

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

Date: May 23, 2024

Dear Sir/Madam,

Sub: Submission of Audited Financial Results for the year ended March 31, 2024- 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 enclosing herewith the Audited Financial Results (Standalone and Consolidated) of the Company for the Quarter and Year ended March 31, 2024 as approved and taken on record by the Board of Directors of the Company in their meeting held today i.e May 23, 2024.

The Independent Auditors' Reports issued by the Statutory Auditors of the Company and the declaration with regard to the Unmodified Auditors' Reports as required under Regulation 33 (3)(d) of SEBI (LODR) Regulations. 2015 are also enclosed herewith.

The meeting of the Board of Directors commenced at 3.20 P.M. and concluded at 7.55 P.M.

This is for your information and record,

Thanking You,

Yours Truly,
For VELJAN DENISON LIMITED,

U. Sri Krishna
Executive Director & CEO (Whole Time Director)
DIN: 008880274

Veljan Denison Limited
CIN No.: L29119TG1973PLC001670

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

Statement of STANDALONE Audited Financial Results for the Quarter and Year ended March 31, 2024

(Rs. in Lakhs)

Particulars	Quarter Ended			Year Ended	
	Mar 31, 2024	Dec 31, 2023 (Un- audited)	Mar 31, 2023	Mar 31, 2024	Mar 31, 2023
	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)
1. Revenue from operations	3,342.97	3,151.36	2,675.24	12,425.46	11,064.40
2. Other income	71.68	78.38	61.34	271.73	203.67
3. Total Revenue(1+2)	3,414.65	3,229.74	2,736.58	12,697.19	11,268.07
4. Expenses					
Cost of materials consumed	1,300.11	1,331.17	960.00	5,086.52	4,412.16
Change in inventories of finished goods and work-in-process	(98.79)	(166.71)	127.57	(573.31)	(281.91)
Employee benefit Expenses	297.18	263.21	264.10	1,072.96	1,003.48
Finance costs	15.40	18.13	15.58	101.53	77.73
Depreciation and amortisation expenses	124.21	125.63	121.87	475.45	485.15
Job Expenses	503.36	513.59	492.32	2,003.13	1,937.61
Other expenses	542.00	428.14	421.07	1,799.94	1,657.36
Total Expenses(4)	2,683.47	2,513.16	2,402.51	9,966.22	9,291.58
5. Profit before exceptional items and tax(3-4)	731.18	716.58	334.07	2,730.97	1,976.49
6. Exceptional Items	-	-	-	-	-
7. Profit before tax	731.18	716.58	334.07	2,730.97	1,976.49
8. Tax expense:					
Current tax	154.35	180.35	95.10	657.66	508.46
Related to previous year	16.17	-	-	16.17	-
Deferred tax	5.61	5.00	(5.14)	20.61	9.86
9. Profit after tax (7-8)	555.05	531.23	244.11	2,036.53	1,458.17
10. OTHER COMPREHENSIVE INCOME					
A(i) Items that will be reclassified to the profit or loss	-	-	-	-	-
(ii) Income tax on items that will be reclassified to the profit or loss	-	-	-	-	-
B(i) Items that will not be reclassified to the profit or loss	-	-	-	-	-
a) Remeasurement of Defined employee benefit plans	-	-	-	-	-
(ii) Income tax on items that will not be reclassified to the profit or loss	-	-	-	-	-
Total Other Comprehensive Income (net of taxes)	-	-	-	-	-
Total Comprehensive Income for The Period	555.05	531.23	244.11	2,036.53	1,458.17
11. Earnings per Equity share-Basic and diluted (not annualised)	24.67	23.61	10.85	90.51	64.81
Weighted average number of equity shares	22.50	22.50	22.50	22.50	22.50

Notes:

- The above financial results have been reviewed by the audit committee and approved by the board at their meeting held on 23.05.2024. The Statutory Auditors issued an unmodified report thereon.
- The Board has recommended a dividend at Rs. 17/- per share (Face value of Rs.10 each) for the year ended March 31, 2024 subject to approval of members.
- 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.
- The figures of the quarter ended March 31, 2024 and March 31, 2023 are the balancing figures between audited figures for the full financial year and the published year to date figures upto third quarter of the respective financial years.

For and on behalf of Board of Directors

Place : Hyderabad
Date : 23.05.2024

U. Sri Krishna
Executive Director & CEO
DIN 0008880274

Veljan Denison Limited

CIN No.: L29119TG1973PLC001670

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

Statement of Satandalone Assets & Liabilities as at March 31, 2024

(Rs. in Lakhs)

Particulars	AS AT	AS AT
	31-03-2024	31-03-2023
ASSETS		
(1) NON-CURRENT ASSETS		
(a) Property, Plant & Equipment	7,785.02	5,883.17
(b) Capital work-in-Progress	252.78	1,511.98
(c) Intangible Assets	8.60	11.15
(d) Financial Assets		
i. Other Financial Asset	86.32	82.02
ii. Investment	1,390.22	1,390.22
	9,522.94	8,878.54
(2) CURRENT ASSETS		
(a) Inventories	5,982.25	5,259.64
(b) Financial Assets		
i. Trade receivables	2,852.68	2,810.45
ii. Cash and cash equivalents	21.10	16.87
iii. Bank Balances Other than (ii) above	3,741.86	3,768.07
iv. Loans	11.44	12.06
v. Other financial assets	136.09	131.42
(c) Other current assets	843.53	861.12
(d) Current tax assets (Net)	2.60	113.89
	13,591.55	12,973.53
Total Assets	23,114.49	21,852.07
(1) EQUITY AND LIABILITIES		
EQUITY		
(a) Equity Share Capital	225.00	225.00
(b) Other Equity	19,829.34	18,085.31
	20,054.34	18,310.31
(2) LIABILITIES		
NON - CURRENT LIABILITIES		
Deferred Tax	354.42	333.81
	354.42	333.81
(3) CURRENT LIABILITIES		
(a) Financial Liabilities		
i. Short Term Borrowing	693.97	941.30
(b) Trade Payable		
i. Total Outstanding dues of Micro, Small & Medium Enterprises	605.50	5.26
ii. Total outstanding dues other than (b)(i) above	280.85	1,002.50
iii. Other Financial Liabilities	828.15	997.05
(c) Other Current Liabilities	297.26	261.85
	2,705.73	3,207.96
Total Equity & Liabilities	23,114.49	21,852.07

For and on behalf of Board of Directors

Place : Hyderabad
Date : 23.05.2024

U. Sri Krishna
Executive Director & CEO
DIN 0008880274

VELJAN DENISON LIMITED

STANDALONE Cash Flow Statement for the year ended on 31st March 2024

(Rs. in Lakshs)

Particulars	Year ended 31-03-2024 (Audited)	Year ended 31-03-2023 (Audited)
A. Cash Flow From Operating Activities		
Profit/ (Loss) before tax	2,730.97	1,976.49
Adjustments for:		
Depreciation and amortization expense	475.45	485.15
Interest income	(248.02)	(192.32)
Finance Cost	101.53	77.73
Loss on Sale of Assets	-	0.77
Tools or Dies Written Off	22.72	20.14
Operating Profit before working capital Changes	3,082.65	2,367.95
Movement in Working Capital		
Decrease/(increase) in inventories	(745.33)	(745.47)
Decrease/(increase) in trade receivables	(42.23)	488.04
Increase / (decrease) Trade payables	(121.41)	(78.85)
Decrease / (Increase) in financial assets	(11.51)	(0.65)
Decrease / (Increase) in non-financial assets	(155.71)	(72.07)
Increase / (decrease) in financial liabilities	(344.43)	151.83
Increase / (decrease) in other liabilities	35.41	(2.64)
Cash Generated from Operations	1,697.45	2,108.14
Taxes Paid	(562.54)	(526.09)
Net Cash flow from Operating Activities (A)	1,134.91	1,582.05
B. Cash Flow From Investing Activities		
Purchase of Property plant and equipment and intangible assets incl. CWIP	(925.38)	(1,224.86)
Proceeds from sale of assets	6.85	0.84
Investment in Subsidiary	-	(1,390.22)
Movement in other bank balances	26.21	732.78
Interest Received	251.18	240.29
Net cash flow generated/(used) from investing activities (B)	(641.14)	(1,641.18)
C. Cash flows from financing activities		
Proceeds from/(repayment of) short-term loans and borrowings, net	(247.33)	255.23
Dividend paid	(140.68)	(140.68)
Interest paid	(101.53)	(77.73)
D. Net cash from/(used in) financing activities (C)	(489.54)	36.82
Net increase in cash and cash equivalents (A+B+C)	4.23	(22.31)
Cash and cash equivalents at the beginning of the period/year	16.87	39.18
Cash and cash equivalents at the end of the year	21.10	16.87
Component of Cash and Cash Equivalent		
Cash in Hand	4.89	0.42
Balance with banks In current Account	0.05	0.80
Fixed Deposits with maturity less than 3 months	16.16	15.65
Total Cash and Cash Equivalents in Cash Flow Statement	21.10	16.87

1. The above cash flow statement has been prepared under the Indirect Method set out in the Ind AS-7 specified under Section 133 of the Companies Act 2013.

2. Previous year figures have been regrouped and recasted wherever necessary to conform to the current classification.

For and on behalf of Board of Directors

Place : Hyderabad
Date : 23.05.2024

U. Sri Krishna
Executive Director & CEO
DIN:008880274



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

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

Report on the audit of the Standalone Financial Results

Opinion

We have audited the accompanying statement of quarterly and year to date standalone financial results of **VELJAN DENISON LIMITED** (the "Company") for the quarter and the year ended March 31, 2024 ("Statement"), attached herewith, 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").

In our opinion and to the best of our information and according to the explanations given to us these standalone financial results:

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter and year ended March 31, 2024.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Standalone Financial Results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Standalone Financial Results

The statement has been prepared on the basis of the standalone annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of the statement that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the applicable accounting standards prescribed





under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the statement, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls





- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the statement, including the disclosures, and whether the statement represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matter

The Statement includes the results for the quarter ended March 31, 2024 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2024 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

Place : Hyderabad
Date : 23.05.2024

for **BRAHMAYYA & CO.**
Chartered Accountants
Firm's Regn No. 000513S



K. Shrawan
(K.SHRAVAN)

Partner

Membership No. 215798

UDIN: *24215798BKESQP2465*

Veljan Denison Limited

CIN No.: L29119TG1973PLC001670

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

Statement of Audited CONSOLIDATED Financial Results for the Quarter and Year ended March 31, 2024

(Rs. in Lakhs)

Particulars	Quarter Ended			Year Ended	
	Mar 31, 2024	Dec 31, 2023	Mar 31, 2023	Mar 31, 2024	Mar 31, 2023
	(Audited)	(Un- audited)	(Audited)	(Audited)	(Audited)
1. Revenue from operations	3,674.50	3,501.67	3,049.20	13,769.28	12,057.74
2. Other income	74.97	81.06	63.28	282.26	206.56
3. Total Revenue(1+2)	3,749.47	3,582.73	3,112.48	14,051.54	12,264.30
4. Expenses					
Cost of materials consumed	1,357.54	1,408.99	1,091.08	5,287.20	4,662.97
Change in inventories of finished goods and work-in-process	(98.78)	(166.72)	127.57	(573.31)	(281.91)
Employee benefit Expenses	428.09	381.90	377.94	1,556.00	1,284.30
Finance costs	15.79	18.42	16.21	102.77	78.36
Depreciation and amortisation expenses	148.51	145.33	152.86	559.13	539.02
Job Expenses	503.36	513.59	492.32	2,003.14	1,937.61
Other expenses	628.64	520.95	519.82	2,159.00	1,883.33
Total Expenses(4)	2,983.15	2,822.46	2,777.80	11,093.93	10,103.67
5. Profit before exceptional items and tax(3-4)	766.32	760.27	334.68	2,957.61	2,160.63
6. Exceptional Items	-	-	-	-	-
7. Profit before tax	766.32	760.27	334.68	2,957.61	2,160.63
8. Tax expense:					
Current tax	189.08	189.08	107.01	702.99	520.37
Related to previous year	-	-	-	16.17	-
Deferred tax	7.87	7.87	22.88	31.01	37.88
9. Profit after tax (7-8)	569.37	563.32	204.79	2,207.44	1,602.38
10. OTHER COMPREHENSIVE INCOME					
A-(i) Items that will be reclassified to the profit or loss	-	-	-	-	-
(ii) Income tax on items that will be reclassified to the profit or loss	-	-	-	-	-
B-(i) Items that will not be reclassified to the profit or loss	-	-	-	-	-
a) Remeasurement of Defined employee benefit plans	-	-	-	-	-
(ii) Income tax on items that will not be reclassified	-	-	-	-	-
c. Exchange diff. on translating the financial statement of foreign operations.	-	-	-	-	-
Total Other Comprehensive Income(net of taxes)	-	-	-	-	-
Total Comprehensive Income for The Period	569.37	563.32	204.79	2,207.44	1,602.38
11. Earnings per Equity share-Basic and Diluted (not annualised)	25.31	25.04	9.10	98.11	71.22
Weighted average number of equity shares	22.50	22.50	22.50	22.50	22.50

Notes:

1. The above financial results have been reviewed by the Audit committee and approved by the Board of Directors in their respective meetings held on May 23, 2024. The Statutory Auditors have audited the financial results and issued audit report with unmodified opinion.

2. The Company's business activity falls within a single business segment - Hydraulic Products in terms of IND AS 108 on operating segments.

3. The consolidated financial results includes the financial results of Adan Holdings Limited which has become a Wholly Owned Subsidiary effective from August 01st, 2022(2nd quarter of previous financial year). Hence, financials of Adan Holdings Limited have been considered for consolidation for the period from August 01st, 2022 to March 31st, 2023.

For and on behalf of Board of Directors

Place : Hyderabad
Date : 23.05.2024

U. Sri Krishna
Executive Director & CEO
DIN 0008880274

Veljan Denison Limited

CIN No.: L29119TG1973PLC001670

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

Statement of Consolidated Assets & Liabilities as at March 31, 2024

(Rs. in Lakshs)

Particulars	AS AT 31-03-2024	AS AT 31-03-2023
ASSETS		
(1) NON-CURRENT ASSETS		
(a) Property, Plant & Equipment	8,644.76	6,722.47
(b) Capital work-in-Progress	252.78	1,511.98
(c) Intangible Assets	8.60	11.15
(d) Goodwill	316.30	306.28
(d) Financial Assets		
i. Other Financial Asset	86.32	82.02
	9,308.75	8,633.90
(2) CURRENT ASSETS		
(a) Inventories	6,496.89	5,598.62
(b) Financial Assets		
i. Trade receivables	3,080.39	3,088.33
ii. Cash and cash equivalents	237.49	263.07
iii. Bank Balances Other than (ii) above	3,741.86	3,768.08
iv. Loans	11.44	12.06
v. Other financial assets	136.09	131.42
(c) Other current assets	870.68	882.68
(d) Current tax assets (Net)	2.60	113.89
	14,577.44	13,858.15
Total Assets	23,886.19	22,492.05
(1) EQUITY AND LIABILITIES		
EQUITY		
(a) Equity Share Capital	225.00	225.00
(b) Other Equity	20,263.05	18,293.38
	20,488.05	18,518.38
(2) LIABILITIES		
NON - CURRENT LIABILITIES		
Deferred Tax	500.24	464.94
	500.24	464.94
(3) CURRENT LIABILITIES		
(a) Financial Liabilities		
i. Short Term Borrowing	693.97	941.30
(b) Trade Payable		
i. Total Outstanding dues of Micro, Small & Medium Enterprises	605.50	5.26
ii. Total outstanding dues other than (b)(i) above	381.21	1,145.14
iii. Other Financial Liabilities	828.15	997.05
(c) Other Current Liabilities	389.07	419.98
	2,897.90	3,508.73
Total Equity & Liabilities	23,886.19	22,492.05

For and on behalf of Board of Directors

Place : Hyderabad
Date : 23-05-2024

U. Sri Krishna
Executive Director & CEO
DIN 0008880274

VELJAN DENISON LIMITED

CONSOLIDATED Cash Flow Statement for the year ended on 31st March 2024

(Rs. in Lakshs)

	Year ended 31-03-2024 (Audited)	Year ended 31-03-2023 (Audited)
A. Cash Flow From Operating Activities		
Profit/ (Loss) before tax	2,957.61	2,160.63
Adjustments for:		
Depreciation and amortization expense	559.13	539.02
Interest income	(248.02)	(192.32)
Finance Cost	102.78	78.36
Loss on Sale of Assets	5.13	0.77
Unrealised Foreign Exchange gain (net)	44.72	-
Tools or Dies Written Off	22.72	20.14
Operating Profit before working capital Changes	3,444.09	2,606.59
Movement in Working Capital		
Decrease/(increase) in inventories	(921.00)	(745.95)
Decrease/(increase) in trade receivables	7.94	443.00
Increase / (decrease) Trade payables	(163.69)	(47.95)
Decrease / (Increase) in financial assets	(11.51)	0.65
Decrease / (Increase) in non-financial assets	(161.32)	(123.98)
Increase / (decrease) in financial liabilities	(26.00)	151.67
Increase / (decrease) in other liabilities	(30.91)	122.29
Cash Generated from Operations	2,137.61	2,406.32
Taxes Paid	(603.58)	(526.09)
Net Cash flow from Operating Activities (A)	1,534.03	1,880.23
B. Cash Flow From Investing Activities		
Purchase of Property plant and equipment and intangible assets incl. CWIP	(1,034.64)	(1,420.26)
Proceeds from sale of assets	6.85	0.84
Investment in Subsidiary	-	(1,246.18)
Movment in other bank balances	26.21	732.78
Interest Received	251.18	240.29
Net cash flow generated/(used) from investing activities (B)	(750.40)	(1,692.53)
C. Cash flows from financing activities		
Proceeds from/(repayment of) short-term loans and borrowings, net	(247.33)	255.23
Dividend paid	(459.11)	(140.68)
Interest paid	(102.78)	(78.36)
Net cash from/(used in) financing activities (C)	(809.21)	36.19
D. Net increase in cash and cash equivalents (A+B+C)	(25.58)	223.89
Cash and cash equivalents at the beginning of the period/year	263.08	39.18
Cash and cash equivalents at the end of the year	237.49	263.07
Component of Cash and Cash Equivalent		
Cash in Hand	4.89	0.42
Balance with banks In current Account	216.44	247.00
Fixed Deposits with maturity less than 3 months	16.16	15.65
Total Cash and Cash Equivalents in Cash Flow Statement	237.49	263.07

- 1 The above cash flow statement has been prepared under the Indirect Method set out in the Ind AS-7 specified under Section 133 of the Companies Act 2013.
- 2 Previous year figures have been regrouped and recasted wherever necessary to conform to the current classification.

For and on behalf of Board of Directors

Place : Hyderabad
Date : 23.05.2024

U. Sri Krishna
Executed Director & CEO
DIN:008880274



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

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

Report on the audit of the Consolidated Financial Results

Opinion

We have audited the accompanying statement of quarterly and year to date consolidated financial results of **VELJAN DENISON LIMITED** ("Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") for the quarter and year ended March 31, 2024 ("Statement"), attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us these consolidated financial results:

- a. include the annual financial results of the following entities:
 1. Adan Holdings Limited (Wholly Owned Subsidiary)
 2. Adan Limited (Step down Subsidiary)
- b. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- c. gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India, of the consolidated net profit and other comprehensive income and other financial information of the Group for the quarter and year ended March 31, 2024.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs), as specified under Section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Consolidated Financial Results" section of our report. We are independent of the Group in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our opinion.





Management's Responsibilities for the Consolidated Financial Results

The Statement has been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of the Statement that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group in accordance with the applicable accounting standards prescribed under section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Statement by the Directors of the Holding Company, as aforesaid.

In preparing the Statement, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group, to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk





of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the statement, including the disclosures, and whether the statement represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group of which we are the independent auditors and whose financial information we have audited, to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the Statement of which we are the independent auditors.

We communicate with those charged with governance of the Holding Company and such other entities included in the Statement of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

We also performed procedures in accordance with the Circular No. CTR/CFD/CMD 1/44/2019 dated March 29, 2019 issued by the Securities Exchange Board of India under Regulation 33 (8) of the Listing Regulations, to the extent applicable.





CHARTERED ACCOUNTANTS

VIJAYAWADA, HYDERABAD, VISAKHAPATNAM, GUNTUR, TANUKU & KAKINADA

Other Matter

The Statement includes the results for the quarter ended March 31, 2024 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2024 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

for **BRAHMAYYA & CO.**
Chartered Accountants
Firm's Regn No. 000513S



K. Shraavan

(K.SHRAVAN)

Partner

Membership No. 215798

UDIN: *24215798BKESQA5118*

Place : Hyderabad
Date : 23.05.2024

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

Date: May 23, 2024

Dear Sir/Madam,

Sub: Declaration of unmodified opinion under Regulation 33 (3)(d) of SEBI (LODR) Regulations. 2015- **Reg**

Ref: VELJAN DENISON LIMITED

Scrip Code: 505232

With reference to the above subject, we hereby declare and confirm that, the Statutory Auditors of the Company, M/s. Brahmayya & Co., Chartered Accountants, Hyderabad (Firm Registration No. 000513S) have issued an Auditors' Reports with unmodified opinion on the Annual Audited Financial Results (Standalone and Consolidated) of the Company for the Quarter and Year ended March 31, 2024 pursuant to Regulation 33 (3)(d) of SEBI (LODR) Regulations. 2015.

This is for your information and records please.

Thanking You,

Yours Truly,
For VELJAN DENISON LIMITED,

U. Sri Krishna
Executive Director & CEO (Whole Time Director)
DIN: 008880274