaid Rs.15.19 Crore from the Sale of Hotel at Tiruppur and as on the date of results, the company has fully repaid the loan and obtained No due Certificate from ARC.

- 5) 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.
- 6) 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.
- 7) Confirmation of balances have not obtained for Loans and Advances and Sundry Creditors and accordingly the respective figures have been stated at book values.
- 8) The status of pending litigations filed by Bankers and Statutory Authorities against the company remains status quo as reported in previous quarters.
- 9) 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.
- 10) 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 and Six-months ended 30 September 2026.
- 11) 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.
- 12) Previous period/year figures have been regrouped and/or reclassified, wherever necessary.

Date: 26 October 2026
Place: Tirupur

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

For Velan Hotels Limited



Managing Director

Statement of Cash flow statement for the Period Ended 30th September 2026

Particulars	For the Period ended 30.09.2026 (Unaudited)		For the Year ended 31.03.2026 (Audited)	
A. Cash flow from operating activities				
Net Profit / (Loss) before extraordinary items and tax		(80.46)		(1,280.67)
Adjustments for:				
Depreciation and amortisation	13.41		53.63	
Finance costs	0.02		1,138.02	
Interest income	-		-	
Exceptional Item	(430.60)		-	
Net (gain)/loss on sale of Fixed Assets	430.60		-	
Liabilities / provisions no longer required written back	-	13.42	-	1,191.65
Operating profit / (loss) before working capital changes		(67.04)		(89.03)
Changes in working capital:				
Adjustments for (increase) / decrease in operating assets:				
Inventories	-		-	
Trade receivables	0.78		(0.65)	
Short-term loans and advances	-		-	
Long-term loans and advances	131.43		196.48	
Adjustments for increase / (decrease) in operating liabilities:				
Trade payables	(32.52)		(26.88)	
Other Financial liabilities	(46.79)		(85.04)	
Other long-term liabilities	(2,057.18)		(70.00)	
Employees Benefit Obligation	-		-	
		(2,004.27)		13.91
Cash flow from extraordinary items		(2,071.31)		(74.45)
Cash generated from operations		(30.17)		0.11
Net income tax (paid) / refunds				
Net cash flow from / (used in) operating activities (A)		(2,101.48)		(74.34)
B. Cash flow from investing activities				
Proceeds from Sale of Fixed Assets				
Net cash flow from / (used in) investing activities (B)		3,716.02		-
C. Cash flow from financing activities				
(Repayment)/Proceeds of Long Term Borrowings	(1,614.20)		1,208.96	
Interest received	-		-	
Finance cost	(0.02)		(1,138.02)	
Net cash flow from / (used in) financing activities (C)		(1,614.22)		70.95
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		0.32		(3.40)
Cash and cash equivalents at the beginning of the year		0.87		3.59
Cash and cash equivalents at the end of the period/Year		1.19		0.19

For Velan Hotels Limited
[Signature]

Managing Director

Statement of Assets and Liabilities as at 30.09.2026

Particulars	Period Ended 30.09.2026 (Unaudited)	Year Ended 31.03.2026 (Audited)
A. ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	1,047.18	5,143.91
NON-CURRENT FINANCIAL ASSETS		
Trade receivables, non current	-	0.13
Loans	52.64	766.33
Sub total- Non-current Assets	1,099.82	5,910.37
CURRENT ASSETS		
Inventories	-	-
Current Financial asset		
Trade receivables, current	-	-
Cash and Cash equivalents	1.19	0.19
Loans-current	37.26	7.20
Sub Total - Current Assets	38.45	7.39
Total assets	1,138.27	5,917.76
B. EQUITY AND LIABILITIES		
Equity		
Equity Share capital	3,196.41	3,196.41
Other equity - Reserves & Surplus	(5,528.81)	(3,932.07)
Total equity	(2,332.40)	(735.66)
LIABILITIES		
Non-current liabilities		
Deferred Tax liabilities (net)	-	314.96
Employee Benefit Obligations	-	4.53
Tax Liabilities (Net)	-	-
Non-current Financial liabilities		
Borrowings-non-current	3,446.16	6,202.24
Trade payable-Non current	2.29	34.96
Other non -current financial liabilities	22.22	71.73
Other non-current liabilities	-	19.85
Sub Total Non-current Liabilities	3,470.67	6,648.27
Current liabilities		
Current financial liabilities		
Borrowings-current	-	-
Trade payable-current	-	-
Other current financial liabilities	-	5.15
Sub Total Current Liabilities	-	5.15
Total liabilities	3,470.67	6,653.42
Total Equity and Liabilities	1,138.27	5,917.76

For Velan Hotels Limited
[Signature]

Managing Director

Krishaan & Co.,

Chartered Accountants

Independent Auditors' Review Report on the Standalone Quarterly and Year-To-Date 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 September 2026 and year to date results for the period 1st April 2026 to 30th September 2026 ("the Statement"), and being submitted by the Company pursuant to the requirements of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, as amended (the "Listing Regulations").
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 and half-year ended 30th September 2025. 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. In addition, as per the financial statements for the quarter ended and half-year ended 30th September 2026, the net worth has been eroded indicating the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. 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.*



HEAD OFFICE : C10, 6TH FLOOR, PARSN MANERE 442, ANNA SALAI, CHENNAI 600006

BRANCH : GROUND FLOOR, 'C', 8A, GD NAIDU ROAD, RACE COURSE, COIMBATORE 641018 +91-44-28272569 |

Email : ksr@krishaan.in

Krishaan & Co.,

Chartered Accountants

5. Based on our review conducted subject to Notes 3 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: 26208431NESGYR6296



Date : 26th October 2026
Place: Tirupur