

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

August 12, 2022

MFL\SCY\2022 - 23
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 August 12, 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 June 30, 2022 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.

Further, Board has approved Increase in Authorised Share Capital subject to the approval of the Shareholders in the forthcoming Annual General Meeting.

The Board Meeting commenced at 3.00 p.m. and concluded at 4.15 p.m.

This is for your information and records.

Thanking you,

Yours faithfully,

For MILKFOOD LIMITED

Rakesh

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: 9650992753
email id-info1vpj@gmail.com

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

To
The Board of Directors of Milkfood Limited
5th 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 ended June 2022 ("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. Based on our review conducted as stated in paragraph 3 above and read with the notes accompanying the Statement, 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. Emphasis of Matter

Attention is drawn to the Note No (v) regarding GST. Our conclusion is not qualified in this respect.

for **V P Jain & Associates**
Chartered Accountants
Firm's registration number: 015260N


Sarthak Madaan
Partner

Membership number: 547131

Place: New Delhi
Date: 12.08.2022
UDIN:22547131AOWXKS2041



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 STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30 ,2022

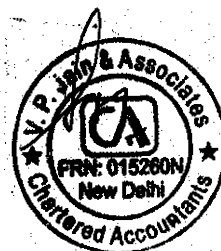
milkfood

Rs. In Lakhs

	Quarter Ended			Year Ended
	30.06.2022 (Unaudited)	30.06.2021 (Unaudited)	31.03.2022 (Unaudited)	31.03.2022 (Audited)
1 Income from operations				
(a) Revenue from operations	8,015	7,102	9,297	31,620
(b) Other income	8	9	1	315
Total income	8,023	7,111	9,298	31,935
2 Expenses				
(a) Cost of materials consumed	7,731	5,058	7,118	24,429
(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(754)	957	277	1,444
(c) Employee benefits expense	565	516	633	2,273
(d) Finance cost	175	186	171	732
(e) Depreciation and amortisation expense	149	223	177	654
(f) Other expenses	401	335	865	2,172
Total expenses	8,267	7,275	9,241	31,704
3 Profit before Taxes (1-2)	(244)	(164)	57	231
4 Tax expense				
a) Current Tax	-	-	14	52
b) Adjustment of tax related to earlier period	-	-	11	11
c) MAT credit recognition	-	-	(22)	(60)
d) Deferred Tax Charges / (credit)	(61)	-	(121)	(121)
Total tax expenses	(61)	-	(118)	(118)
5 Net Profit / (Loss) for the period (3 ± 4)	(183)	(164)	175	349
6 Other Comprehensive Income / (Loss)				
Items that will not be reclassified to profit or loss	(25)	20	19	15
7 Net Profit / (Loss) after tax (5 ± 6)	(208)	(144)	194	364
8 Paid-up Equity Share Capital (Face Value of the Share is Rs.10/- each)	489	489	489	489
9 Earnings per share (of Rs. 10/- each) (not annualised):				
(a) Basic	(3.75)	(3.35)	3.58	7.11
(b) Diluted	(3.75)	(3.35)	3.58	7.11



[Handwritten Signature]



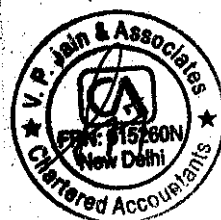
- (i) The unaudited standalone financial results of the Company for the quarter ended 30.06.2022 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on August 12, 2022. The statutory auditors have carried out limited review under regulation 33 of the SEBI (Listed Obligations and Disclosure Requirement) Regulation, 2015 and expressed an unmodified opinion on these results .
- (ii) 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.
- (iii) 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 " .
- (iv) Contingent Liabilities - Claims against the company not acknowledged as debts - Rs.78 Lakhs.
- (v) Goods and Service Tax Department has generally verified the transaction of the dealers vis input tax credit. In this regard, they have also carried out the verification of ITC of our 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 deposited under protest. The amount paid to the department under protest is shown as GST recoverable in the financials of the company. Company has received a show cause notice from Moradabad Range in this regard for Rs.25 Crores and has filed its reply & order is expected shortly after the personal hearing. Legally, the company has been advised of its success as the entire payment to the dealers is made through banking channels for purchases which has been duly confirmed by bank. Company has not received any notice of demand from the department after the reply.
- (vi) The outbreak of Covid-19 pandemic has caused significant disturbance and slowdown of economic activities globally. The lockdowns ordered by most of the State Governments have resulted in the slowdown of economic activities. Besides this there has been increase in the Revenue from operations for the quarter ended 30.06.2022 by Rs 912 Lacs, there has been increase in the prices of various raw materials which could not be passed on to the customers due to their lower paying capacities and severe competitive conditions. All these factors resulted in increase in the loss of the company in the current quarter vis a vis corresponding quarter ended 30.06.2021 by Rs 80 Lakhs . The management has considered the effects which resulted from the pandemic and resultant increase in cost of inputs. Based on the current indicators of future economic conditions and company engaged in dairy business (essential services), the management expects to generate sufficient revenue (pre Covid 19 pandemic), 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 under utilized due to less demand of 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 ghee increases in the subsequent quarters as the pandemic and inflation conditions improve. Considering all these factors impairment testing if any will be done at the year end.
- (vii) Provision for non moving inventory, if any, will be made at the year end.
- (viii) Previous period figures have been recast/regrouped/reclassified wherever necessary to make them comparable with those of current period.

For MILKFOOD LIMITED

Place: New Delhi
Date: 12th August , 2022



(Signature)
(Sudhir Avasthi)
Managing Director



V.P.JAIN & ASSOCIATES

Chartered Accountants

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

Phone: 9650992753

email id-info1vpj@gmail.com

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

To
The Board of Directors of Milkfood Limited
5th 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 ended June 2022 ("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. Based on our review conducted as stated in paragraph 3 above, matter described in paragraph 5 and read with the notes accompanying the Statement, 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. Emphasis of Matter

Attention is drawn to the Note No (v) regarding GST. Our conclusion is not qualified in this respect.

6. 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 ended 30.06.2022, 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: 12.08.2022

UDIN: 22547131AOWXQB2194



for V P Jain & Associates

Chartered Accountants

FRN: 015260N

Sarthak
SarthakMadaan

Partner

Membership number: 547131

MILKFOOD LIMITED

CIN: L15201PB1973PLC003746 & E-mail :milkfoodltd@milkfoodltd.com

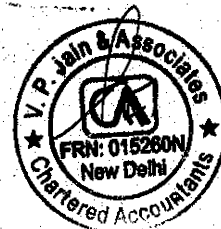
Ph.011-26420670-74 , Fax: 011-26420823

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

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2022

Rs. in Lakhs

	Quarter Ended			Year Ended
	30.06.2022 (Unaudited)	30.06.2021 (Unaudited)	31.03.2022 (Unaudited)	31.03.2022 (Audited)
1 Income from operations				
(a) Revenue from operations	8,015	7,102	9,297	31,620
(b) Other income	8	9	1	315
Total income	8,023	7,111	9,298	31,935
2 Expenses				
(a) Cost of materials consumed	7,731	5,058	7,118	24,429
(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(754)	957	277	1,444
(c) Employee benefits expense	565	516	633	2,273
(d) Finance cost	175	186	171	732
(e) Depreciation and amortisation expense	149	223	177	654
(f) Other expenses	401	335	865	2,172
Total expenses	8,267	7,275	9,241	31,704
3 Profit before Taxes (1-2)	(244)	(164)	57	231
4 Tax expense				
a) Current Tax	-	-	14	52
b) Adjustment of tax related to earlier period	-	-	11	11
c) MAT credit recognition	-	-	(22)	(60)
d) Deferred Tax Charges / (credit)	(61)	-	(121)	(121)
Total tax expenses	(61)	-	(118)	(118)
5 Net Profit / (Loss) for the period (3 ± 4)	(183)	(164)	175	349
6 Other Comprehensive Income / (Loss) Items that will not be reclassified to profit or loss	(25)	20	19	15
7 Net Profit / (Loss) after tax (5 ± 6)	(208)	(144)	194	364
8 Paid-up Equity Share Capital (Face Value of the Share is Rs.10/- each)	489	489	489	489
9 Earnings per share (of Rs. 10/- each) (not annualised):				
(a) Basic	(3.75)	(3.35)	3.58	7.11
(b) Diluted	(3.75)	(3.35)	3.58	7.11



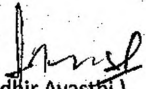
Handwritten signature

- (i) The unaudited consolidated financial results of the group Company for the quarter ended 30.06.2022 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on August 12, 2022. 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 opinion on these results .
- (ii) 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,
- (iii) 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 " .
- (iv) Contingent Liabilities - Claims against the company not acknowledged as debts - Rs.78 Lakhs.
- (v) Goods and Service Tax Department has generally verified the transaction of the dealers vis input tax credit. In this regard, they have also carried out the verification of ITC of our 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 deposited under protest. The amount paid to the department under protest is shown as GST recoverable in the financials of the company. Company has received a show cause notice from Moradabad Range in this regard for Rs.25 Crores and has filed its reply & order is expected shortly after the personal hearing. Legally, the company has been advised of its success as the entire payment to the dealers is made through banking channels for purchases which has been duly confirmed by bank. Company has not received any notice of demand from the department after the reply.
- (vi) The outbreak of Covid-19 pandemic has caused significant disturbance and slowdown of economic activities globally. The lockdowns ordered by most of the State Governments have resulted in the slowdown of economic activities. Besides this there has been increase in the Revenue from operations for the quarter ended 30.06.2022 by Rs 912 Lacs, there has been increase in the prices of various raw materials which could not be passed on to the customers due to their lower paying capacities and severe competitive conditions. All these factors resulted in increase in the loss of the company in the current quarter vis a vis corresponding quarter ended 30.06.2021 by Rs 80 Lakhs . The management has considered the effects which resulted from the pandemic and resultant increase in cost of inputs. Based on the current indicators of future economic conditions and company engaged in dairy business (essential services), the management expects to generate sufficient revenue (pre Covid 19 pandemic), 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 under utilized due to less demand of 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 ghee increases in the subsequent quarters as the pandemic and inflation conditions improve. Considering all these factors impairment testing if any will be done at the year end.
- (vii) Provision for non moving inventory, if any, will be made at the year end.
- (viii) Previous period figures have been recast/regrouped/reclassified wherever necessary to make them comparable with those of current period.

Place: New Delhi
Date: 12th August , 2022



For MILKFOOD LIMITED


(Sudhir Avasthi)
Managing Director