

MILKFOOD LIMITED

Regd. Office : P.O. Bahadurgarh, Patiala - 147021 (Punjab)



UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE HALF YEAR ENDED 30TH SEPTEMBER, 2005

(Rs. in lakhs)

	Particulars	Quarter ended	Quarter ended	Year to date	Year to date	Previous
		30-Sep-2005	30-Sep-2004	figures for the period ending 30-Sep-2005	figures for the previous period ending 30-Sep-2004	accounting year ended 31-Mar-2005 (Audited)
		(1)	(2)	(3)	(4)	(5)
1.	Net Income from Sales / Services	3,444	3,330	5,853	6,577	19,152
2.	Cost of Sales/Services					
	a) (Increase)/Decrease in Stock in Trade	190	919	352	1,550	1,077
	b) Consumption of Raw Materials	2,619	2,001	4,376	4,099	15,044
	c) Other Expenditure	289	257	545	512	1,583
3.	Gross Profit	346	153	580	416	1,448
4.	General Administrative Expenses	178	203	382	390	764
5.	Selling and Distribution Expenses	72	68	123	139	490
6.	Operating Profit/(Loss) before Interest & Depreciation	96	(118)	75	(113)	194
7.	Interest (Net)	15	33	50	72	104
8.	Cash Profit/(Loss)	81	(151)	25	(184)	90
9.	Depreciation	22	22	48	43	83
10.	Profit/(Loss) before Tax	59	(173)	(23)	(227)	7
11.	Provision for Taxation					
	a) Current Tax	—	—	—	—	1
	b) Deferred Tax Liability/(Asset)	(16)	(86)	(50)	(104)	(20)
12.	Net Profit/(Loss)	75	(87)	27	(123)	26
13.	Paid-up Equity Share Capital	489	489	489	489	489
14.	Reserves excluding revaluation reserves (as per balance sheet) of previous accounting year	—	—	—	—	2,217
15.	Cash EPS	1.66	(3.09)	0.51	(3.78)	1.85
16.	Basic and diluted EPS	1.54	(1.78)	0.55	(2.53)	0.54
17.	Aggregate of Non-Promoters Shareholding					
	— Number of Shares	—	—	—	—	2,384,900
	— Percentage of Shareholding	—	—	—	—	48.81%

- No provision for gratuity as on 30th September, 2004 has been made in these accounts amounting to Rs. 179.54 lacs (September 30, 2004 - Rs. 157.57 lacs) calculated in accordance with payment of Gratuity Act, 1972 not actuarially determined for employees and of which Rs. 0.82 lacs (Previous quarter ended September 2004 - Rs. 0.98 lacs) relates to current period. The company is in process of reviewing its accounting policy with respect to gratuity.
- The interest expense is net of interest income of Rs. 0.18 lacs (September 30, 2004 Rs. 0.12 lacs).
- The Company is operating under a single segment i.e. "Dairy Products - comprising ghee and milk powder" and therefore there are no reportable segments as per AS-17 "Segment Reporting" issued by the Institute of Chartered Accountants of India.
- Contingent Liabilities - Claims against the Company not acknowledged as debts - Rs. 606.44 lacs.
- The Company has received 3 investor complaints during the current quarter and all these complaints have been resolved.
- The Company has shut down operations of its Gurgaon Plant. In the opinion of the management the realisable value of net assets is expected to be much higher than the book value and hence no provision is considered necessary. No Depreciation for the current period has been provided.
- Previous period figures have been recast wherever necessary to make them comparable with those of current period.
- The above results have been taken on record by the Board of Directors in their meeting held on 31st October, 2005.

For Milkfood Limited

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Umesh N. Saxena
(Managing Director)

Place : New Delhi
Date : 31st October, 2005