

MILKFOOD LIMITED

5th Floor, 91, Bhandari House, Nehru Place, New Delhi-110 019

Ph.: 26460670-4 / 26463773 Fax : 011-26460823

E-mail : milkfoodltd@milkfoodltd.com, Website : www.milkfoodltd.com

CIN : L15201PB1973PLC003746

13th February, 2020

MFL\SCY\2019 - 20
The Manager (Listing)
The BSE Limited
1st Floor, New Trading Ring,
Rotunda Building
P J Towers, Dalal Street,
Fort, Mumbai-400 001

**Sub: Outcome of Board Meeting held on 13th February, 2020
Scrip Code No.: 507621**

Dear Sir/Madam,

In terms of Regulation 30 and 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, we are enclosing herewith Unaudited Standalone and Consolidated Financial Results of the Company along with Limited Review Report thereon for the quarter ended 31st December, 2019 approved by the Board of Directors of the Company at its Meeting held on 13th February, 2020 in terms of Regulation 33 of the Regulations.

The Board Meeting commenced at 3.30 p.m. and concluded at 5.00 p.m.

This is for your information and records.

Thanking you,

Yours faithfully,

For MILKFOOD LIMITED

Rakesh Kumar Thakur

Rakesh Kumar Thakur
Company Secretary & Compliance officer
Encl: As above



milkfood

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

Phones : 0175-2381404 / 2381415

Fax : 0175-2380248

V.P.JAIN & ASSOCIATES

Chartered Accountants

Ambika Bhawan, F-1, First Floor,
4658-A/21, Ansari Road, Darya Ganj, New Delhi – 110002

Phone: 23276695,30126695

email id-vpjain_ca@rediffmail.com

INDEPENDENT AUDITOR'S REVIEW REPORT ON QUARTERLY AND YEAR TO DATE STANDALONE UNAUDITED FINANCIAL RESULTS OF THE COMPANY PURSUANT TO THE REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS 2015, AS AMENDED

To

The Board of Directors,

Milkfood Limited,

5th Floor, Bhandari House,

Nehru Place

New Delhi- 110019

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results alongwith the notes thereon, of **Milkfood Limited**("the Company") for the quarter and nine months period ended December 31, 2019 ("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.
2. This statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared substantially 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 the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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

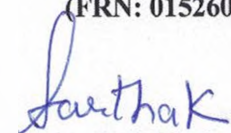


the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, limited primarily of Company's personnel responsible for financial and accounting matters, and applying analytical and other procedures. A review is substantially less in scope than an audit conducted in accordance with Standard on Auditing specified under Section 143(10) of the Companies Act, 2013 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 stated above and read with the notes accompanying the Statement and appended below, nothing has come to our attention that causes us to believe that the accompanying Statement prepared substantially in accordance with the aforesaid Indian Accounting Standard ('Ind AS') specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder 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 and Disclosure Requirements) Regulation 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
- (i) The closing stock has been certified by the management in terms of quantity and value.

Place: New Delhi
Date: February 13, 2020

For V.P. Jain & Associates
Chartered Accountants
(FRN: 015260N)


(CA Sarthak Madaan)

Partner

(Membership No. 547131)

UDIN:20547131AAAAAB1449



MILKFOOD LIMITED

CIN: L15201PB1973PLC003746

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

E-mail : milkfoodLtd@milkfoodLtd.com, Ph.011-26420670-74, Fax: 011-26420823



STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER & NINE MONTHS PERIOD ENDED DECEMBER 31, 2019

| S.No | Particulars | (Rs. In Lacs) | | | | | |
|------|---|---------------------------|---------------------------|---------------------------|---------------------------|---------------------------|-------------------------|
| | | Quarter ended | | | Nine months period ended | | Year ended |
| | | 31.12.2019 (Unaudited) | 30.09.2019 (Unaudited) | 31.12.2018 (Unaudited) | 31.12.2019 (Unaudited) | 31.12.2018 (Unaudited) | 31.03.2019 (Audited) |
| | 1 | 2 | 3 | 4 | 5 | 6 | |
| 1 | Income from operations | | | | | | |
| | (a) Revenue from operations | 17,370 | 13,896 | 14,299 | 44,523 | 36,252 | 53,059 |
| | (b) Other income | 18 | 2 | 5 | 23 | 12 | 31 |
| | Total income | 17,388 | 13,898 | 14,304 | 44,546 | 36,264 | 53,090 |
| 2 | Expenses | | | | | | |
| | (a) Cost of materials consumed | 11,358 | 12,579 | 10,444 | 35,155 | 28,469 | 45,178 |
| | (b) Changes in inventories of finished goods, work-in-progress and stock-in-trade | 4,442 | (779) | 1,840 | 3,701 | 2,931 | 651 |
| | (c) Employee benefits expense | 598 | 612 | 590 | 1,847 | 1,433 | 2,017 |
| | (d) Finance cost | 223 | 182 | 205 | 588 | 608 | 788 |
| | (e) Depreciation and amortisation expense | 263 | 182 | 166 | 631 | 495 | 683 |
| | (f) Other expenses | 401 | 549 | 698 | 1,551 | 1,503 | 2,436 |
| | Total expenses | 17,285 | 13,325 | 13,943 | 43,473 | 35,439 | 61,763 |
| 3 | Profit before Taxes (1-2) | 103 | 573 | 361 | 1073 | 825 | 1,337 |
| 4 | Tax expense | 35 | 113 | 76 | 229 | 170 | 313 |
| 5 | Net Profit / (Loss) for the period (3 + 4) | 68 | 460 | 285 | 844 | 655 | 1,024 |
| 6 | Other Comprehensive Income / (Loss) | | | | | | |
| | Items that will not be reclassified to profit or loss | 9 | - | 25 | (6) | (2) | (15) |
| 7 | Net Profit / (Loss) after tax (5 +6) | 77 | 460 | 310 | 838 | 653 | 1,009 |
| 8 | Paid-up Equity Share Capital (Face Value Rs. 10/- each) | 489 | 489 | 489 | 489 | 489 | 489 |
| 9 | Other Equity | - | - | - | - | - | 9331 |
| 10 | Earnings per share | | | | | | |
| | [Face Value of Rs. 10/- each (not annualised for quarter & nine months)]: | | | | | | |
| | (a) Basic (Rs.) | 1.40 | 9.40 | 5.83 | 17.27 | 13.40 | 20.94 |
| | (b) Diluted (Rs.) | 1.40 | 9.40 | 5.83 | 17.27 | 13.40 | 20.94 |

NOTES:

- The unaudited financial results of the Company have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 13, 2020. The statutory auditors have carried out limited review under regulation 33 of the SEBI (Listed Obligations and Disclosure Requirement) Regulation, 2015 and expressed an unmodified audit opinion on these results.
- The financial results of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) (Amendment) Rules, 2016.
- Effective April 1, 2019, the Company adopted Ind AS 116 "Leases", applied to all lease contracts existing on April 1, 2019 using the modified retrospective method. Accordingly, comparatives for the year ended March 31, 2019 have not been retrospectively adjusted. On transition, the adoption of the new standard resulted in recognition of Right-of-Use asset (ROU) of Rs. 279.06 Lacs and a corresponding lease liability of Rs. 279.06 Lacs. The effect of this adoption has decreased PAT by Rs. 7.86 Lacs and EPS by INR Rs. 0.16 per share (not annualised) for the quarter and nine months period ended December 31, 2019.
- The company is operating under a single segment i.e., "Dairy Products - comprising Ghee, Milk Powder, Casein & Whey Powder" and therefore there are no reportable segments as per IND AS-108 "Operating Segment".
- Other expenses include obsolete inventory written off for Rs. 46.52 Lakhs.
- Term loan interest Rs. 35.69 Lacs, salary & consultancy of Rs. 25 Lacs has been capitalized in Plant & Machinery and CWIP (Building).
- Contingent Liabilities - Claims against the company not acknowledged as debts - Rs. 71 Lacs.
- Deferred tax Liability /Assets and provision for non moving /slow moving and doubtful debts are recognized at the year end.
- Previous period figures have been recast/regrouped/reclassified wherever necessary to make them comparable with those of current period.

For & on behalf of Board of Director of Milkfood Limited

Place: New Delhi
Date: 13th February, 2020

Gita Bawa
(Gita Bawa)
Director



V.P.JAIN & ASSOCIATES

Chartered Accountants

AmbikaBhawan, F-1, First Floor,
4658-A/21, Ansari Road, Darya Ganj, New Delhi – 110002

Phone: 23276695,30126695

email id-vpjain_ca@rediffmail.com

INDEPENDENT AUDITOR'S REVIEW REPORT ON QUARTERLY AND YEAR TO DATE CONSOLIDATED UNAUDITED FINANCIAL RESULTS OF THE COMPANY PURSUANT TO THE REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS 2015, AS AMENDED

To

**The Board of Directors,
Milkfood Limited,
5th Floor, Bhandari House,
Nehru Place
New Delhi- 110019**

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results alongwith the notes thereon, of **Milkfood Limited**("the Parent") and its subsidiaries (the Parent and its subsidiary together refer to as "the group") for the quarter and nine months periodended December31, 2019 ("the Statement") being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This statement which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared substantially 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 the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 Statement is free of material misstatement. A review of interim financial information consists of making inquiries, limited primarily of



Parent's personnel responsible for financial and accounting matters, and applying analytical and other procedures. A review is substantially less in scope than an audit conducted in accordance with Standard on Auditing specified under Section 143(10) of the Companies Act, 2013 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 and procedures performed as stated in paragraph 3 above, matter described in paragraph 5 and read with the notes accompanying the Statement and appended below, nothing has come to our attention that causes us to believe that the accompanying Statement prepared substantially in accordance with the aforesaid Indian Accounting Standard ('Ind AS') specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder 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 and Disclosure Requirements) Regulation 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
 - (i) The closing stock has been certified by the management in terms of quantity and value.
5. We did not review the financial results of the wholly subsidiary Company, namely MFL Trading Pvt. Ltd. included in consolidated financial result, whose interim financial results reflect total revenues of Rs. NIL and Rs. NIL, total net loss after tax of Rs. 248/- and 248/- and total comprehensive loss of Rs. 248/- and Rs. 248/- for the quarter ended December 31, 2019 and for the nine months period ended December 31, 2019 respectively, as considered in the Statement. This interim financial result and other financial information have been reviewed by other Auditor, whose report has been furnished to us by the management. Our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in the respect of the subsidiary, is based solely on the report of other auditor. Our opinion is not modified in respect of this matter.

**For V.P. Jain & Associates
Chartered Accountants
(FRN: 015260N)**

Sarthak

(CA Sarthak Madaan)

Partner

(Membership No. 547131)

UDIN:20547131AAAAAC9838

Place: New Delhi

Date: February 13, 2020



MILKFOOD LIMITED

CIN: L15201PB1973PLC003746

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

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STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER & NINE MONTHS PERIOD ENDED DECEMBER 31, 2019

(Rs. in Lacs)

| S.No | Particulars | Quarter ended | | | Nine months period ended | | Year ended |
|------|---|---------------|-------------|-------------|--------------------------|-------------|------------|
| | | 31.12.2019 | 30.09.2019 | 31.12.2018 | 31.12.2019 | 31.12.2018 | 31.03.2019 |
| | | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Audited) |
| | 1 | 2 | 3 | 4 | 5 | 6 | |
| 1 | Income from operations | | | | | | |
| | (a) Revenue from operations | 17,370 | 13,896 | 14,299 | 44,523 | 36,252 | 53,059 |
| | (b) Other income | 18 | 2 | 5 | 23 | 12 | 31 |
| | Total income | 17,388 | 13,898 | 14,304 | 44,546 | 36,264 | 53,090 |
| 2 | Expenses | | | | | | |
| | (a) Cost of materials consumed | 11,358 | 12,579 | 10,444 | 35,155 | 28,469 | 45,178 |
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| | Total expenses | 17,285 | 13,325 | 13,943 | 43,473 | 36,439 | 61,753 |
| 3 | Profit before Taxes (1-2) | 103 | 573 | 361 | 1073 | 825 | 1,337 |
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| 5 | Net Profit / (Loss) for the period (3 + 4) | 68 | 460 | 285 | 844 | 655 | 1,024 |
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| | Items that will not be reclassified to profit or loss | 9 | - | 25 | (6) | (2) | (15) |
| 7 | Net Profit / (Loss) after tax (5 + 6) | 77 | 460 | 310 | 838 | 653 | 1,009 |
| 8 | Paid-up Equity Share Capital (Face Value Rs.10/- each) | 489 | 489 | 489 | 489 | 489 | 489 |
| 9 | Other Equity | - | - | - | - | - | 9331 |
| 10 | Earnings per share | | | | | | |
| | [Face Value of Rs. 10/- each (not annualised for quarter & nine months)]: | | | | | | |
| | (a) Basic (Rs.) | 1.40 | 9.40 | 5.83 | 17.27 | 13.40 | 20.94 |
| | (b) Diluted (Rs.) | 1.40 | 9.40 | 5.83 | 17.27 | 13.40 | 20.94 |

NOTES:

- The unaudited financial results of the group have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 13, 2020. The statutory auditors have carried out limited review under regulation 33 of the SEBI (Listed Obligations and Disclosure Requirement) Regulation, 2015 and expressed an unmodified audit opinion on these results.
- The financial results of the group have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) (Amendment) Rules, 2016.
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- The company is operating under a single segment i.e., "Dairy Products - comprising Ghee, Milk Powder, Casein & Whey Powder" and therefore there are no reportable segments as per IND AS-108 "Operating Segment".
- Other expenses include obsolete inventory written off for Rs. 46.52 Lakhs.
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- Contingent Liabilities - Claims against the company not acknowledged as debts - Rs. 71 Lacs.
- Deferred tax Liability /Assets and provision for non moving /slow moving and doubtful debts are recognized at the year end.
- Previous period figures have been recast/regrouped/reclassified wherever necessary to make them comparable with those of current period.

For & on behalf of Board of Director of Milkfood Limited



Gita Bawa
(Gita Bawa)
Director

Place: New Delhi
Date: 13th February, 2020

