

MADAN & ASSOCIATES
(Formerly known as R.N. BAHL & CO.)
CHARTERED ACCOUNTANTS

Flat No.1003, 10th Floor, Kailash Building,
Kasturba Gandhi Marg, New Delhi-110 001.
Phone: 30487347, Telefax: 2332 7345
e-mail : bahlm@yahoo.co.in /
mkmadaan@indiatimes.com.

AUDITORS' REPORT

The Board of Directors
Milkfood Limited,
5th Floor, Bhandari House,
91, Nehru Place
New Delhi-110019.

1. We have reviewed the accompanying Statement of Unaudited Financial Results alongwith the notes thereon, of M/s Milkfood Limited for the quarter ended September 30, 2012 (column No, 2). This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.
2. We conducted our review in accordance with the Standard on Review (SRE) 2400, engagements to Review Financial Statements 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 financial statements are free of material misstatement. A review is limited primarily to enquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above, subject to paragraphs (a) below and subject to note no. 2 and 5, nothing has come to our notice that causes us to believe that the accompanying statement of Unaudited Financial Results for the quarter ended September 30, 2012 (column No. 2) prepared in accordance with applicable accounting standards and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of clause 41 of the Listing Agreement including the manner in which it is to be disclosed, of that it contains any material misstatement:



- a. Balances of sundry debtors, sundry creditors and loans and advances, stocks on consignment are subject to confirmation.
- b. Inventory is certified by the management in respect of quantity and value.



For Madan & Associates,
Chartered Accountants
Reg. no. 000185N

M.K. Madan

Place: New Delhi
Date: 14th November, 2012

M.K. Madan
(Proprietor)
Membership Number FCA 82214

MILKFOOD LIMITED
 Regd Office : P.O. Bahadurgarh , Patiala -147021(Punjab)
 UNAUDITED FINANCIAL RESULTS
 FOR THE QUARTER ENDED 30TH SEPTEMBER , 2012

milkfood

PART I

(Rs. in Lakhs)

Particulars	3 Months Ended	Preceding 3 Months Ended	Corresponding 3 Months Ended in the previous year	Six months ended for current year	Six months ended for previous year	Previous year ended
	30.09.2012 (Unaudited)	30.06.2012 (Unaudited)	30.09.2011 (Unaudited)	30.09.2012 (Unaudited)	30.09.2011 (Unaudited)	31.03.2012 (Audited)
(1)	(2)	(3)	(4)	(5)	(6)	(7)
1 Income from operations						
(a) Net Sales/Income from Operations (Net of excise duty)	5,370	8,075	4,635	13,445	10,254	30,448
(b) Other operating income	39	-	-	39	1	12
Total income from operations (not)	5,409	8,075	4,635	13,484	10,255	30,460
2 Expenses						
(a) Cost of materials consumed	2,261	5,398	4,041	7,659	7,440	27,990
(b) Purchases of stock-in-trade	-	-	-	-	-	-
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	2,452	1,982	(41)	4,435	1,846	(3,803)
(d) Employee benefits expense	213	228	190	441	376	936
(e) Depreciation and amortisation expense	118	124	105	240	210	495
(f) Other expenses	570	138	385	708	643	3,616
Total expenses	5612	7870	4660	13483	10515	29234
3 Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	(203)	205	(25)	1	(260)	1,228
4 Other income	34	3	18	37	19	43
5 Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 ± 4)	(169)	208	(7)	38	(241)	1,269
6 Finance costs	231	301	281	532	549	1,122
7 Profit / (Loss) from ordinary activities after finance costs but for exceptional items (5 ± 6)	(400)	(93)	(288)	(494)	(790)	147
8 Exceptional items	-	-	-	-	-	11
9 Profit / (Loss) from ordinary activities before tax (7 ± 8)	(400)	(93)	(288)	(494)	(790)	158
10 Tax expense	-	-	-	-	-	82
11 Net Profit / (Loss) from ordinary activities after tax (9 ± 10)	(400)	(93)	(288)	(494)	(790)	76
12 Extraordinary items	-	-	-	-	-	18
13 Net Profit / (Loss) for the period (11 ± 12)	(400)	(93)	(288)	(494)	(790)	58
14 Share of profit / (loss) of associates	-	-	-	-	-	-
15 Minority interest	-	-	-	-	-	-
16 Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13 ± 14 ± 15)	(400)	(93)	(288)	(494)	(790)	58
17 Paid-up Equity Share Capital - (Face Value of the Share shall be indicated)	489	489	489	489	489	489
18 Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	2690	2,690	2,632	2,690	2,632	2,690
19.i Earnings per share (before extraordinary items) of Rs.10/-						
(a) Basic	(8.18)	(1.90)	(5.89)	(10.10)	(16.16)	1.18
(b) Diluted	(8.18)	(1.90)	(5.89)	(10.10)	(16.16)	1.18
19.ii Earnings per share (after extraordinary items) of Rs.10/- each (Not annualized)						
(a) Basic	(8.18)	(1.90)	(5.89)	(10.10)	(16.16)	1.18
(b) Diluted	(8.18)	(1.90)	(5.89)	(10.10)	(16.16)	1.18

A PARTICULARS OF SHAREHOLDING

1 Public shareholding						
- Number of shares	2,438,106	2,438,106	2,438,106	2,438,106	2,438,106	2,438,106
- Percentage of shareholding	49.90	49.90	49.90	49.90	49.90	49.90
2 Promoters and Promoter Group Shareholding	2,448,334	2,448,334	2,448,334	2,448,334	2,448,334	2,448,334
a) Pledged / Encumbered						
- Number of shares	NIL	NIL	NIL	NIL	NIL	NIL
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL	NIL	NIL
- Percentage of shares (as a % of the total share capital of the company)	NIL	NIL	NIL	NIL	NIL	NIL
b) Non - encumbered						
- Number of shares	2,448,334	2,448,334	2,448,334	2,448,334	2,448,334	2,448,334
- Percentage of shares (as a % of the total shareholding of the Promoter and Promoter group)	100	100	100	100	100	100
- Percentage of shares (as a % of the total share capital of the company)	50.10	50.10	50.10	50.10	50.10	50.10

Particulars	3 months ended 30.09.2012
3 INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	NIL
Received during the quarter	NIL
Disposed of during the quarter	NIL
Remaining unresolved at the end of the quarter	NIL

NOTES:

- The above results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 14.11.2012 and have undergone limited review by the statutory auditors.
- No provision for gratuity as on 30th September, 2012 has been made in these accounts amounting to Rs.222.10 Lakhs (Sept, 2011 Rs.236.12 Lakhs) calculated in accordance with payment of Gratuity Act 1972 not actuarially determined for employees of which Rs.3.08 Lakhs(Previous Quarter ended Rs.6.61 Lakhs) related to current period.
- 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 AS-17 "Segment Reporting" issued by the Institute of Chartered Accountants of India.
- Contingent Liabilities - Claims against the company not acknowledged as debts - Rs. 592 Lakhs
- Deferred Tax asset / liability is recognized at the year end.
- Previous period figures have been recast wherever necessary to make them comparable with those of current period.



Statement of Assets and Liabilities as on 30.09.2012

(Rs.in Lakhs)

Particulars		As at	As at
		30.09.2012 (Unaudited)	31.03.2012 (Audited)
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share capital	489	489
	(b) Reserves and surplus	2,195	2,690
	(c) Money received against share warrants	-	-
	Sub-total - Shareholders' funds	2,684	3,179
2	Share application money pending allotment	-	-
3	Non-current liabilities		
	(a) Long-term borrowings	3,970	3,368
	(b) Deferred tax liabilities (net)	210	210
	(c) Other long-term liabilities	4,045	3,389
	(d) Long-term provisions	-	-
	Sub-total - Non-current liabilities	8,225	6,967
4	Current liabilities		
	(a) Short-term borrowings	3,486	3,815
	(b) Trade payables	903	4,260
	(c) Other current liabilities	4,153	1,680
	(d) Short-term provisions	-	2
	Sub-total - Current liabilities	8,542	9,757
	TOTAL - EQUITY AND LIABILITIES	19,451	19,903
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets	8,902	8,831
	(b) Goodwill on consolidation *	-	-
	(c) Non-current investments	426	426
	(d) Deferred tax assets (net)	-	-
	(e) Long-term loans and advances	93	167
	(f) Other non-current assets	24	47
	Sub-total - Non-current assets	9,445	9,471
2	Current assets		
	(a) Current investments	-	-
	(b) Inventories	6,869	8,165
	(c) Trade receivables	810	500
	(d) Cash and cash equivalents	131	181
	(e) Short-term loans and advances	2,196	1,586
	(f) Other current assets	-	-
	Sub-total - Current assets	10,006	10,432
	TOTAL - ASSETS	19,451	19,903

Place: New Delhi

Date: 14th November, 2012



For MILKFOOD LIMITED

(Amarjeet Kapoor)
Director