

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 10, 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 November 10, 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 September 30, 2022 approved by the Board of Directors of the Company at its Meeting held on November 10, 2022 in terms of Regulation 33 of the Regulations.

The Board Meeting commenced at 2.00 p.m. and concluded at 3.10 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



Regd. Office : P.O. Bahadurgarh-147021 Distt. Patiala (Punjab)
Phones : 0175-2381404 / 2381415
Fax : 0175-2380248



MADAN & ASSOCIATES
CHARTERED ACCOUNTANTS

Flat No.1003, 10th Floor
Kailash Building, K.G. Marg
New Delhi-110001
PH: 9818465333
PAN: AAAPM5122B
E-mail: mk_madaan@yahoo.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 and half yearended September 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

We draw attention to note no.7 regarding Security deposits, note no 8 regarding Advance to suppliers, Trade Receivables and note no 9 regarding GST.

Our opinion is not modified in respect of aforesaid matters.



for Madan and Associates
Chartered Accountants
Firm's registration number: 000185N

m.k. madan

MK. Madan
proprietor
Membership number: 082214

Place: New Delhi

Date: 10.11.2022

UDIN: 22082214BCRWBU5841

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 AND HALF YEAR ENDED 30TH SEPTEMBER, 2022



Rs. In Lacs

S.No	Particulars	Quarter Ended			Half Year ended		Year Ended
		30.09.2022	30.06.2022	30.09.2021	30.09.2022	30.09.2021	31.03.2022
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	1	2	3	4	5	6	
1	Income from operations						
	(a) Revenue from operations	10,340	8,015	6,169	18,355	13,271	31,620
	(b) Other income	324	8	283	332	292	315
	Total income	10,664	8,023	6,452	18,687	13,563	31,935
2	Expenses						
	(a) Cost of materials consumed	8,106	7,731	4,594	15,837	9,651	24,429
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	551	(754)	379	(203)	1,336	1,444
	(c) Employee benefits expense	536	565	553	1,101	1,069	2,273
	(d) Finance cost	208	175	186	383	372	732
	(e) Depreciation and amortisation expense	154	149	104	303	327	654
	(f) Other expenses	473	401	386	874	721	2,172
	Total expenses	10,028	8,267	6,202	18,296	13,476	31,704
3	Profit before Taxes (1-2)	636	(244)	250	391	87	231
4	Tax expense						
	a) Current Tax	67	-	22	67	22	52
	b) Adjustment of tax related to earlier period	6	-	-	6	-	11
	c) MAT credit recognition	(67)	-	(22)	(67)	(22)	(60)
	d) Deferred Tax Charges / (credit)	137	(61)	-	77	-	(121)
	Total tax expenses	143	(61)	-	83	-	(118)
5	Net Profit / (Loss) for the period (3 + 4)	493	(183)	250	308	87	349
6	Other Comprehensive Income / (Loss)						
	Items that will not be reclassified to profit or (loss)	(9)	(25)	(23)	(34)	(3)	15
7	Net Profit / (Loss) after tax (5 + 6)	483	(208)	227	274	84	364
8	Paid-up Equity Share Capital (Face Value of the Share Is Rs.10/- each)	489	489	489	489	489	489
9	Earnings per share						
	(of Rs. 10/- each) (not annualised):						
	(a) Basic	10.08	(3.75)	5.11	6.31	1.77	7.11
	(b) Diluted	10.08	(3.75)	5.11	6.31	1.77	7.11



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MILKFOOD LIMITED

CIN:L15201PB1973PLC003746

STANDALONE BALANCE SHEET AS AT 30th SEPTEMBER 2022

milkfood

('Rs. in Lacs)

	Particulars	As at 30.09.2022 (Unaudited)	As at 31.03.2022 (Audited)
A	ASSETS		
1	Non-current assets		
	Property, plant and equipment	18,808	18,245
	Capital work in progress	182	470
	Biological assets	205	202
	Financial assets		
	- Investments	3	3
	- Trade receivable	68	66
	- Deposit, loans & advances	79	100
	Other non-current assets	1,177	1,123
	Total non - current assets	20,522	20,209
2	Current assets		
	Inventories	2,135	1,976
	Financial assets		
	- Trade receivables	5,411	5,751
	- Cash and cash equivalents	7	140
	- Others financial assets	69	26
	Other current assets	2,123	2,260
	Current tax assets (net)	6	63
	Total current assets	9,751	10,216
	TOTAL ASSETS	30,273	30,425
B	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	Equity share capital	489	489
	Other equity	12,054	11,779
	Total equity	12,543	12,268
2	Non-current liabilities		
	Financial liabilities		
	- Borrowings	6,294	1,752
	- Other financial liabilities	3,127	7,885
	Deffered tax liabilities (net)	936	877
	Provisions	213	200
	Total non - current liabilities	10,570	10,714
3	Current liabilities		
	Financial liabilities		
	- Borrowings	3,654	5,504
	- Trade payable		
	Total outstanding dues of micro enterprises and small enterprises	86	73
	Total outstanding dues of creditors other than above	2,070	1,488
	- Other financial liabilities	1,079	144
	Other current liabilities	129	94
	Provisions	142	140
	Total current liabilities	7,160	7,443
	TOTAL ASSETS	30,273	30,425



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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 10, 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 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 Provision for non/slow 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.
- 7 Company has treated a sum of Rs 3126 lakhs as as per trade practice followed consistently in the past and shown the same as non current liability.Regarding movement in the security deposits during the year the management is of the view that the same is within the group entities of the vendors and overall, there is no significant impact .
- 8 Trade receivables include Rs 62 Lakhs (under settlement including interest of 26.91 lakhs) from an entity facing an insolvency petition before the NCLT. Management is of the view that the amount will be received and adequate provision , if required, will be made at the year end. Other Non current assets include an amount of Rs. 74 Lakhs advance to supplier recoverable from earlier years. The same will be received/adjusted in the subsequent quarters. The management is of the view that amount is good for recovery and hence no provision is made.
- 9 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 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.
- 10 During the half year ended 30.09.2022, there has been an increase in the Revenue from operations by Rs 5084 Lakhs vis a vis half year ended 30.09.2021 on account of increase in the demand of ghee and increase in its prices. All these factors resulted in the increase in profit before tax of the company in the current half year ended 30.09.2022 vis a vis corresponding half year ended 30.09.2021 by Rs 304 Lakhs . Based on the current indicators of future economic conditions and company engaged in dairy business , the management expects to generate better 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 in lean season. The production has started from October'2022 for the job work undertaken for Mother Dairy. 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 substantially in the subsequent quarters as the inflation and global economic conditions improve. Considering all these factors impairment testing if any will be done at the year end.
- 11 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

Place : New Delhi
Date: 10th November , 2022




(Suchir Avasthi)
Managing Director





STANDALONE CASH FLOW STATEMENT FOR THE SIX MONTHS ENDED 30TH SEPTEMBER, 2022

(All amounts in ₹.lakhs)

	For the Six Months Ended 30th Sept, 2022	For the Year Ended 31st March, 2022
A. Cash flow from operating activities:		
Net profit before taxation	392	231
Adjustments for :		
Depreciation and amortisation expense	303	654
Finance costs	383	732
Liabilities no longer required written back	-	(35)
Provision for doubtful debts/ bad debts/ balance written off	-	13
Excess Depreciation reversed	-	(272)
Provision for slow / non moving inventory / others	-	4
Loss/ (Gain) on sale of properties , plant & equipment	(5)	(2)
Interest income	(1)	(8)
Operating profit before working capital changes	1071	1317
<u>Changes in working capital</u>		
Adjustments for (increase) / decrease in operating assets:		
Inventories	(159)	1301
Trade receivables	338	(404)
Other current & non current assets	105	52
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	597	(1232)
Other current & non current liabilities	(3463)	508
Provision	15	(7)
Cash Generated From Operations	(1495)	1535
Income tax (paid) /refund (net)	(74)	(115)
Net cash flow from operating activities (A)	(1569)	1420
B. Cash flow from investing activities:		
Capital expenditure on property , plant and equipments (including CWIP)	(893)	(589)
Decrease in biological assets	(3)	37
Proceeds from sale of properties , plant and equipment	22	4
Interest received	1	8
Net cash flow used in investing activities (B)	(873)	(540)
C. Cash flow from financing activities:		
Repayment of borrowings	2692	(32)
Repayment of lease liabilities	0	(68)
Finance costs paid	(383)	(732)
Net cash flow used in financing activities (C)	2309	(832)
Net increase / (decrease) in cash & cash equivalents (A+B+C)	(133)	48
Cash and cash equivalents at the beginning of the year	140	92
Cash and cash equivalents at the end of the year	7	140

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



(Signature)
(Sudhir Avasthi)
Managing Director

Place : New Delhi

Date: 10th November , 2022



MADAN & ASSOCIATES
CHARTERED ACCOUNTANTS

Flat No.1003, 10th Floor
Kailash Building, K.G. Marg
New Delhi-110001
PH: 9818465333
PAN: AAAPM5122B
E-mail: mk_madaan@yahoo.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 and half year ended September 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 7 regarding security deposit, note no 8 regarding Trade receivables, Advance to suppliers and note no 9 regarding GST.

Our opinion is not qualified in respect of aforesaid matters.

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 and half year ended 30.09.2022, 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: 10.11.2022

UDIN: 22082214BCRWLA7218

for Madan & Associates

Chartered Accountants

FRN: 000185N

M. K. Madan

MK Madan

Proprietor

Membership number: 082214



MILKFOOD LIMITED

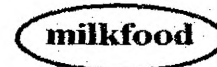
CIN: L15201PB1973PLC003746 & E-mail :milkfoodltd@milkfoodltd.com

Ph.011-26420670-74 , Fax: 011-26420623

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

UNAUDITED CONSOLIDATED FINANCIAL RESULTS

FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2022



Rs. in Lacs

S.No	Particulars	Quarter Ended			Half Year ended		Year Ended
		30.09.2022 (Unaudited)	30.06.2022 (Unaudited)	30.09.2021 (Unaudited)	30.09.2022 (Unaudited)	30.09.2021 (Unaudited)	31.03.2022 (Audited)
		1	2	3	4	5	6
1	Income from operations						
	(a) Revenue from operations	10,340	8,015	6,169	18,355	13,271	31,620
	(b) Other Income	324	8	283	332	292	315
	Total income	10,664	8,023	6,452	18,687	13,563	31,935
2	Expenses						
	(a) Cost of materials consumed	8,106	7,731	4,594	15,837	9,651	24,429
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	551	(754)	379	(203)	1,336	1,444
	(c) Employee benefits expense	536	565	553	1,101	1,069	2,273
	(d) Finance cost	208	175	186	383	372	732
	(e) Depreciation and amortisation expense	154	149	104	303	327	654
	(f) Other expenses	473	401	386	874	721	2,172
	Total expenses	10,028	8,267	6,202	18,296	13,476	31,704
3	Profit before Taxes (1-2)	636	(244)	250	391	87	231
4	Tax expense						
	a) Current Tax	67	-	22	67	22	52
	b) Adjustment of tax related to earlier period	6	-	-	6	-	11
	c) MAT credit recognition	(67)	-	(22)	(67)	(22)	(60)
	d) Deferred Tax Charges / (credit)	137	(61)	-	77	-	(121)
	Total tax expenses	143	(61)	-	83	-	(118)
5	Net Profit / (Loss) for the period (3 ± 4)	493	(182)	250	308	87	349
6	Other Comprehensive Income / (Loss)						
	Items that will not be reclassified to profit or (loss)	(9)	(25)	(23)	(34)	(3)	15
7	Net Profit / (Loss) after tax (5 + 6)	484	(207)	227	274	84	364
8	Paid-up Equity Share Capital (Face Value of the Share is Rs.10/- each)	489	489	489	489	489	489
9	Other Equity						12,266
10	Earnings per share						
	(of Rs. 10/- each) (not annualised):						
	(a) Basic	10.08	(3.73)	5.11	6.31	1.77	7.18
	(b) Diluted	10.08	(3.73)	5.11	6.31	1.77	7.13



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MILKFOOD LIMITED

CIN:L15201PB1973PLC003746

CONSOLIDATED BALANCE SHEET AS AT 30TH SEPTEMBER 2022

(Rs. in lacs)

	Particulars	As at 30.09.2022 (Unaudited)	As at 31.03.2022 (Audited)
A	ASSETS		
1	Non-current assets		
	Property, plant and equipment	18,808	18,245
	Capital work in progress	182	470
	Biological assets	205	202
	Financial assets		
	- Investments	2	2
	- Trade receivable	68	66
	- Deposit, loans & advances	79	100
	Other non-current assets	1,177	1,123
	Total non - current assets	20,521	20,208
2	Current assets		
	Inventories	2,135	1,976
	Financial assets		
	- Trade receivables	5,411	5,751
	- Cash and cash equivalents	7	140
	- Others	69	26
	Other current assets	2,123	2,260
	Current tax assets (net)	6	63
	Total current assets	9,751	10,216
	TOTAL ASSETS	30,272	30,424
B	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	Equity share capital	489	489
	Other equity	12,052	11,777
	Total equity	12,541	12,266
2	Non-current liabilities		
	Financial liabilities		
	- Borrowings	6,294	1,752
	- Other financial liabilities	3,127	7,885
	Deferred tax liabilities (net)	936	877
	Provisions	213	200
	Total non - current liabilities	10,570	10,714
3	Current liabilities		
	Financial liabilities		
	- Borrowings	3,654	5,504
	- Trade payable		
	Total outstanding dues of micro enterprises and small enterprises	86	73
	Total outstanding dues of creditors other than above	2,070	1,488
	- Other financial liabilities	1,079	144
	Other current liabilities	130	95
	Provisions	142	140
	Total current liabilities	7,161	7,444
		30,272	30,424



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Notes:

- 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 November 10, 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 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.
- 5 Provision for non/slow 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.
- 7 Group has treated a sum of Rs 3126 lakhs as as per trade practice followed consistently in the past and shown the same as non current liability.Regarding movement in the security deposits during the year the management is of the view that the same is within the group entities of the vendors and overall, there is no significant impact .
- 8 Trade receivables include Rs 62 Lakhs (under settlement including interest of 26.91 lakhs) from an entity facing an insolvency petition before the NCLT. Management is of the view that the amount will be received and adequate provision , if required, will be made at the year end. Other Non current assets include an amount of Rs. 74 Lakhs advance to supplier recoverable from earlier years. The same will be received/adjusted in the subsequent quarters. The management is of the view that amount is good for recovery and hence no provision is made.
- 9 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 group 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 group. Group has received a show cause notice from Moradabad Range in this regard for Rs.25 Crores and has filed its reply & order is expected after the personal hearing. Legally, the group 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. Group has not received any notice of demand from the department after the reply.
- 10 During the half year ended 30.09.2022, there has been an increase in the Revenue from operations by Rs 5084 Lakhs vis a vis half year ended 30.09.2021 on account of increase in the demand of ghee and increase in its prices. All these factors resulted in the increase in profit before tax of the group in the current half year ended 30.09.2022 vis a vis corresponding half year ended 30.09.2021 by Rs 304 Lakhs . Based on the current indicators of future economic conditions and company engaged in dairy business , the management expects to generate better 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 in lean season. The production has started from October 2022 for the job work undertaken for Mother Dairy. 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 substantially in the subsequent quarters as the inflation and global economic conditions improve. Considering all these factors impairment testing if any will be done at the year end.
- 11 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



(Sudhir Avasthi)
Managing Director

Place : New Delhi

Date: 10th November , 2022





CONSOLIDATED CASH FLOW STATEMENT FOR THE SIX MONTHS ENDED 30TH SEPTEMBER, 2022 (All amounts in ₹.lakhs)

	For the Six Months Ended 30th Sept, 2022	For the Year Ended 31st March, 2022
A. Cash flow from operating activities:		
Net profit before taxation	392	231
Adjustments for :		
Depreciation and amortisation expense	303	654
Finance costs	383	732
Liabilities no longer required written back	-	(35)
Provision for doubtful debts/ bad debts/ balance written off	-	13
Excess Depreciation reversed	-	(272)
Provision for slow / non moving inventory / others	-	4
Loss/ (Gain) on sale of properties , plant & equipment	(5)	(2)
Interest income	(1)	(8)
Operating profit before working capital changes	1071	1317
Changes in working capital		
Adjustments for (increase) / decrease in operating assets:		
Inventories	(159)	1301
Trade receivables	338	(404)
Other current & non current assets	105	52
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	597	(1232)
Other current & non current liabilities	(3463)	508
Provision	15	(7)
Cash Generated From Operations	(1495)	1535
Income tax (paid) /refund (net)	(74)	(115)
Net cash flow from operating activities (A)	(1569)	1420
B. Cash flow from investing activities:		
Capital expenditure on property , plant and equipments (including CWIP)	(893)	(589)
Decrease in biological assets	(3)	37
Proceeds from sale of properties , plant and equipment	22	4
Interest received	1	8
Net cash flow used in investing activities (B)	(873)	(540)
C. Cash flow from financing activities:		
Repayment of borrowings	2692	(32)
Repayment of lease liabilities	0	(68)
Finance costs paid	(383)	(732)
Net cash flow used in financing activities (C)	2309	(832)
Net increase / (decrease) in cash & cash equivalents (A+B+C)	(133)	48
Cash and cash equivalents at the beginning of the year	140	92
Cash and cash equivalents at the end of the year	7	140

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

Place : New Delhi

Date: 10th November , 2022



(Sudhir Avasthi)
Managing Director