



Ideas for a new day

April 29, 2023

| | |
|--|---|
| Compliance Department, BSE Limited , Phiroze Jeejeebhoy Tower, Dalal Street, Fort, Mumbai – 400 001 | Compliance Department, National Stock Exchange of India Ltd. Exchange Plaza, Plot No. C/1, G-Block, Bandra Kurla Complex Bandra - (E), Mumbai – 400 051 |
| Scrip Code:- 539889 | Scrip Symbol :- PARAGMILK |

Dear Sir/Madam,

Sub: Outcome of the Board Meeting held on April 29, 2023

We wish to inform you about the outcome of the Board Meeting held on **April 29, 2023** pursuant to Regulation 30 and Regulation 33 (3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations).

The Board has, *inter-alia*, considered and approved the following items of business:

1. Audited Standalone and Consolidated Financial Results of the Company for the Quarter and Year ended March 31, 2023.

A copy of the said results along with the Reports issued by the Statutory Auditors of the Company are enclosed herewith and will be uploaded on the Company website i.e. www.paragmilkfoods.com.

We would like to state that the Statutory Auditors have issued audit reports with unmodified opinion on the said financial statements.

2. In order to conserve the resources of the Company and for long term requirement of funds, the Board of Directors has not recommended any dividend for the financial year ended 31st March, 2023.
3. Additional responsibility to Mr. Pritam Shah – Managing Director, of the office of Chief Financial Officer for the time being and consequent Change in Designation to Managing Director (MD) & Interim Chief Financial Officer (CFO) with effect from April 29, 2023.

The Board also noted the cessation of Mr. Surendra Malaviya, as the Interim-Chief Financial Officer and Key Managerial Personnel of the Company with effect from April 28, 2023 in view of change in Designation of Mr. Pritam Shah to Managing Director (MD) & Interim CFO.

The details required under Regulation 30 of the Listing Regulations read with SEBI Circular CIR/CFD/CMD/4/2015 dated September 09, 2015, including brief profile of Mr. Pritam Shah is enclosed as “**Annexure 1**” to this letter.

Details of Cessation of Mr. Surendra Malaviya as Interim CFO are enclosed in “**Annexure 2**”



Parag Milk Foods Ltd.,

CIN-L15204PN1992PLC070209

Regd. Office: Flat No. 1 Plot No. 19, Nav Rajasthan Co-Op Housing Society, Behind Ratna Memorial Hospital,
Senapati Bapat Road, Shivaji Nagar, Pune - 411016. Ph.: +91 72764 70001

Corporate Office: 10th floor, Nirmal building, Nariman point, Mumbai - 40021 Tel.: 022-43005555 Fax: 022-43005580

Website: www.paragmilkfoods.com | email: investors@paragmilkfoods.com



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The meeting of the Board of Directors commenced at 07.40 p.m. and concluded at 10.05 p.m.

Requesting you to kindly take the same on record.

Thanking you.

For **Parag Milk Foods Limited**

Virendra Varma
Company Secretary and Compliance Officer
FCS No. 10520

Encl: As above.



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Parag Milk Foods Limited

Registered Office: Flat No 1, Plot No 19, Nav Rajasthan Housing Society, Behind Ratna Memorial Hospital, Shivaji Nagar, Pune - 411 016, Maharashtra, India

CIN:L15204PN1992PLC070209, Website: www.paragmilkfoods.com, Email id: investors@parag.com
Statement of Standalone Financial Results for the quarter and year ended 31st March, 2023

(Rs in Million) (except per share data)

| Particulars | Quarter ended: | | | Year ended | |
|--|---------------------------|-----------------|---------------------------|------------------|-------------------|
| | 31-Mar-23 | 31-Dec-22 | 31-Mar-22 | 31-Mar-23 | 31-Mar-22 |
| | Audited (Refer Note 6) | Unaudited | Audited (Refer Note 6) | Audited | Audited |
| 1. Revenue from operations | 7,959.30 | 7,226.37 | 5,524.50 | 28,532.00 | 20,256.07 |
| 2. Other income | 22.31 | 45.08 | 56.89 | 206.03 | 89.61 |
| 3. Total Income | 7,981.61 | 7,271.45 | 5,581.39 | 28,738.03 | 20,345.68 |
| 4. Expenses | | | | | |
| (a) Cost of materials consumed | 8,993.30 | 6,245.83 | 5,932.28 | 23,781.00 | 18,279.65 |
| (b) Purchase of Stock-in-trade | (2,735.90) | - | - | - | 82.40 |
| (c) Changes in inventories of finished goods, stock-in-trade and work-in-progress | 25.20 | (493.73) | 4,127.97 | (709.50) | 2,223.37 |
| (d) Employee benefits expense | 229.80 | 236.94 | 194.74 | 882.45 | 773.40 |
| (e) Finance costs | 136.82 | 135.23 | 122.43 | 528.57 | 470.36 |
| (f) Depreciation and amortisation expense | 168.87 | 114.31 | 133.86 | 540.73 | 509.31 |
| (g) Other expenses | 937.09 | 883.88 | 1,093.63 | 3,042.91 | 3,184.51 |
| Total Expenses | 7,755.18 | 7,122.46 | 11,604.91 | 28,066.16 | 25,523.00 |
| 5. Profit / (loss) before tax (3-4) | 226.43 | 148.99 | (6,023.52) | 671.87 | (5,177.32) |
| 6. Tax expense | | | | | |
| (i) Current tax | - | - | (168.09) | - | - |
| (ii) Deferred tax | (52.42) | 12.97 | 25.63 | (13.04) | 79.16 |
| (iii) Tax adjustment, in respect of earlier years | - | - | 35.07 | - | 35.07 |
| 7. Profit / (loss) for the period/year after tax (5-6) | 278.85 | 136.02 | (5,916.13) | 684.91 | (5,291.55) |
| 8. Other Comprehensive Income | | | | | |
| Items that will not be reclassified to profit or loss | | | | | |
| (i) Re-measurements of the defined benefit plans | 3.79 | - | 1.00 | 3.79 | 6.72 |
| (ii) Income tax on above | (0.95) | - | (0.25) | (0.95) | (1.69) |
| 9. Total Comprehensive Income/ (Expense) for the period/year (7+8) | 281.69 | 136.02 | (5,915.38) | 687.75 | (5,286.52) |
| Comprising Profit/ (Loss) and Other Comprehensive Income/ (Expense) for the period/year | | | | | |
| Paid-up equity share capital (Face Value of Rs. 10 each) | 1,172.00 | 1,172.00 | 952.00 | 1,172.00 | 952.00 |
| Other Equity | | | | 7,009.56 | 4,538.93 |
| 10. Earnings Per Equity Share (of Rs 10 each) (not annualised) | | | | | |
| (a) Basic (Rs) | 2.38 | 1.26 | (62.14) | 6.52 | (56.56) |
| (b) Diluted (Rs) | 2.31 | 1.24 | (60.45) | 6.34 | (55.19) |





Parag Milk Foods Limited


Registered Office: Flat No 1, Plot No 19, Nav Rajasthan Housing Society, (Behind Ratna Memorial Hospital),
Shivaji Nagar, Pune - 411 016, Maharashtra, India

CIN:L15204PN1992PLC070209, Website: www.paragmilkfoods.com, Email id: investors@parag.com

Notes on Standalone Financials Results:

- 1 The Audited Standalone Financial Results (the 'Statement') for the quarter and year ended 31st March, 2023 of **Parag Milk Foods Limited** (the 'Company') have been reviewed by the Audit Committee and thereafter approved and taken on record by the Board of Directors of the company in their meeting held on 29th April, 2023 and are available on the Company's website - <https://www.paragmilkfoods.com> and on the websites of BSE (www.bseindia.com) and NSE (www.nseindia.com). Audit under Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, has been carried out by the statutory auditors. Auditor's report does not contain any observation which would have an impact on the above standalone financial results.
- 2 The above Audited Standalone Financial Results have been prepared in accordance with the Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.
- 3 No provision for current tax is required to be made for the year ended 31st March, 2023, in view of certain allowances and deductions available under the Income Tax Act, 1961.
- 4 Based on guiding principles given in Ind AS 108, *Operating Segments*, the Company's business activity falls within a single operating segment namely, 'Milk and Milk Related Products' and hence, the disclosure requirements of Ind AS 108 are not applicable.
- 5 The Code on Social Security, 2020 (the 'Code') relating to employee benefits during employment and post-employment benefits received the President's assent on 28th September, 2020. The Code has been published in the Gazette of India. The Ministry of Labour and Employment has released the draft Rules for the Code on 13th November, 2020 and has invited suggestions from the stakeholders. However, the date on which the Code/Rules will come to effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period when the Code becomes effective.
- 6 Figures of the quarter ended 31st March, 2023 and the corresponding quarter ended 31st March, 2022 are the balancing figures between the audited figures in respect of the full financial year ended 31st March, 2023 and 31st March, 2022 and year-to-date published figures up to the third quarter ended 31st December, 2022 and 31st December, 2021 respectively, which were subjected to limited review.
- 7 Figures for the previous periods / year have been regrouped wherever necessary.

Place: Mumbai
Date: 29th April, 2023


Pritam Shah
Managing Director
DIN No. 01127247





Ideas for a new day

Parag Milk Foods Limited

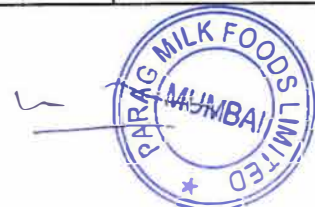
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Standalone Statement of Assets and Liabilities

(Rs in Million)

| S. No | Particulars | As at 31-Mar-2023 Audited | As at 31-Mar-2022 Audited |
|----------|---|---------------------------------|---------------------------------|
| A | ASSETS | | |
| 1 | Non Current Assets | | |
| | (a) Property, plant and equipment | 3,111.99 | 3,495.31 |
| | (b) Capital work-in-progress | 86.44 | 28.38 |
| | (c) Other intangible assets | 1.94 | 3.87 |
| | (d) Financial assets | | |
| | (i) Investments | 671.87 | 622.64 |
| | (ii) Other financial assets | 735.17 | 104.08 |
| | (e) Non current tax assets (net) | 140.97 | 106.58 |
| | (f) Other non-current assets | 63.73 | 43.63 |
| | Total Non-Current Assets | 4,812.11 | 4,404.49 |
| 2 | Current Assets | | |
| | (a) Inventories | 5,582.56 | 4,681.54 |
| | (b) Financial assets | | |
| | (i) Trade receivables | 1,598.70 | 1,197.20 |
| | (ii) Cash and cash equivalents | 130.31 | 792.54 |
| | (iii) Bank balances other than (ii) above | 14.98 | 43.32 |
| | (c) Other current assets | 3,691.07 | 2,088.02 |
| | Total Current Assets | 11,017.62 | 8,802.62 |
| | Total Assets | 15,829.73 | 13,207.11 |
| B | EQUITY AND LIABILITIES | | |
| 1 | Equity | | |
| | (a) Equity share capital | 1,172.00 | 952.00 |
| | (b) Other equity | 7,009.56 | 4,538.93 |
| | Total Equity | 8,181.56 | 5,490.93 |
| 2 | Non-Current Liabilities | | |
| | (a) Financial liabilities | | |
| | (i) Borrowings | 2,046.03 | 2,305.81 |
| | (ii) Other financial liabilities | 78.86 | 111.06 |
| | (b) Provisions | 36.08 | 25.18 |
| | (c) Deferred tax liabilities (net) | 14.57 | 26.66 |
| | Total Non-Current Liabilities | 2,175.54 | 2,468.71 |
| 3 | Current Liabilities | | |
| | (a) Financial liabilities | | |
| | (i) Borrowings | 3,223.78 | 2,414.34 |
| | (ii) Trade payables | | |
| | (a) Due to micro and small enterprises | 12.65 | 8.77 |
| | (b) Due to creditors other than micro and small enterprises | 1,285.52 | 2,072.09 |
| | (iii) Other financial liabilities | 321.29 | 281.63 |
| | (iv) Lease liabilities | 64.81 | 51.54 |
| | (b) Other current liabilities | 560.31 | 414.94 |
| | (c) Provisions | 4.27 | 4.16 |
| | Total Current Liabilities | 5,472.63 | 5,247.47 |
| | Total Liabilities | 7,648.17 | 7,716.18 |
| | Total Equity and Liabilities | 15,829.73 | 13,207.11 |





Parag Milk Foods Limited

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Standalone Statement of Cash Flows for the year ended 31st March 2023

(Rs in Million)

| Particulars | Year ended 31-Mar-2023 Audited | Year ended 31-Mar-2022 Audited |
|---|--------------------------------------|--------------------------------------|
| A. Cash Flows from Operating Activities | | |
| Profit/ (Loss) before tax | 671.87 | (5,177.32) |
| Depreciation and amortisation expense | 540.73 | 509.31 |
| Provision for doubtful debts and advances (net of recoveries/reversals) | (61.81) | 339.81 |
| Net (gain) / loss on sale/ fair valuation of investments | 14.72 | 0.50 |
| ESOS expense | - | (7.29) |
| Finance costs | 528.57 | 470.36 |
| Sundry balances written back | (118.98) | (19.92) |
| Profit on sale of Property, plant and equipment (net) | - | - |
| Interest income | (49.59) | (43.53) |
| Operating profit before working capital changes | 1,525.51 | (3,928.08) |
| Adjustments for : | | |
| (Increase) / decrease in inventories | (901.02) | 2,191.78 |
| (Increase)/decrease in trade and other receivables | (2,615.36) | 1,112.30 |
| (Decrease) / increase in trade and other payables | (629.86) | (688.70) |
| Increase / (decrease) in provisions | 14.80 | (8.42) |
| Cash generated from operations | (2,605.93) | (1,321.12) |
| Taxes paid (net of refunds) | (34.39) | (141.65) |
| Net cash flows from/ (used in) operating activities | (2,640.32) | (1,462.77) |
| B. Cash Flows from Investing Activities | | |
| Purchase of Property, plant and equipment | (267.36) | (205.99) |
| Purchase of intangible assets | (2.26) | (1.10) |
| Sale of Property, plant and equipment | 12.90 | - |
| Maturity / (Investment) of fixed deposits | - | 69.56 |
| Investment in mutual funds | (49.23) | 8.20 |
| Interest received | 16.57 | 14.77 |
| Net cash flows from/ (used in) investing activities | (289.38) | (114.56) |
| C. Cash Flows from Financing Activities | | |
| Proceeds from long-term borrowings | - | - |
| Proceeds from issue of shares (net of issue expenses) | - | - |
| Proceeds from issue of shares (net of issue expenses) | 2,002.87 | 1,634.30 |
| Proceeds / (repayment) short-term borrowings (net) | 809.44 | (1,013.44) |
| Repayment of long term borrowings | (24.68) | 2,167.74 |
| Payment of dividend including dividend distribution tax | - | (47.69) |
| Interest paid | (520.17) | (436.38) |
| Net cash flows from/ (used in) financing activities | 2,267.46 | 2,304.53 |
| Net increase/ (decrease) in cash and cash equivalents (A+B+C) | (662.24) | 727.20 |
| Cash and cash equivalents at the beginning of the year | 792.54 | 65.34 |
| Cash and cash equivalents at the end of the year | 130.30 | 792.54 |

Note : The above Standalone Statement of Cash Flows has been prepared under the Indirect Method as set out in Ind AS 7, Statement of Cash Flows.



Independent Auditor's Report on Annual Standalone Financial Results of Parag Milk Foods Limited, pursuant Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

To the Board of Directors of Parag Milk Foods Limited

Report on the Audit of the Standalone Financial Results

Opinion

We have audited the accompanying Annual Standalone Financial Results of **Parag Milk Foods Limited** (the 'Company') for the year ended 31st March, 2023 (the '**Statement**'), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the 'Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Statement:

- i. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India, of the net profit after tax and other comprehensive income and other financial information for the year ended 31st March, 2023.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013 (the 'Act'). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Statement* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the Statement under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Board of Director's Responsibilities for the Statement

The Statement has been prepared on the basis of the annual standalone financial statements. The Company's Board of Directors are responsible for the preparation and presentation of this Statement that give a true and fair view of the net profit and other comprehensive income and other financial information of the Company in accordance with the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation



of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Statement

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors;
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern; and
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.



We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matter

The Statement include the financial results for the quarter ended 31st March, 2023, being the balancing figure between audited figures in respect of the full financial year and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subject to limited review by us.



Mumbai, 29th April, 2023

SHARP & TANNAN
Chartered Accountants
Firm Registration No.109982W
by the hand of


Edwin Paul Augustine
Partner

Membership No. 043385
UDIN: 23043385BGPJQX3151



Parag Milk Foods Limited
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Statement of Consolidated Financial Results for the quarter and year ended 31st March, 2023

| Particulars | (Rs in Million) (except per share data) | | | | | |
|---|---|-----------------|---------------------------|------------------|-------------------|--|
| | Quarter ended | | | Year ended | | |
| | 31-Mar-23 | 31-Dec-22 | 31-Mar-22 | 31-Mar-23 | 31-Mar-22 | |
| | Audited (Refer Note 7) | Unaudited | Audited (Refer Note 7) | Audited | Audited | |
| 1. Revenue from operations | 8,009.56 | 7,358.90 | 5,622.74 | 28,926.20 | 20,717.54 | |
| 2. Other income | 91.09 | 45.28 | 104.80 | 305.98 | 210.40 | |
| 3. Total Income | 8,100.65 | 7,404.18 | 5,727.54 | 29,232.18 | 20,927.94 | |
| 4. Expenses | | | | | | |
| (a) Cost of materials consumed | 9,024.45 | 6,297.67 | 5,960.25 | 23,952.35 | 18,498.75 | |
| (b) Purchase of Stock-in-trade | (2,735.90) | - | 0.00 | 0.00 | 82.40 | |
| (c) Changes in inventories of finished goods, stock-in-trade and work-in-progress | 13.80 | (494.91) | 4,127.25 | (720.49) | 2,223.95 | |
| (d) Employee benefits expense | 255.54 | 265.11 | 215.41 | 980.56 | 836.63 | |
| (e) Finance costs | 121.90 | 151.37 | 133.33 | 551.56 | 509.59 | |
| (f) Depreciation and amortisation expense | 177.41 | 122.62 | 141.53 | 572.75 | 537.44 | |
| (g) Other expenses | 1,078.55 | 955.92 | 1,173.64 | 3,384.83 | 3,459.72 | |
| Total Expenses | 7,935.75 | 7,297.78 | 11,751.41 | 28,721.56 | 26,148.48 | |
| 5. Profit/ (Loss) before tax (3-4) | 164.90 | 106.40 | (6,023.87) | 510.62 | (5,220.54) | |
| 6. Tax expense | | | | | | |
| (i) Current tax | - | - | (168.09) | - | - | |
| (iii) Deferred tax | (58.62) | 13.76 | 27.02 | (21.92) | 69.34 | |
| (iv) Tax adjustment, in respect of earlier years | - | - | 35.07 | - | 35.07 | |
| 7. Profit / (loss) for the period/year after tax (5-6) | 223.52 | 92.64 | (5,917.87) | 535.54 | (5,324.95) | |
| 8. Other Comprehensive Income | | | | | | |
| Items that will not be reclassified to profit or loss | | | | | | |
| (i) Re-measurements of the defined benefit plans | 4.53 | - | 0.19 | 4.53 | 6.00 | |
| (ii) Income tax on above | (1.15) | - | (0.03) | (1.15) | (1.49) | |
| 9. Total Comprehensive Income/ (Expense) for the period/year (7+8) | 226.90 | 92.64 | (5,917.71) | 535.92 | (5,320.44) | |
| Comprising Profit/(Loss) and Other Comprehensive Income/ (Expense) for the period/year | | | | | | |
| Paid-up equity share capital (Face Value of Rs. 10 each) | 1,172.00 | 1,172.00 | 952.00 | 1,172.00 | 952.00 | |
| Other Equity | | | | 6,907.09 | 4,588.29 | |
| 10. Earnings Per Equity Share (of Rs 10 each) (not annualised) | | | | | | |
| (a) Basic (Rs) | 1.91 | 0.86 | (62.16) | 4.92 | (56.91) | |
| (b) Diluted (Rs) | 1.86 | 0.86 | (60.46) | 4.82 | (55.54) | |





Parag Milk Foods Limited


Registered Office: Flat No 1, Plot No 19, Nav Rajasthan Housing Society, (Behind Ratna Memorial Hospital),
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Notes on Consolidated Financials Results :

- 1 The Audited Consolidated Financial Results (the 'Statement') for the quarter and year ended 31st March, 2023 of **Parag Milk Foods Limited** (the 'Company') and its subsidiary, **Bhagalaxmi Dairy Farms Private Limited** (hereinafter together known as 'Group'), have been reviewed by the Audit Committee and thereafter approved and taken on record by the Board of Directors of the Company in their meeting held on 29th April, 2023 and are available on the Company's website- <https://www.paragmilkfoods.com> and on the websites of BSE (www.bseindia.com) and NSE (www.nseindia.com). Audit under Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, has been carried out by the statutory auditors. Auditor's report does not contain any observation which would have an impact on the above consolidated financial results.
- 2 The above Audited Consolidated Financial Results comprise the results of **Parag Milk Foods Limited** (the 'Parent Company') and one subsidiary company, **Bhagalaxmi Dairy Farms Private Limited**.
- 3 The above Audited Consolidated Financial Results have been prepared in accordance with the Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.
- 4 No provision for current tax is required to be made for the year ended 31st March, 2023, in view of certain allowances and deductions available under the Income Tax Act, 1961.
- 5 Based on guiding principles given in Ind AS 108, *Operating Segments*, the Group's business activity falls within a single operating segment namely, 'Milk and Milk Related Products' and hence, the disclosure requirements of Ind AS 108 are not applicable.
- 6 The Code on Social Security, 2020 (the 'Code') relating to employee benefits during employment and post-employment benefits received the President's assent on 28th September, 2020. The Code has been published in the Gazette of India. The Ministry of Labour and Employment has released the draft Rules for the Code on 13th November, 2020 and has invited suggestions from the stakeholders. However, the date on which the Code/Rules will come to effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period when the Code becomes effective.
- 7 Figures of the quarter ended 31st March, 2023 and the corresponding quarter ended 31st March, 2022 are the balancing figures between the audited figures in respect of the full financial year ended 31st March, 2023 and 31st March, 2022 and year-to-date published figures up to the third quarter ended 31st December, 2022 and 31st December, 2021 respectively, which were subjected to limited review.
- 8 Figures for the previous periods / year have been regrouped wherever necessary.

Place: Mumbai
Date: 29th April, 2023


Pritam Shah
Managing Director
DIN No. 01127247





Parag Milk Foods Limited

Registered Office: Flat No 1, Plot No 19, Nav Rajasthan Housing Society, Behind Ratna Memorial Hospital,
Shivaii Nagar. Pune. Pin- 411016. Maharashtra. India

CIN:L15204PN1992PLC070209, Website: www.paragmilkfoods.com, Email id: investors@parag.com

Consolidated Statement of Assets and Liabilities

(Rs in Million)

| S.No | Particulars | As at 31-Mar-2023 Audited | As at 31-Mar-2022 Audited |
|----------|---|---------------------------------|---------------------------------|
| A | ASSETS | | |
| 1 | Non Current Assets | | |
| | (a) Property, plant and equipment | 3,753.61 | 4,082.73 |
| | (b) Capital work-in-progress | 447.06 | 95.96 |
| | (c) Other intangible assets | 1.95 | 3.88 |
| | (d) Biological assets other than bearer plants | 605.54 | 505.50 |
| | (c) Financial assets | | |
| | (i) Investments | 49.23 | 0.00 |
| | (ii) Loans | 9.16 | 8.17 |
| | (iii) Other financial assets | 449.95 | 104.21 |
| | (f) Non current tax assets (net) | 140.97 | 106.58 |
| | (g) Other non-current assets | 71.82 | 68.52 |
| | Total Non-Current Assets | 5,529.29 | 4,975.55 |
| 2 | Current Assets | | |
| | (a) Inventories | 5,735.50 | 4,787.35 |
| | (b) Financial assets | | |
| | (i) Trade receivables | 1,682.34 | 1,253.07 |
| | (ii) Cash and cash equivalents | 137.99 | 796.73 |
| | (iii) Bank balances other than (ii) above | 14.98 | 43.32 |
| | (c) Other current assets | 3,575.89 | 2,094.25 |
| | Total Current Assets | 11,146.70 | 8,974.72 |
| | Total Assets | 16,675.99 | 13,950.27 |
| B | EQUITY AND LIABILITIES | | |
| 1 | Equity | | |
| | (a) Equity share capital | 1,172.00 | 952.00 |
| | (b) Other equity | 6,907.09 | 4,588.29 |
| | Total Equity | 8,079.09 | 5,540.29 |
| 2 | Non-Current Liabilities | | |
| | (a) Financial liabilities | | |
| | (i) Borrowings | 2,552.33 | 2,596.30 |
| | (ii) Other financial liabilities | 102.33 | 112.29 |
| | (b) Provisions | 38.92 | 28.31 |
| | (c) Deferred tax liabilities (net) | 19.00 | 39.97 |
| | Total Non-Current Liabilities | 2,712.58 | 2,776.87 |
| 3 | Current Liabilities | | |
| | (a) Financial liabilities | | |
| | (i) Borrowings | 3,342.13 | 2,580.51 |
| | (ii) Trade payables | | |
| | (a) Due to micro and small enterprises | 12.65 | 8.77 |
| | (b) Due to creditors other than micro and small enterprises | 1,513.19 | 2,249.82 |
| | (iii) Other financial liabilities | 345.15 | 298.87 |
| | (iv) Lease liabilities | 65.60 | 52.19 |
| | (b) Other current liabilities | 599.39 | 436.47 |
| | (c) Provisions | 5.05 | 4.75 |
| | (d) Current tax liabilities (net) | 1.16 | 1.73 |
| | Total Current Liabilities | 5,884.32 | 5,633.11 |
| | Total Liabilities | 8,596.90 | 8,409.98 |
| | Total Equity and Liabilities | 16,675.99 | 13,950.27 |





Parag Milk Foods Limited

Registered Office: Flat No 1, Plot No 19, Nav Rajasthan Housing Society, Behind Ratna Memorial Hospital, Shivaji Nagar, Pune, Pin- 411016, Maharashtra, India

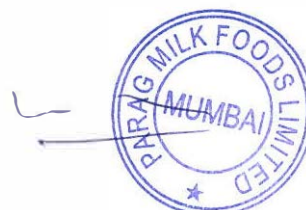
CIN:L15204PN1992PLC070209, Website: www.paragmilkfoods.com, Email id: investors@parag.com

Statement of Consolidated Cash Flows for the year ended 31st March 2023

(Rs in Million)

| Particulars | Year ended 31-Mar-2023 Audited | Year ended 31-Mar-2022 Audited |
|---|--------------------------------------|--------------------------------------|
| A. Cash Flows from Operating Activities | | |
| Profit/ (Loss) before tax | 510.62 | (5,220.54) |
| Depreciation and amortisation expense | 572.75 | 537.44 |
| Provision for doubtful debts and advances (net of recoveries/reversals) | (35.23) | 354.15 |
| Net (gain) / loss on sale/ fair valuation of investments | 15.14 | 0.12 |
| ESOS expense | - | (7.29) |
| Finance costs | 551.56 | 509.59 |
| Sundry balances written-back | (118.98) | (19.92) |
| Loss on sale or death of livestock | 9.94 | 13.70 |
| Fair value change of livestock | (112.90) | (120.60) |
| Profit on sale of Property, plant and equipment (net) | 0.15 | - |
| Interest income | (35.02) | (43.60) |
| Operating profit before working capital changes | 1,358.03 | (3,996.95) |
| Adjustments for : | | |
| (Increase) / decrease in inventories | (948.15) | 2,160.50 |
| (Increase)/decrease in trade and other receivables | (1,966.53) | 1,069.54 |
| (Decrease) / increase in trade and other payables | (432.89) | (574.04) |
| Increase / (decrease) in provisions | 15.44 | (7.72) |
| Cash generated from operations | (1,974.10) | (1,348.68) |
| Taxes paid (net of refunds) | 33.82 | (140.99) |
| Net cash flows from/ (used in) operating activities | (1,940.28) | (1,489.67) |
| B. Cash Flows from Investing Activities | | |
| Purchase of Property, plant and equipment | (606.96) | (355.65) |
| Purchase of intangible assets | (2.26) | (1.10) |
| Sale of livestock | 2.92 | 4.00 |
| Sale of Property, plant and equipment | 12.90 | - |
| Maturity / (investment) of fixed deposits | (315.44) | 69.55 |
| Investment in mutual funds | (49.23) | 8.20 |
| Interest received | 63.87 | 14.84 |
| Net cash flows from/ (used in) in investing activities | (894.20) | (260.16) |
| C. Cash Flows from Financing Activities | | |
| Proceeds from long-term borrowings | - | - |
| Proceeds from issue of shares (net of issue expenses) | 1,792.15 | 3,874.80 |
| Proceeds / (repayment) short-term borrowings (net) | 761.62 | (896.91) |
| Repayment of long-term borrowings | 162.53 | 21.70 |
| Payment of dividend including dividend distribution tax | - | (47.69) |
| Interest paid | (540.57) | (474.79) |
| Net cash flows from/ (used in) financing activities | 2,175.73 | 2,477.11 |
| Net increase/ (decrease) in cash and cash equivalents (A+B+C) | (658.75) | 727.28 |
| Cash and cash equivalents at the beginning of the year | 796.73 | 69.45 |
| Cash and cash equivalents at the end of the year | 137.98 | 796.73 |

Note: The above Consolidated Statement of Cash Flows has been prepared under the Indirect Method as set out in Ind AS 7, Statement of Cash Flows.



Independent Auditor's Report on Annual Consolidated Financial Results of Parag Milk Foods Limited, pursuant Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

To the Board of Directors of Parag Milk Foods Limited (the 'Holding Company')

Report on the Audit of Consolidated Financial Results

Opinion

We have audited the accompanying Annual Consolidated Financial Results of **Parag Milk Foods Limited** (hereinafter referred to as the 'Holding Company') and its subsidiary (the Holding Company and its subsidiary together referred to as the 'Group') for the year ended 31st March, 2023 (the '**Statement**'), attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the 'Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of our reports on separate audited financial statements of the subsidiary, the Statement:

- i. include the annual financial results of one subsidiary, Bhagyalaxmi Dairy Farms Private Limited – a wholly-owned subsidiary
- ii. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- iii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India, of the consolidated net profit after tax and other comprehensive income and other financial information of the Group for the year ended 31st March, 2023.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013 (the 'Act'). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Statement* section of our report. We are independent of the Group, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our opinion.

Board of Directors' Responsibilities for the Statement

The Statement has been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of these Statements that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group in accordance with the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other



accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Statement by the Directors of the Holding Company, as aforesaid.

In preparing the Statement, the respective Board of Directors of the Companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of companies included in the Group are responsible for overseeing the financial reporting process of the Group.

Auditor's Responsibilities for the Audit of the Statement

Our objectives are to obtain reasonable assurance about whether the Statement as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors;
- Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists



- related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Group to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the Statement of which we are the independent auditors. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the Statement, of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

We also perform the procedures in accordance with the Circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.


Other Matter

The Statement include the results for the quarter ended 31st March, 2023, being the balancing figure between the audited figures in respect of the full financial year and the published unaudited figures up to the third quarter of the current financial year which were subject to limited review by us.



Mumbai, 29th April, 2023

SHARP & TANNAN
Chartered Accountants
Firm Registration No.109982W
by the hand of


Edwin Paul Augustine
Partner

Membership No. 043385
UDIN: 23043385BGPJQZ2041



Ideas for a new day

ANNEXURE - 1

Disclosure of information pursuant to Regulation 30 of Listing Regulations read with SEBI Circular No. CIR/CFD/CMD/4/2015 dated September 9, 2015

(a) Change in Designation of Mr. Pritam Shah as Managing Director (MD) & Interim Chief Financial Officer (CFO)

| Sr. No. | Particulars | Details |
|---------|---|--|
| 1. | Reason for change viz. appointment, resignation, removal, death or otherwise | Additional responsibility to Mr. Pritam Shah – Managing Director, of the office of Chief Financial Officer for the time being and consequent change in Designation to Managing Director (MD) & Interim Chief Financial Officer (CFO) with effect from April 29, 2023 |
| 2. | Date of appointment/cessation/change in designation (as applicable) & term of appointment | w.e.f. 29 th April, 2023 |
| 3. | Term of Appointment | Mr. Pritam Shah will be Managing Director & Chief Financial Officer for the time being until a Whole Time CFO is appointed in the Company pursuant to which he will resume his original designation as Managing Director. |
| 4. | Brief profile (in case of appointment); | Mr. Pritam Shah is an Entrepreneur & Promoter of Parag Milk Foods Limited. He is actively involved in business management and the operational activities of the Company. He has more than 25 years of experience in Dairy Industry. |
| 5. | Disclosure of relationships between directors (in case of appointment of a director). | Brother of Mr. Devendra Shah – Chairman & Whole Time Director |

Parag Milk Foods Ltd.,

CIN-L15204PN1992PLC070209

Regd. Office: Flat No. 1 Plot No. 19, Nav Rajasthan Co-Op Housing Society, Behind Ratna Memorial Hospital,

Senapati Bapat Road, Shivaji Nagar, Pune - 411016. Ph.: +91 72764 70001

Corporate Office: 10th floor, Nirmal building, Nariman point, Mumbai - 40021 Tel.: 022-43005555 Fax: 022-43005580

Website: www.paragmilkfoods.com | email: investors@paragmilkfoods.com



ANNEXURE 2

Cessation of Mr. Surendra Malaviya as Interim Chief Financial Officer & KMP

| Sr. No. | Particulars | Details |
|---------|---|--|
| 1. | Reason for change viz. appointment, resignation, removal, death or otherwise | Cessation of Mr. Surendra Malaviya as Interim CFO & KMP of the Company in view of change in Designation of Mr. Pritam Shah as Managing Director (MD) & Interim Chief Financial Officer (CFO) |
| 2. | Date of appointment/ cessation (as applicable) & term of appointment | Cessation as Interim CFO w.e.f. 28 th April, 2023 |
| 3. | Term of Appointment | N.A. |
| 4. | Disclosure of relationships between directors (in case of appointment of a director). | N.A. |