

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

November 12, 2021

MFL\SCY\2021 - 22
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 November 12, 2021
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 September 30, 2021 approved by the Board of Directors of the Company at its Meeting held on November 12, 2021 in terms of Regulation 33 of the Regulations.

The Board Meeting commenced at 4.00 p.m. and concluded at 5.10 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



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

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

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 along with the notes thereon, of Milkfood Limited, ("the Company") for the quarter and half year ended September 30th, 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.7 & 8 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 half year ending 30th September 2021 and overstatement of other equity and non-current assets as on 30th sept.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.10 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: 12.11.2021

UDIN: 21547131AAAABI1382

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

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 and half year ended September 30th, 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.7 & 8 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 half year ending 30th September 2021 and overstatement of other equity and non-current assets as on 30th sept.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.10 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 half year ended 30.09.2021, 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: 12.11.2021
UDIN: 21547131AAAABJ5488



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

Sarthak
Sarthak Madaan

Partner

MNO: 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 STANALONE FINANCIAL RESULTS
FOR THE QUARTER AND HALF YEAR ENDED 30th SEPTEMBER, 2021**

Rs. In Lacs

S.No	Particulars	Quarter Ended			Half Year ended		Year Ended
		30.09.2021 (Unaudited)	30.06.2021 (Unaudited)	30.09.2020 (Unaudited)	30.09.2021 (Unaudited)	30.09.2020 (Unaudited)	31.03.2021 (Audited)
		1	2	3	4	5	6
1	Income from operations						
	(a) Revenue from operations	6,169	7,102	7,631	13,271	15,661	36,791
	(b) Other Income	283	9	16	292	32	39
	Total income	6,452	7,111	7,647	13,563	15,693	36,830
2	Expenses						
	(a) Cost of materials consumed	4,594	5,058	5,229	9,651	12,299	28,317
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	379	957	984	1,336	599	2,468
	(c) Employee benefits expense	553	516	491	1,089	1,020	2,131
	(d) Finance cost	186	186	219	372	445	821
	(e) Depreciation and amortisation expense	104	223	223	327	441	875
	(f) Other expenses	386	335	332	721	705	1,892
	Total expenses	6,202	7,275	7,478	13,476	15,509	36,504
3	Profit before Taxes (1-2)	250	(164)	169	87	184	326
4	Tax expense						
	a) Current Tax	22	-	41	22	48	71
	b) Adjustment of tax related to earlier period	-	-	-	-	-	2
	c) MAT credit recognition	(22)	-	-	(22)	-	(63)
	d) Deferred Tax Charges / (credit)	-	-	-	-	-	72
	Total tax expenses	-	-	41	-	48	82
5	Net Profit / (Loss) for the period (3 ± 4)	250	(164)	128	87	136	244
6	Other Comprehensive Income / (Loss)						
	Items that will not be reclassified to profit or (loss)	(23)	20	7	(3)	13	(9)
7	Net Profit / (Loss) after tax (5 ± 6)	227	(144)	135	84	149	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	5.12	(3.35)	2.62	1.77	2.78	4.98
	(b) Diluted	5.12	(3.35)	2.62	1.77	2.78	4.98



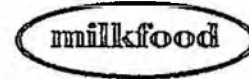
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MILKFOOD LIMITED

CIN:L15201PB1973PLC003746

STANDALONE BALANCE SHEET AS AT 30th SEPTEMBER 2021

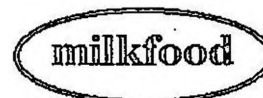


('Rs. in Lacs)

	Particulars	As at 30.09.2021 (Unaudited)	As at 31.03.2021 (Audited)
A	ASSETS		
1	Non-current assets		
	Property, plant and equipment	18,138	18,092
	Capital work in progress	365	156
	Right-of-use-assets	21	66
	Biological assets	203	239
	Financial assets		
	- Investments	3	3
	- Trade receivable	12	93
	- Deposit, loans & advances	89	114
	Other non-current assets	1,066	1,077
	Total non-current assets	19,897	19,840
2	Current assets		
	Inventories	2,018	3,281
	Financial assets		
	- Trade receivables	5,961	5,327
	- Loans	41	16
	- Cash and cash equivalents	4	92
	- Others	35	90
	Other current assets	2,098	2,292
	Current tax assets (net)	12	11
	Total current assets	10,169	11,109
	TOTAL ASSETS	30,066	30,949
B	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	Equity share capital	489	489
	Other equity	11,499	11,415
	Total equity	11,988	11,904
2	Non-current liabilities		
	Financial liabilities		
	- Borrowings	1,355	1,577
	- Other financial liabilities	7,293	7,293
	- Lease liabilities	16	45
	Deffered tax liabilities (net)	998	998
	Provisions	196	174
	Total non-current liabilities	9,858	10,087
3	Current liabilities		
	Financial liabilities		
	- Borrowings	4,984	4,666
	- Lease liabilities	-	23
	- Trade payable		
	Total outstanding dues of micro enterprises and small enterprises	46	17
	Total outstanding dues of creditors other than above	1,986	2,781
	- Other financial liabilities	951	1,216
	Other current liabilities	117	83
	Provisions	136	172
	Total current liabilities	8,220	8,958
	TOTAL LIABILITIES	30,066	30,949



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STANDALONE CASH FLOW STATEMENT FOR THE SIX MONTHS ENDED 30 SEPT, 2021

(Rs. in Lakhs)

	For the Year Ended 31st March, 2021	For the Year Ended 31st March, 2021
A. Cash flow from operating activities:		
Net profit before taxation	87	326
Adjustments for :		
Depreciation and amortisation expense	327	875
Finance costs	372	821
Liabilities no longer required written back	(308)	(29)
Provision for doubtful debts/ bad debts/ balance written off	4	5
Provision for slow / non moving inventory / others	-	7
Loss/ (Gain) on sale of properties , plant & equipment	-	(2)
Interest income	(11)	(9)
Operating profit before working capital changes	471	1994
Changes in working capital		
Adjustments for (increase) / decrease in operating assets:		
Inventories	1263	2571
Trade receivables	(530)	(2121)
Other current & non current assets	260	(1577)
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	(757)	(322)
Other current & non current liabilities	(232)	874
Provision	(10)	(3)
Cash Generated From Operations	466	1415
Income tax (paid) /refund (net)	(12)	(82)
Net cash flow from operating activities (A)	454	1333
B. Cash flow from investing activities:		
Capital expenditure on property , plant and equipments (including CWIP)	(261)	(784)
Investment in biological assets	36	(9)
Proceeds from sale of properties , plant and equipment		30
Interest received	11	9
Net cash flow used in investing activities (B)	(214)	(754)
C. Cash flow from financing activities:		
Repayment of borrowings	96	192
Repayment of lease liabilities	(52)	(116)
Finance costs paid	(372)	(821)
Net cash flow used in financing activities (C)	(328)	(745)
Net increase / (decrease) in cash & cash equivalents (A+B+C)	(88)	(166)
Cash and cash equivalents at the beginning of the year	92	258
Cash and cash equivalents at the end of the year	4	92

For and on-behalf of the Board of Directors of Milkfood Ltd



K.K. Kohli
(K.K.Kohli)
Director
DIN:00127337

Place: New Delhi
Date: 12th November , 2021



Notes:

- 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 November 12, 2021. The statutory auditors have carried out limited review under regulation 33 of the SEBI (Listed Obligations and Disclosure Requirement) Regulation, 2015 and expressed an 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 as certified by the management.
- 5 Deferred tax Liability /Assets, provision for non-moving inventories is recognized at the year end.
- 6 Trade receivables/payable/advance to suppliers & security deposits(received & made) balances are confirmed at the year end. The classification of these balances as current/non-current are certified by the management. In the opinion of the management trade receivables, trade payables, advance to suppliers/employees and security deposits are good for recovery/payment.
- 7 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 is providing depreciation on the basis of 20 years of life.'
- 8 The calculation for financial year 2016-17 onwards on the basis of 35 years, expected life 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 current year profit and loss accounts. Thus according to IND AS-8 the reserves and assets of the company are over stated by the said sum.
- 9 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 half year ended 30.09.2021 has fallen by Rs 2390 Lacs resulting in decline in the Profits before tax by Rs 97 Lacs as compared to the corresponding figures of half year ending 30.09.2020 . 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 under utilized 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.
- 10 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. Legally the company has been advised of its success as the entire payment to the dealers is made through banking channels for purchases. The amount paid to the department under protest is shown as GST recoverable. Company has not received any show cause notice in this regard.
- 11 Other Income includes interest of Rs.26.91 Lakhs receivable from the party on account of settlement arrived subsequent to the date of financial results.
- 12 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



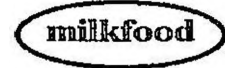
(Signature)
(K.K.Kohli)
Director
DIN:00127337

Date: 12th November , 2021



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 HALF YEAR ENDED 30TH SEPTEMBER, 2021**

Rs. in Lacs

S.No	Particulars	Quarter Ended			Half Year ended		Year Ended
		30.09.2021 (Unaudited)	30.06.2021 (Unaudited)	30.09.2020 (Unaudited)	30.09.2021 (Unaudited)	30.09.2020 (Unaudited)	31.03.2021 (Audited)
		1	2	3	4	5	6
1	Income from operations						
	(a) Revenue from operations	6,169	7,102	7,631	13,271	15,661	36,791
	(b) Other income	283	9	16	292	32	39
	Total Income	6,452	7,111	7,647	13,563	15,693	36,830
2	Expenses						
	(a) Cost of materials consumed	4,594	5,058	5,229	9,651	12,299	28,317
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	379	957	984	1,336	599	2,468
	(c) Employee benefits expense	553	516	491	1,069	1,020	2,131
	(d) Finance cost	186	186	219	372	445	821
	(e) Depreciation and amortisation expense	104	223	223	327	441	875
	(f) Other expenses	386	335	332	721	705	1,892
	Total expenses	6,202	7,275	7,478	13,476	15,509	36,504
3	Profit before Taxes (1-2)	250	(164)	169	87	184	326
4	Tax expense						
	a) Current Tax	22	-	41	22	48	71
	b) Adjustment of tax related to earlier period	-	-	-	-	-	2
	c) MAT credit recognition	(22)	-	-	(22)	-	(63)
	d) Deferred Tax Charges / (credit)	-	-	-	-	-	72
	Total tax expenses	-	-	41	-	48	82
5	Net Profit / (Loss) for the period (3 ± 4)	250	(164)	128	87	136	244
6	Other Comprehensive Income / (Loss)						
	Items that will not be reclassified to profit or (loss)	(23)	20	7	(3)	13	(9)
7	Net Profit / (Loss) after tax (5 ± 6)	227	(144)	135	84	149	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						11,902
10	Earnings per share (of Rs. 10/- each) (not annualised):						
	(a) Basic	5.12	(3.35)	2.62	1.77	2.78	4.98
	(b) Diluted	5.12	(3.35)	2.62	1.77	2.78	4.98



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MILKFOOD LIMITED

CIN:L15201PB1973PLC003746

CONSOLIDATED BALANCE SHEET AS AT 30th SEPTEMBER 2021

('Rs. in lacs)

Particulars		As at 30.09.2021 (Unaudited)	As at 31.03.2021 (Audited)
A	ASSETS		
1	Non-current assets		
	Property, plant and equipment	18,138	18,092
	Capital work in progress	365	156
	Right-of-use-assets	21	66
	Biological assets	203	239
	Financial assets	0	
	- Investments	2	2
	- Trade receivable	12	93
	- Deposit, loans & advances	89	114
	Other non-current assets	1,066	1,077
	Total non-current assets	19,896	19,839
2	Current assets		
	Inventories	2,018	3,281
	Financial assets		
	- Trade receivables	5,961	5,327
	- Loans	41	16
	- Cash and cash equivalents	4	92
	- Others	35	90
	Other current assets	2,098	2,292
	Current tax assets (net)	12	11
	Total current assets	10,169	11,109
	TOTAL ASSETS	30,065	30,948
B	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	Equity share capital	489	489
	Other equity	11,497	11,413
	Total equity	11,986	11,902
2	Non-current liabilities		
	Financial liabilities		
	- Borrowings	1,355	1,577
	- Other financial liabilities	7,293	7,293
	- Lease liabilities	16	45
	Deffered tax liabilities (net)	998	998
	Provisions	196	174
	Total non-current liabilities	9,858	10,087
3	Current liabilities		
	Financial liabilities		
	- Borrowings	4,984	4,666
	- Lease liabilities	-	23
	- Trade payable		
	Total outstanding dues of micro enterprises and small enterprises	46	17
	Total outstanding dues of creditors other than above	1,986	2,781
	- Other financial liabilities	951	1,216
	Other current liabilities	118	84
	Provisions	136	172
	Total current liabilities	8,221	8,959
		30,065	30,948


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CONSOLIDATED CASH FLOW STATEMENT FOR THE SIX MONTHS ENDED 30 SEPT, 2021

(Rs. in Lakhs)

	For the Year Ended 31st March, 2021	For the Year Ended 31st March, 2021
A. Cash flow from operating activities:		
Net profit before taxation	87	326
Adjustments for :		
Depreciation and amortisation expense	327	875
Finance costs	372	821
Liabilities no longer required written back	(308)	(29)
Provision for doubtful debts/ bad debts/ balance written off	4	5
Provision for slow / non moving inventory / others	-	7
Loss/ (Gain) on sale of properties , plant & equipment	-	(2)
Interest income	(11)	(9)
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Changes in working capital		
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Trade payables	(757)	(322)
Other current & non current liabilities	(232)	874
Provision	(10)	(3)
Cash Generated From Operations	466	1415
Income tax (paid) /refund (net)	(12)	(82)
Net cash flow from operating activities (A)	454	1333
B. Cash flow from investing activities:		
Capital expenditure on property , plant and equipments (including CWIP)	(261)	(784)
Investment in biological assets	36	(9)
Proceeds from sale of properties , plant and equipment		30
Interest received	11	9
Net cash flow used in investing activities (B)	(214)	(754)
C. Cash flow from financing activities:		
Repayment of borrowings	96	192
Repayment of lease liabilities	(52)	(116)
Finance costs paid	(372)	(821)
Net cash flow used in financing activities (C)	(328)	(745)
Net increase / (decrease) in cash & cash equivalents (A+B+C)	(88)	(166)
Cash and cash equivalents at the beginning of the year	92	258
Cash and cash equivalents at the end of the year	4	92

For and on behalf of the Board of Directors of Milkfood Ltd



(Signature)
(K.K.Kohli)
Director
DIN:00127337

Place: New Delhi
Date: 12th November , 2021

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Notes:

- 1 The unaudited consolidated 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 November 12, 2021. The statutory auditors have carried out limited review under regulation 33 of the SEBI (Listed Obligations and Disclosure Requirement) Regulation, 2015 and expressed an 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 group 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 as certified by the management.
- 5 Deferred tax Liability /Assets, provision for non-moving inventories is recognized at the year end.
- 6 Trade receivables/payable/advance to suppliers & security deposits(received & made) balances are confirmed at the year end. The classification of these balances as current/non-current are certified by the management. In the opinion of the management trade receivables, trade payables, advance to suppliers/employees and security deposits are good for recovery/payment.
- 7 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 is providing depreciation on the basis of 20 years of life .
- 8 The calculation for financial year 2016-17 onwards on the basis of 35 years, expected life 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 current year profit and loss accounts. Thus according to IND AS-8 the reserves and assets of the company are over stated by the said sum.
- 9 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 half year ended 30.09.2021 has fallen by Rs 2390 Lacs resulting in decline in the Profits before tax by Rs 97 Lacs as compared to the corresponding figures of half year ending 30.09.2020 . 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 under utilized 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.
- 10 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. Legally the company has been advised of its success as the entire payment to the dealers is made through banking channels for purchases. The amount paid to the department under protest is shown as GST recoverable. Company has not received any show cause notice in this regard.
- 11 Other Income includes interest of Rs.26.91 Lakhs receivable from the party on account of settlement arrived subsequent to the date of financial results.
- 12 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



(Signature)
(K.K.Kohli)
Director
DIN:00127337

Date: 12th November , 2021

