

To  
The Manager,  
Dept of Corp. Services,  
BSE Limited,  
Dalal Street, P.J.Towers  
Mumbai - 400 001

Date: November 13, 2020

Dear Sir/Madam,

**Sub: Submission of Unaudited Financial Results for the quarter and half year ended on September 30, 2020- Reg**

**Ref: VELJAN DENISON LIMITED**

**Scrip Code: 505232**

Pursuant to Regulations 30 and 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are herewith enclosing the Unaudited Financial Results of the Company for the quarter and half year ended on September 30, 2020, the statement of assets and liabilities and cash flow statement as at September 30, 2020 along with the Limited Review report issued by the Statutory Auditors of the Company as approved and taken on record by the Board of Directors of the Company in their meeting held on November 13, 2020.

The meeting of Board of Directors commenced at 4.30 P.M. and concluded at 6.00 P.M.

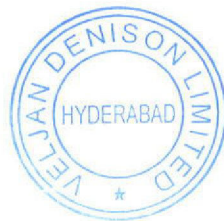
This is for your information and record.

Thanking You,

Yours Truly,  
For **VELJAN DENISON LIMITED**,



**V.C. Janardan Rao**  
Chairman & Managing Director  
DIN: 00181609



**Veljan Denison Limited**

CIN No.:- L29119TG1973PLC001670

Regd. office : Plot No.44, 4th Floor, HCL Towers, Chikoti Gardens, Begumpet, Hyderabad- 500016, Telangana.

Ph.No.040-27764546 Fax No.040-27765253

**Statement of Unaudited Financial Results for the quarter and halfyear ended September 30, 2020**

(Rs in lakhs except EPS)

Particulars	Quarter Ended			Half Year Ended		Year Ended
	September 30, 2020	June 30, 2020	September 30, 2019	September 30, 2020	September 30, 2019	March 31, 2020
	(Unaudited)			(Unaudited)		(Audited)
I Revenue from operations (Refer Note 4)	1,742.77	967.57	2,068.48	2,710.34	3,901.92	8,279.38
II Other income	31.88	25.28	26.03	57.15	55.90	125.13
III Total Revenue(I+II)	1,774.65	992.85	2,094.51	2,767.49	3,957.82	8,404.51
IV Expenses						
Cost of materials consumed	620.98	347.49	879.99	968.47	1,596.79	3,295.54
Change in inventories of finished goods, stock in trade and work in progress	3.56	37.74	-223.36	41.31	-355.54	-735.55
Employee benefit Expenses	153.24	157.62	172.84	310.86	343.14	736.55
Finance costs	12.06	15.67	8.06	27.72	50.73	78.78
Depreciation and amortisation expenses	114.15	113.88	99.01	228.03	190.21	392.24
Job Expenses	288.87	135.82	391.03	424.70	749.90	1,502.14
Other expenses	288.50	248.38	317.02	536.86	605.76	1,323.44
Total Expenses(IV)	1,481.36	1,056.60	1,644.59	2,537.95	3,180.99	6,593.14
V Profit/-Loss before exceptional items and tax(III-IV)	293.29	-63.75	449.92	229.54	776.83	1,811.37
VI Exceptional Items						
VII Profit/-Loss before tax	293.29	-63.75	449.92	229.54	776.83	1,811.37
VIII Tax expense:						
Current tax	73.82	0.00	113.24	73.82	210.98	455.92
Deferred tax	5.00	5.00	15.26	10.00	30.52	11.88
IX Profit/-Loss for the period (VII-VIII)	214.47	-68.75	321.42	145.72	535.33	1,343.57
X OTHER COMPREHENSIVE INCOME						
A-(i) Items that will be reclassified to the profit or loss	0.00	0.00	0.00	0.00	0.00	0.00
(ii) Income tax on items that will be reclassified to the profit or loss	0.00	0.00	0.00	0.00	0.00	0.00
B-(i) Items that will not be reclassified to the profit or loss						
a) Remeasurement of Defined employee benefit plans	0.00	0.00	0.00	0.00	0.00	0.00
(ii) Income tax on items that will not be reclassified to the profit or loss	0.00	0.00	0.00	0.00	0.00	0.00
Total Other Comprehensive Income (net of taxes)	0.00	0.00	0.00	0.00	0.00	0.00
Total Comprehensive Income/-Loss for The Period	214.47	-68.75	321.42	145.72	535.33	1,343.57
XI Earnings per Equity share-Basic and diluted (not annualised)	9.53	-3.06	14.29	6.48	23.79	59.71
Weighted average number of equity shares (In No's)	2,250,000	2,250,000	2,250,000	2,250,000	2,250,000	2,250,000

**Notes:**

- The above financial results have been reviewed by the audit committee and approved by the Board at its meeting held on 13.11.2020. The Statutory Auditors of the Company have carried out limited review of the results for the period ended September 30, 2020.
- The Company's business activity falls within a single business segment - Hydraulic Products in terms of IND AS 108 on operating segments.
- Previous period figures have been regrouped or rearranged wherever necessary to confirm to current year classification.
- These standalone results have been prepared in accordance with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India and guidelines issued by the Securities and Exchange Board of India.
- The Operations and financial results of the Company for the quarter and half year ended September 30, 2020 were impacted as the operations were suspended for major part of June 2020 quarter due to shut-down of the Company's Plant under the lockdown announced by the State/Central Government after the outbreak of Covid-19 Pandemic in March, 2020.

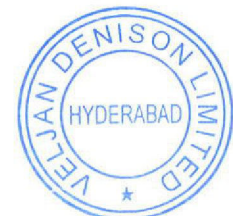
The Company has resumed operations in phased manner since 2nd week of May, 2020 confirming with the directives of various Government authorities. All necessary precautions relating to hygiene, sanitization, social distancing, care and protection of the employees would continue to be followed.

The Company has considered the possible impact of COVID -19 in preparation of above results. The impact of global health pandemic may be different from that estimated as at the date of approval of these financial results and the Company will continue to closely monitor any material changes to future economic conditions. On long term basis, the Company does not anticipate any major challenge in meeting its financial obligations and no material adjustment is considered necessary to its financial results as at September 30, 2020.

- EPS is calculated as per Ind As 33.

For and on behalf of Board of Directors

  
**V.C. Janardan Rao**  
 Chairman & Managing Director  
 DIN: 00181609



Place : Hyderabad  
 Date : 13.11.2020

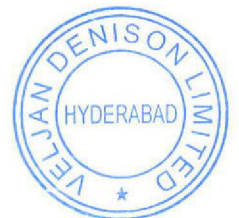
**STATEMENT OF ASSETS AND LIABILITIES**

(Rs in lakhs)

Particulars	As at Sepetember 30, 2020	As at Sepetember 30, 2019	As at March 31, 2020
	(Unaudited)	(Unaudited)	(Audited)
<b>I. ASSETS</b>			
<b>1 NON-CURRENT ASSETS</b>			
(i) Property, Plant and Equipment	5409.47	4513.10	5568.85
(ii) Capital work-in-progress	658.71	722.98	658.29
(iii) Intangible assets	5.34	9.56	6.21
(iv) Financial Assets			
(a) Other Financial Assets	64.72	67.77	66.17
<b>Sub Total - Non- Current Assets</b>	<b>6,138.25</b>	<b>5,313.41</b>	<b>6,299.52</b>
<b>2 CURRENT ASSETS</b>			
(i) Inventories	3477.53	3103.61	3757.46
(ii) Financial Assets			
(a) Trade receivables	2941.22	4054.24	3661.29
(b) Cash and cash equivalents	431.97	763.25	841.33
(c) Bank Balances other than (b) above	2625.55	1342.60	1425.55
(d) Loans	3.30	4.12	3.59
(e) Other Financial Assets	319.17	288.74	255.12
(iii) Current tax Asset (net)	134.71	284.40	295.25
(iv) Other Current Assets	1057.49	2382.62	1230.28
<b>Sub Total - Current Assets</b>	<b>10,990.95</b>	<b>12,223.58</b>	<b>11,469.87</b>
<b>TOTAL ASSETS</b>	<b>17,129.20</b>	<b>17,536.99</b>	<b>17,769.39</b>
<b>II EQUITY AND LIABILITIES</b>			
<b>1 EQUITY</b>			
(i) Equity Share Capital	225.00	225.00	225.00
(ii) Other Equity	14917.22	14505.69	14764.12
<b>Sub Total - Equity</b>	<b>15,142.22</b>	<b>14,730.69</b>	<b>14,989.12</b>
<b>2 LIABILITIES</b>			
<b>2.1 NON - CURRENT LIABILITIES</b>			
(i) Financial Liabilities			
(a) Borrowings	-	-	-
(ii) Deferred Tax Liabilities (Net)	296.42	305.07	285.49
(iii) Provisions	0.15	-	5.25
<b>Sub Total - Non- Current Liabilities</b>	<b>296.57</b>	<b>305.07</b>	<b>290.74</b>
<b>2.2 CURRENT LIABILITIES</b>			
(i) Financial Liabilities			
(a) Borrowings	0.00	158.84	587.79
(b) Trade payables (to MSME)	3.74	-	3.01
(c) Trade payables (to others)	790.60	1132.62	1020.10
(d) Other financial liabilities	743.10	1028.48	732.14
(ii) Other Current Liabilities	152.97	181.29	146.49
<b>Sub Total - Current Liabilities</b>	<b>1690.41</b>	<b>2,501.23</b>	<b>2489.53</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>17,129.20</b>	<b>17,536.99</b>	<b>17,769.39</b>

For and on behalf of Board of Directors

 Place : Hyderabad  
 Date : November 13, 2020

  
**V. G. Janardan Rao**  
 Chairman & Managing Director  
 DIN: 00181609


**CASH FLOW STATEMENT**
**(Rs in lakhs)**

Particulars	Half Year Ended		Year Ended
	30-09-2020	30-09-2019	31-03-2020
	Unaudited		Audited
<b>A CASH FLOW FROM OPERATING ACTIVITIES:</b>			
Net profit before Tax & Exceptional items	229.54	776.83	1,811.37
Adjustments for			
Depreciation	228.03	190.21	392.25
Interest Expenses	27.73	50.73	78.79
Interest Income	-56.31	-54.25	-111.63
Tools and Jigs, Fixtures and Patterns Written off	5.81	6.05	12.84
<b>OPERATING CASH FLOW BEFORE WORKING CAPITAL CHANGE</b>	<b>434.79</b>	<b>969.57</b>	<b>2,183.62</b>
Adjustments for:			
Inventories	274.12	-493.92	-1,154.56
Trade receivable	720.07	1,120.40	1,513.36
Other Receivable	158.80	-354.85	90.67
Trade payable	-122.81	100.71	-221.80
Income Tax paid	94.93	-282.44	-638.99
<b>Net cash flow from operating activities A</b>	<b>1,559.90</b>	<b>1,059.47</b>	<b>1,772.30</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES:</b>			
Interest Received	0.25	24.25	124.55
Purchase of fixed Assets	-121.53	-591.94	-1,111.97
<b>Net Cash Used in investing Activities B</b>	<b>-121.27</b>	<b>-567.69</b>	<b>-987.42</b>
<b>C CASH FLOW FROM FINANCE ACTIVITIES:</b>			
Proceeds from Long Term Borrowings	-33.64	-67.12	-134.04
working capital loans	-587.79	-1,595.65	-1,166.70
Interest paid	-27.73	-50.73	-78.79
dividend paid	1.18	0.00	-466.08
<b>NET CASH FLOW FROM FINANCING ACTIVITIES</b>	<b>-647.98</b>	<b>-1,713.50</b>	<b>-1,845.61</b>
<b>D NET CASH INCREASE/DECREASE IN CASH IN CASH EQUIVALENT</b>	<b>790.65</b>	<b>-1,221.72</b>	<b>-1,060.73</b>
OPENING CASH & BANK BALANCE	2,266.87	3,327.60	3,327.60
<b>CLOSING CASH &amp; BANK BALANCE</b>	<b>3,057.52</b>	<b>2,105.88</b>	<b>2,266.87</b>

For and on behalf of Board of Directors

Place : Hyderabad  
Date : November 13, 2020

  
**V. C. Janardan Rao**  
Chairman & Managing Director  
DIN: 00181609




Independent Auditor's Review Report on Quarterly and Year to date Unaudited Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, as amended

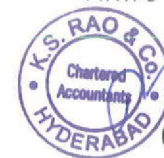
To the Board of Directors of **VELJAN DENISON LIMITED**.

1. We have reviewed the accompanying statement of unaudited financial results of **VELJAN DENISON LIMITED** ("the Company") for the quarter ended 30th september,2020 and year to date results for the period from 1<sup>st</sup> April 2020 to 30<sup>th</sup> September,2020 (the "Statement") being submitted by the Company pursuant to the requirement of Regulation 33 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 approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting", prescribed under Section 133 of the Companies Act, 2013 as amended read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement 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 Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free from material misstatement. A review of interim financial information consists of making inquiries, primarily of personnel responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards (Ind AS) specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

for **K.S Rao & CO.**

Chartered Accountants

Firm's Regn No. 0031095



**(M.Naga Prasadu)**

Partner

Membership No. 231388

UDIN: 20231388AAAACI7404

Place : Hyderabad

Date : 13.11.2020