

# 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 GST : 07AAACM5913B1ZY

February 14, 2022

MFLASCY\2021 - 22  
The Manager (Listing)  
The BSE Limited  
1<sup>st</sup> Floor, New Trading Ring,  
Rotunda Building  
P J Towers, Dalal Street,  
Fort, Mumbai-400 001

**Sub: Outcome of Board Meeting held on February 14, 2022**  
**Scrip Code No.: 507621**

Dear Sir/Madam,

In terms of Regulation 30 and 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, we have enclosed Unaudited Standalone and Consolidated Financial Results of the Company along with Limited Review Report thereon for the quarter and period ended December 31, 2021 approved by the Board of Directors of the Company at its Meeting held on February 14, 2022 in terms of Regulation 33 of the Regulations.

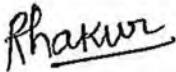
The Board Meeting commenced at 1.30 p.m. and concluded at 2.40 p.m.

This is for your information and records.

Thanking you,

Yours faithfully,

For MILKFOOD LIMITED

  
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, 9650992753

Email id-info1vpj@gmail.com

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## INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM STANDALONE FINANCIAL RESULTS

To  
The Board of Directors  
Milkfood Limited  
5<sup>th</sup> Floor, Bhandari House, Nehru Place  
New Delhi-110019

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results along with the notes thereon, of Milkfood Limited, ("the Company") for the quarter and nine months ended December 31<sup>st</sup>,2021 ("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, primarily of company's 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 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. Basis for Modified Opinion :**

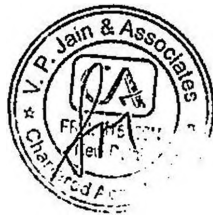
*Attention is drawn to Note no.6 & 7 regarding re-evaluation of useful economic life and impairment of certain plant and machinery resulting in net credit on account of excess depreciation of Rs.2.72 crores in the financial results for the nine months ending 31<sup>st</sup> December 2021 and overstatement of other equity and non-current assets as on 31<sup>st</sup> December.2021 as per Ind As- 8.*

5. Based on our review conducted as stated in paragraph 4 above and read with the notes accompanying the Statement and except as described in paragraph 4 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

**6. Emphasis of Matter**

Attention is drawn to the note no.9 regarding GST.Our conclusion is not qualified in this respect.



*For VP Jain & Associates*

*Chartered Accountants*

Firm's registration number: 015260N

*Sarthak*  
**Sarthak Madaan**

*Partner*

Membership number: 547131

Place: New Delhi

Date: 14.02.2022

UDIN: 22547131ABZVWD5861

# V.P.JAIN & ASSOCIATES

*Chartered Accountants*

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

**Phone:** 23276695, 9650992753.

Email id-info1vpj@gmail.com

## INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL RESULTS

To

The Board of Directors

Milkfood Limited

5<sup>th</sup> Floor, Bhandari House, Nehru Place

New Delhi-110019

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results along with the notes thereon, of **Milkfood Limited**, ("the Parent") and its subsidiary ("the Parent and its subsidiary together refer to as the Group") for the quarter and nine months ended December 31<sup>st</sup>, 2021("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 Parents Management and approved by the Parents 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, primarily of Parents 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 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. **Basis for Modified Opinion :**  
*Attention is drawn to Note no.6 & 7 regarding re-evaluation of useful economic life and impairment of certain plant and machinery resulting in net credit on account of excess depreciation of Rs.2.72 crores in the financial results for the nine months ending 31<sup>st</sup> December 2021 and overstatement of other equity and non-current assets as on 31<sup>st</sup> December.2021 as per Ind As- 8.*



5. Based on our review conducted as stated in paragraph 3 above, matter described in paragraph 5 and read with the notes accompanying the Statement and except as described in paragraph 4 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.

**6. Emphasis of Matter**

Attention is drawn to the note no.9 regarding GST. Our conclusion is not qualified in this respect.

7. We did not review the financial results of the only one wholly subsidiary company, namely MFL Trading Pvt Ltd included in consolidated financial results, whose interim financial results reflect total assets of Rs NIL, Total Revenues of Rs NIL, Total Net Loss after tax of Rs NIL and Total Comprehensive Loss of Rs NIL for the quarter and nine months ended 31.12.2021, as considered in the statement. The Interim financial results and other financial information have been reviewed by other Auditors, whose report has been furnished to us by the management. Our conclusion on the statements, in so far as it relates to the amounts and Disclosures included in the respect of this subsidiary is based solely on the report of other auditor.

Our conclusion on the Statement in respect of matter stated above is not modified with respect to our reliance on the work done and the report of the other auditors.

Place: New Delhi

Date: 14.02.2022

UDIN: 22547131ABZWQK4010



*For VP Jain & Associates*

*Chartered Accountants*

Firm's registration number: 015260N

*Sarthak*  
Sarthak Madaan

Partner

MN: 547131

MILKFOOD LIMITED

CIN: L16201PB1973PLC003746 & E-mail :milkfoodltd@milkfoodltd.com  
Ph.011-26420670-74, Fax: 011-26420823



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

UNAUDITED STANDALONE FINANCIAL RESULTS  
FOR THE QUARTER AND NINE MONTH ENDED 31ST DECEMBER, 2021

Rs. In Lacs

S.No	Particulars	Quarter Ended			Nine Month ended		Year Ended
		31.12.2021 (Unaudited)	30.09.2021 (Unaudited)	31.12.2020 (Unaudited)	31.12.2021 (Unaudited)	31.12.2020 (Unaudited)	31.03.2021 (Audited)
		1	2	3	4	5	6
1	Income from operations						
	(a) Revenue from operations	9,048	6,169	11,077	22,319	26,738	36,791
	(b) Other Income	26	283	7	318	39	39
	<b>Total income</b>	<b>9,074</b>	<b>6,452</b>	<b>11,084</b>	<b>22,637</b>	<b>26,777</b>	<b>36,830</b>
2	Expenses						
	(a) Cost of materials consumed	7,660	4,594	7,764	17,311	20,062	28,317
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(169)	379	1,884	1,167	2,483	2,468
	(c) Employee benefits expense	571	553	506	1,640	1,526	2,131
	(d) Finance cost	189	186	202	561	647	821
	(e) Depreciation and amortisation expense	150	104	215	477	656	875
	(f) Other expenses	586	386	457	1,307	1,162	1,892
	<b>Total expenses</b>	<b>8,987</b>	<b>6,202</b>	<b>11,028</b>	<b>22,463</b>	<b>26,536</b>	<b>36,504</b>
3	Profit before Taxes (1-2)	87	250	56	174	241	326
4	Tax expense						
	a) Current Tax	17	22	1	39	49	71
	b) Adjustment of tax related to earlier period	-	-	-	-	-	2
	c) MAT credit recognition	(17)	(22)	-	(39)	-	(63)
	d) Deferred Tax Charges / ( credit )	-	-	-	-	-	72
	<b>Total tax expenses</b>	<b>-</b>	<b>-</b>	<b>1</b>	<b>-</b>	<b>49</b>	<b>82</b>
5	Net Profit / (Loss) for the period (3 ± 4)	87	250	55	174	192	244
6	Other Comprehensive Income / ( Loss)						
	Items that will not be reclassified to profit or (loss)	(1)	(23)	8	(4)	(5)	(9)
7	Net Profit / (Loss) after tax (5 ± 6)	86	227	63	170	187	235
8	Paid-up Equity Share Capital ( Face Value of the Share is Rs.10/- each)	489	489	489	489	489	489
9	Other Equity						11,904
10	Earnings per share (of Rs. 10/- each) (not annualised):						
	(a) Basic	1.78	5.11	1.13	3.56	3.93	4.98
	(b) Diluted	1.78	5.11	1.13	3.56	3.93	4.98



*Wusky*



- 1 The unaudited standalone 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 14, 2022. The statutory auditors have carried out limited review under regulation 33 of the SEBI (Listed Obligations and Disclosure Requirement) Regulation, 2015 and expressed a modified audit opinion on these results .
- 2 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.
- 3 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 " .
- 4 Contingent Liabilities - Claims against the company not acknowledged as debts - Rs. 78 Lacs.
- 5 Deferred tax Liability /Assets, provision for non-moving inventories/ expected credit loss is recognized at the year end.
- 6 The company has taken a view on the basis of technical advice that plant in the dairy industry use non-corrosive raw materials, the expected life of the plant and machinery should be 35 years against which the company has been providing depreciation on the basis of 20 years of life.
- 7 The calculation of Depreciation for financial year 2016-17 onwards on the basis of 35 years of expected life of Dairy Plant has resulted into excess depreciation of Rs. 6.98 Crores. The amount of net diminution in the value of certain plant and machinery amounts to Rs. 4.26 Crore. The company has taken the excess depreciation of Rs. 2.72 Crores in the profit and loss accounts for the Nine months ended 31.12.2021. Thus according to IND AS-8 the reserves and assets of the company are overstated by the said sum for the Nine months ended 31.12.2021.
- 8 The outbreak of Covid-19 pandemic has caused significant disturbance and slowdown of economic activities globally . The lockdowns ordered by most of the State Government have resulted in slow down in economic activities and also the business operations of the Company in terms of sales and production. The Revenue from operations for the nine months ended 31.12.2021 has fallen by Rs 4419 Lacs resulting in decline in the Profits before tax by Rs 68 Lacs as compared to the corresponding figures of nine months ending 31.12.2020 . The management has considered the effects that has resulted from the pandemic on the generation of revenue, stocks, recoverability of Trade Receivables and carrying value of the assets . Based on the current indicators of future economic conditions and company engaged in dairy business (essential services), the management expects to generate sufficient revenue, recover the receivables and dispose of stocks. The management is closely monitoring the situation regarding any material changes in future economic conditions. Given the uncertainties, the final impact on Company's ability to recover assets in future may differ from that estimated as at the date of approval of these financial results. The Production Capacity of one plant remained underutilized due to less demand of Bulk Pack - Ghee on account of Covid 19 pandemic. Management is of the view that this is the temporary phase and the plant will be substantially utilized for generating revenue when the demand of Bulk Pack - Ghee increases in the subsequent quarters as the pandemic situation improves. The revenues have started improving in the recent months. In Moradabad Plant there is an increase in milk processing for Mother dairy by 319% for the nine months ending 31.12.2021 in comparison to the same period last year.
- 9 Goods and Service Tax Department is generally verifying the transaction of the dealers vis input tax credit. In this regard, they have also carried out the verification of ITC of Four Dealers. The company has been cooperating in the investigating proceedings and has partially deposited a sum of Rs 16.27 Crores as Tax voluntarily under protest in the previous year. Company has received show cause notice in this regard and is in the process of filing the reply. Legally the company has been advised of its success as the entire payments to the dealers are made through banking channels for purchases. The amount paid to the department under protest is shown as GST recoverable.
- 10 Previous period figures have been recast/regrouped/reclassified wherever necessary to make them comparable with those of current period.

For and on behalf of Board of Directors Milkfood Limited



*Kawal Kishan Kohli*

(Kawal Kishan Kohli )

Director (DIN:00127337)

Date: 14th February , 2022



**MILKFOOD LIMITED**

CIN: L15201PB1973PLC003746 & E-mail :milkfoodltd@milkfoodltd.com  
Ph.011-26420670-74 , Fax: 011-26420823



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

**UNAUDITED CONSOLIDATED FINANCIAL RESULTS**  
**FOR THE QUARTER AND NINE MONTH ENDED 31ST DECEMBER , 2021**

Rs. In Lacs

S.No	Particulars	Quarter Ended			Nine Month ended		Year Ended
		31.12.2021 (Unaudited)	30.09.2021 (Unaudited)	31.12.2020 (Unaudited)	31.12.2021 (Unaudited)	31.12.2020 (Unaudited)	31.03.2021 (Audited)
		1	2	3	4	5	6
1	<b>Income from operations</b>						
	(a) Revenue from operations	9,048	6,169	11,077	22,319	26,738	36,791
	(b) Other income	26	283	7	318	39	39
	<b>Total Income</b>	<b>9,074</b>	<b>6,452</b>	<b>11,084</b>	<b>22,637</b>	<b>26,777</b>	<b>36,830</b>
2	<b>Expenses</b>						
	(a) Cost of materials consumed	7,660	4,594	7,764	17,311	20,062	28,317
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(169)	379	1,884	1,167	2,483	2,468
	(c) Employee benefits expense	571	553	506	1,640	1,526	2,131
	(d) Finance cost	189	186	202	561	647	821
	(e) Depreciation and amortisation expense	150	104	215	477	656	875
	(f) Other expenses	586	386	457	1,307	1,162	1,892
	<b>Total expenses</b>	<b>8,987</b>	<b>6,202</b>	<b>11,028</b>	<b>22,463</b>	<b>26,536</b>	<b>36,504</b>
3	<b>Profit before Taxes (1-2)</b>	<b>87</b>	<b>250</b>	<b>56</b>	<b>174</b>	<b>241</b>	<b>326</b>
4	<b>Tax expense</b>						
	a) Current Tax	17	22	1	39	49	71
	b) Adjustment of tax related to earlier period	-	-	-	-	-	2
	c) MAT credit recognition	(17)	(22)	-	(39)	-	(63)
	d) Deferred Tax Charges / ( credit )	-	-	-	-	-	72
	<b>Total tax expenses</b>	<b>-</b>	<b>-</b>	<b>1</b>	<b>-</b>	<b>49</b>	<b>82</b>
5	<b>Net Profit / (Loss) for the period (3 ± 4)</b>	<b>87</b>	<b>250</b>	<b>55</b>	<b>174</b>	<b>192</b>	<b>244</b>
6	<b>Other Comprehensive Income / ( Loss)</b>						
	Items that will not be reclassified to profit or (loss)	(1)	(23)	8	(4)	(5)	(9)
7	<b>Net Profit / (Loss) after tax (5 ± 6)</b>	<b>86</b>	<b>227</b>	<b>63</b>	<b>170</b>	<b>187</b>	<b>235</b>
8	<b>Paid-up Equity Share Capital ( Face Value of the Share is Rs.10/- each)</b>	<b>489</b>	<b>489</b>	<b>489</b>	<b>489</b>	<b>489</b>	<b>489</b>
9	<b>Other Equity</b>						<b>11,902</b>
10	<b>Earnings per share</b>						
	<b>(of Rs. 10/- each) (not annualised):</b>						
	(a) Basic	1.78	5.11	1.12	3.56	3.93	4.98
	(b) Diluted	1.78	5.11	1.12	3.56	3.93	4.98

*Mohu*





- 1 The unaudited consolidated 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 14, 2022. The statutory auditors have carried out limited review under regulation 33 of the SEBI (Listed Obligations and Disclosure Requirement) Regulation, 2015 and expressed a modified audit opinion on these results .
- 2 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.
- 3 The group 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 ".
- 4 Contingent Liabilities - Claims against the group not acknowledged as debts - Rs. 78 Lacs.
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- 10 Previous period figures have been recast/regrouped/reclassified wherever necessary to make them comparable with those of current period.



For and on behalf of Board of Directors Milkfood Limited

*Kewal Kohli*

(Kewal Kishan Kohli )  
Director (DIN:00127337)

Date: 14th February , 2022

