

MILKFOOD LIMITED

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E-mail : milkfoodltd@milkfoodltd.com, Website : www.milkfoodltd.com
CIN : L15201PB1973PLC003746 GST : 07AAACM5913B1ZY

1st May, 2023

MFL\SCY\2023 - 24
The Manager (Listing)
The BSE Limited
1st Floor, New Trading Ring,
Rotunda Building
P J Towers, Dalal Street,
Fort, Mumbai-400 001

Sub: Audited Financial Results for the Quarter and Financial Year ended 31.03.2023
Scrip Code No.: 507621

Dear Sir/Madam,

Pursuant to Regulation 30 and 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, we are pleased to inform the Stock Exchange that the Board of Directors at their meeting held today i.e. 1st May, 2023 approved the following businesses:

- Audited Standalone & Consolidated Financial Results for the quarter and financial year ended on 31st March, 2023.
- Auditor's Report on Standalone and Consolidated Audited Financial Results of the Company for the quarter and financial year ended on 31st March, 2023.
- Submission of declaration under Regulation 33(3)(d) of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.

The Board Meeting commenced at 5.00 p.m. and concluded at 8.15 p.m.

This is for your information and records.

Thanking you,

Yours faithfully,

For MILKFOOD LIMITED

Rakesh

Rakesh Kumar Thakur
Company Secretary & Compliance officer
Encl: As above



milkfood

Regd. Office : P.O. Bahadurgarh-147021 Distt. Patiala (Punjab)
Phones : 0175-2381404 / 2381415
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MADAN & ASSOCIATES
CHARTERED ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT ON AUDIT OF THE STANDALONE FINANCIAL RESULTS

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

Opinion

We have audited the accompanying standalone financial results of Milkfood Ltd (the "Company") for the quarter and year ended March 31, 2023 ("Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (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 Statement:

- (i) is presented in accordance with the requirements of the Listing Regulations in this regard; and
- (ii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards ("Ind AS") and other accounting principles generally accepted in India of the net profit and other comprehensive income/ loss and other financial information of the Company for the quarter and year ended March 31, 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, as amended (“the Act”). Our responsibilities under those Standards are further described in the “Auditors Responsibilities for the Audit of the Standalone Financial Results” 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 together with the ethical requirements that are relevant to our audit of the financial statements 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 obtained by us is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw attention to Note No.6 regarding Security deposits , Note No 7 Regarding Trade Receivables, Note No 8 regarding Advance to suppliers Note no 9 Regarding GST and Note No 10 Regarding advance against equipment held for sale

Our opinion is not modified in respect of aforesaid matters.

Management’s Responsibilities for the Standalone Financial Results

The Statement has been prepared on the basis of the standalone annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the applicable 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 the 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 Standalone Financial Results

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 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 the Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism 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.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- 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 financial results or, if such disclosures are inadequate, to modify our opinion. However, future events or conditions may cause the Company 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 represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Standalone Financial Results of the Company to express an opinion on the Standalone Financial Results.

Materiality is the magnitude of misstatements in the Standalone Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Standalone Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Standalone Financial Results.

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 Matters

The Statement includes the results for the quarter ended March 31, 2023 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2023 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 as required under the Listing Regulations.



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

m.k. madan

MK. Madan
(proprietor)

Membership number: 082214

Place: New Delhi

Date: 01.05.2023

UDIN: 23082214BGWUQE6641

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)

Statement of audited standalone financial results for the quarter and year ended 31 March 2023

S.No	Particulars	STANDALONE				
		Quarter Ended			Year Ended	
		31.03.2023 (Audited)	31.12.2022 (Unaudited) refer note.12	31.03.2022 (Audited)	31.03.2023 (Audited)	31.03.2022 (Audited)
1	Income					
	(a) Revenue from operations	13,345	15,040	9,297	46,740	31,620
	(b) Other income	(22)	37	1	347	315
	Total income	13,323	15,077	9,298	47,087	31,935
2	Expenses					
	(a) Cost of materials consumed	12,594	14,428	7,118	42,859	24,429
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(2,135)	(2,036)	277	(4,374)	1,444
	(c) Employee benefits expense	612	813	633	2,526	2,273
	(d) Finance cost	330	265	171	978	732
	(e) Depreciation and amortisation expense	165	168	177	636	654
	(f) Other expenses	1,422	1,053	865	3,349	2,172
	Total expenses	12,988	14,691	9,241	45,974	31,704
3	Profit before tax (1-2)	335	386	57	1,113	231
4	Exceptional items	36	-	-	36	-
5	Profit before tax (3+4)	371	386	57	1,149	231
6	Tax expenses					
	(a) Current tax	95	94	14	258	52
	(b) Adjustment of tax related to earlier period	(1)	-	11	5	11
	(c) MAT credit recognition	77	4	(22)	14	(60)
	(d) Deferred Tax charge/(credit)	(139)	(39)	(121)	(101)	(121)
	Total tax expenses	32	59	(118)	174	(118)
7	Profit after tax for the period / year (5 +6)	339	327	175	975	349
8	Other Comprehensive Income / (Loss)					
	Re-measurement gains/ (losses) on defined benefit plans	(9)	(9)	26	(94)	22
	Tax impact on re-measurement gain/ (losses) on defined benefit plans	-	2	(7)	27	(7)
9	Net Profit / (Loss) after taxes (7+ 8)	330	320	194	908	364
10	Paid-up Equity Share Capital (Face Value of the Share is Rs.10/- each)	489	489	489	489	489
11	Other equity				13306	12268
12	Earnings per share in Rs. (of Rs. 10/- each)* :					
	(a) Basic	6.94	6.69	3.58	19.92	7.11
	(b) Diluted	6.62	6.37	3.58	19.01	7.11



Milkfood Limited

CIN:L15201PB1973PLC003746

Standalone Balance Sheet as at 31 March 2023

Particulars		As at 31 Mar , 2023 (Audited)	As at 31 Mar , 2022 (Audited)
A	ASSETS		
1	Non-current assets		
	Property, plant and equipment	18,635	18,245
	Capital work in progress	17	470
	Right -of -use -assets	167	-
	Biological assets other than bearer plant	210	202
	Financial assets		
	- Investments	3	3
	- Trade receivable	57	66
	- Other financial assets	116	100
	Other non-current assets	1,058	1,123
	Total Non - Current Assets	20,263	20,209
2	Current assets		
	Inventories	6,440	1,976
	Financial assets		
	- Trade receivables	3,192	5,751
	- Cash and cash equivalents	44	140
	- Other financial assets	162	26
	Other current assets	2,502	2,260
	- Assets classified as held for sale	259	-
	Current tax assets (net)	23	63
	Total Current Assets	12,622	10,216
	TOTAL ASSETS	32,885	30,425
B	EQUITY AND LIABILITIES		
1	EQUITY		
	Equity Share capital	489	489
	Other Equity	12,817	11,779
	Total Equity	13,306	12,268
2	LIABILITIES		
	Non-current liabilities		
	Financial liabilities		
	- Borrowings	7,090	1,752
	- Lease Liabilities	103	-
	- Other financial liabilities	1,839	7,885
	Deferred Tax Liabilities	750	877
	Provisions	206	200
	Total Non - Current Liabilities	9,988	10,714
	Current liabilities		
	Financial liabilities		
	- Borrowings	4,909	5,504
	- Lease Liabilities	71	-
	- Trade payables		
	(i) Total outstanding dues to micro and small enterprises	75	73
	(ii) Total outstanding dues of creditors other than micro and small enterprises	3,941	1,488
	- Other financial liabilities	165	144
	Other current liabilities	263	94
	Provisions	166	140
	Total Current Liabilities	9,591	7,443
	TOTAL EQUITY & LIABILITIES	32,885	30,425



- 1 The audited standalone financial results of the Company for the quarter and year ended 31 March 2023 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 1st May 2023. The statutory auditors have 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. 73 Lacs.
- 5 Pursuant to the approval of the Board of Directors of the company in their meeting held on 04.07.2022 and consequent approval of the shareholders of the company in the 49th Annual General Meeting held on 28.09.2022, the Nomination and Remuneration Committee of the Board of Directors of the company has granted options numbering 2,44,000 (Fair value Rs 506 Lakhs) as Stock Incentive Plan on 21.10.2022 to the Eligible Employees/Director of the company under the "Milkfood Ltd Stock Incentive Plan 2022" complying the Companies Act read with Securities and exchange Board of India (share based employee benefits and sweat equity regulations) 2021. The vesting period is till 31.10.2023. As per Ind AS 102 ,"Share based Payments" an Amount of Rs. 253 Lakhs pertaining to the year has been accounted for as employee benefit expenses with a corresponding credit to ESOP Reserve.
- 6 Company has treated a sum of Rs 1838 lakhs of Security deposits received as non current liability as per trade practice followed consistently in the past . 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 .
- 7 Trade receivables include Rs 52 Lakhs (net of write off/ provisions of Rs 17 Lakhs) from an entity facing an insolvency petition before the NCLT. The claim of Rs 78 Lakhs including interest of Rs 9 lakhs has been filed before the Resolution Professional. An application has been filed before the NCLT for directing the Resolution Professional to take the claim on record. The Company has a good chance to recover the amount. However, as a matter of abundant caution the amount as stated above has been written off/ provided in the books.
- 8 Other Non current assets include an advance of Rs. 74 Lakhs to supplier recoverable from earlier years. The same will be received/adjusted in the subsequent financial year. However as a matter of abundant caution a provision of Rs 8 Lakhs has been made during the quarter and year ended 31.03.2023.
- 9 Goods and Service Tax Department has generally verified the transaction of the dealers vis input tax credit. In this regard, the Department has also carried out the verification of ITC of our Four Dealers. The company has been cooperating in the investigation proceedings and has voluntarily deposited a sum of Rs 16.27 Crores as Tax under protest which has been shown as GST recoverable in the financials of the company. However, Company has received a show cause notice for Rs.25 Crores from Moradabad Range and has filed its reply. The matter has been further explained in the personal hearing held on 11.01.2023 and the order is expected shortly. Legally, the company has been advised of its success.
- 10 During the year company has entered into an agreement for sale of Equipments of "Casein" at Patiala Unit at a consideration of Rs 354 Lakhs and in pursuance of the said agreement, the Company has received an advance of Rs 165 Lakhs which has been shown under the head Other Current liabilities. The carrying amount of Caesin Plant has been reclassified from Property, Plant and Equipment to Assets held for sale under "Other Current Assets". The revenue shall be recognised in the subsequent year at the time of delivery of the possession of the equipment and on receipt of balance consideration.
- 11 The Board of Directors (in the meeting held on 19.11.2022) declared an interim dividend of ₹ 2.50/- per equity share. The record date for the payment was 30.11.2022 and Rs 104.08 Lacs (net of TDS) has been paid The interim dividend declared in the previous year was ₹ NIL per equity share.

Particulars	Quarter ended March 31,2023	Quarter ended December 31,2022	Quarter ended March 31,2022	Year ended March 31,2023	Year ended March 31,2022
Dividend per share (par value Rs.10/- each)		2.50	-	2.50	
Interim dividend	-	-	-	-	

- 12 The figures of the last quarter ended March 31, 2023 are the balancing figures between audited figures in respect of the full financial year up to March 31,2023 and the limited reviewed results published year-to-date figures up to December 31,2022

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

Place: New Delhi
Date: 01st May , 2023


(Suchir Avasthi)
Managing Director
DIN: 00152375





STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31 ST MARCH ,2023

(All amounts in Rs.lakhs)

	For the Year Ended 31st March, 2023	For the Year Ended 31st March, 2022
A. Cash flow from operating activities:		
Net profit before taxation	1149	231
Adjustments for :		
Depreciation and amortisation expense	636	654
Finance costs	978	732
Liabilities no longer required written back	(327)	(35)
Provision for doubtful debts/ bad debts/ balance written off	18	13
Excess Depreciation reversed	-	(272)
Provision for slow / non moving inventory / others	-	4
Loss/ (Gain) on sale of properties , plant & equipment	(36)	(2)
Interest income	(11)	(8)
Operating profit before working capital changes	2407	1317
<u>Changes in working capital</u>		
Adjustments for (increase) / decrease in operating assets:		
Inventories	(4464)	1301
Trade receivables	2558	(404)
Other current & non current assets	(419)	52
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	2458	(1232)
Other current & non current liabilities	(5356)	508
Provision	126	(7)
Cash Generated From Operations	(2690)	1535
Income tax (paid) /refund (net)	(279)	(115)
Net cash flow from operating activities (A)	(2969)	1420
B. Cash flow from investing activities:		
Capital expenditure on property , plant and equipments (including CWIP)	(796)	(589)
Decrease in biological assets	(5)	37
Proceeds from sale of properties , plant and equipment	77	4
Interest received	11	8
Net cash flow used in investing activities (B)	(713)	(540)
C. Cash flow from financing activities:		
Repayment of borrowings	4743	(32)
Repayment of lease liabilities	(57)	(68)
Finance costs paid	(978)	(732)
Dividend Paid	(122)	
Net cash flow used in financing activities (C)	3586	(832)
Net increase / (decrease) in cash & cash equivalents (A+B+C)	(96)	48
Cash and cash equivalents at the beginning of the year	140	92
Cash and cash equivalents at the end of the year	44	140

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


(Sudhir Avasthi)
Managing Director
DIN:00152375



Place: New Delhi
Date: 01st May , 2023



MADAN & ASSOCIATES
CHARTERED ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT ON AUDIT OF THE CONSOLIDATED FINANCIAL RESULTS

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

Opinion

We have audited the accompanying consolidated financial results of **Milkfood Limited** (the "Holding Company"), its subsidiaries (the Holding Company and its subsidiaries together refer to as "the Group") for the quarter and year ended March 31, 2023 ("Statement"), attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (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 the report of other auditors on the separate financial statements of the subsidiary company as referred in others matter paragraph, the Statement:

- i) includes the results of Holding Company and following entities:

Subsidiary Companies

- (a) MFL Trading Pvt Ltd



- (i) is presented in accordance with the requirements of the Listing Regulations in this regard; and
- (ii) gives a true and fair view in conformity with the the recognition and measurement principles laid down in the Indian Accounting Standards (“Ind AS”) and other accounting principles generally accepted in India of the net profit and other comprehensive income/ loss and other financial information of the Holding Company for the quarter and year ended March 31, 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, as amended (“the Act”). Our responsibilities under those Standards are further described in the “Auditors Responsibilities for the Audit of the Consolidated Financial Results” 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 together with the ethical requirements that are relevant to our audit of the financial statements 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 obtained by us and other auditors in terms of their report to in “Other Matter” paragraph below, is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw attention to Note No.6 regarding Security deposits , Note No 7 Regarding Trade Receivables, Note No 8 regarding Advance to suppliers Note no 9 Regarding GST and Note No 10 Regarding advance against equipment held for sale.

Our opinion is not modified in respect of these matters.

Management’s Responsibilities for the Consolidated Financial Results

The Statement has been prepared on the basis of the consolidated annual financial statements. The Board of Directors of the Holding Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income and other financial information of the Group in accordance with the applicable 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 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 which has 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 the companies included in the Group are also responsible for overseeing financial reporting process of the Group.

Auditor's Responsibilities for the Audit of the Consolidated Financial Results

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 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 the 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.



- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- 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 and its associate 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 financial results 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 and its associate 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 represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/information of the entities within the Group of which we are the independent auditors to express an opinion on the Statements. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the Statements of which we are the independent auditors. For the other entities included in the Statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion. Our responsibilities in this regard are further described in the 'Other Matters' paragraph of this audit report.
- Obtain sufficient appropriate audit evidence regarding the Consolidated Financial Results of the Holding Company to express an opinion on the Consolidated Financial Results.

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 performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities Exchange Board of India under Regulation 33(8) of Listing Regulation, to the extent applicable.

Other Matters

We did not audit the financial statements of the subsidiary, whose financial statements reflect total assets of Rs NIL as at March 31, 2023, total revenues of Rs NIL and total net loss Rs. Nil and total comprehensive loss Rs. Nil for the quarter ended and year ended March 31, 2023 respectively and net cash inflows amounting to Rs. Nil for the year ended on that date, as considered in the Statements. These financial statements have been audited by other auditor whose reports have been furnished to us by the Holding Company's management and our opinion on the Statements, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the audit reports of other auditors.

Our opinion on the Statements is not modified in respect of this matter with respect to our reliance on the work done and the reports of the other auditors.

The Statement includes the results for the quarter ended March 31, 2023 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2023 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 as required under the Listing Regulations.



for Madan and Associates

Chartered Accountants

Firm's registration number: 000185N

M.K. Madan

MK. Madan

(proprietor)

Membership number: 082214

Place: New Delhi

Date: 01.05.2023

UDIN: 23082214BGWUQF4479

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)

Statement of audited consolidated financial results for the quarter and year ended 31 March 2023

S.NO	Particulars	CONSOLIDATED				
		Quarter Ended			Year Ended	
		31.03.2023 (Audited)	31.12.2022 (Unaudited) refer note.12	31.03.2022 (Audited)	31.03.2023 (Audited)	31.03.2022 (Audited)
1	Income					
	(a) Revenue from operations	13,345	15,040	9,297	46,740	31,620
	(b) Other income	(22)	37	1	347	315
	Total Income	13,323	15,077	9,298	47,087	31,935
2	Expenses					
	(a) Cost of materials consumed	12,594	14,428	7,118	42,859	24,429
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(2,135)	(2,036)	277	(4,374)	1,444
	(c) Employee benefits expense	612	813	633	2,526	2,273
	(d) Finance cost	330	265	171	978	732
	(e) Depreciation and amortisation expense	165	168	177	636	654
	(f) Other expenses	1,422	1,053	865	3,349	2,172
	Total expenses	12,988	14,691	9,241	45,974	31,704
3	Profit before tax (1-2)	335	386	57	1,113	231
4	Exceptional items	36	-	-	36	-
5	Profit before tax (3+4)	371	386	57	1,149	231
6	Tax expenses					
	(a) Current tax	95	94	14	256	52
	(b) Adjustment of tax related to earlier period	(1)	-	11	5	11
	(c) MAT credit recognition	77	4	(22)	14	(60)
	(d) Deferred Tax charge/(credit)	(139)	(39)	(121)	(101)	(121)
	Total tax expenses	32	59	(118)	174	(118)
7	Profit after tax for the period / year (5 + 6)	339	327	175	975	349
8	Other Comprehensive Income / (Loss)					
	Re-measurement gains/ (losses) on defined benefit plans	(9)	(9)	26	(94)	22
	Tax impact on re-measurement gain/ (losses) on defined benefit plans	-	2	(7)	27	(7)
9	Net Profit / (Loss) after taxes (7+8)	330	320	194	908	364
10	Paid-up Equity Share Capital (Face Value of the Share is Rs.10/- each)	489	489	489	489	489
11	Other equity				13303	12268
12	Earnings per share in Rs. (of Rs. 10/- each)* :					
	(a) Basic	6.94	6.69	3.58	19.92	7.11
	(b) Diluted	6.62	6.37	3.58	19.01	7.11



Particulars		As at 31 Mar , 2023 (Audited)	As at 31 Mar , 2022 (Audited)
A	ASSETS		
1	Non-current assets		
	Property, plant and equipment	18,635	18,245
	Capital work in progress	17	470
	Right -of -use -assets	167	-
	Biological assets other than bearer plant	210	202
	Financial assets		
	- Investments	2	2
	- Trade receivable	57	66
	- Other financial assets	116	100
	Other non-current assets	1,058	1,123
	Total Non - Current Assets	20,262	20,208
2	Current assets		
	Inventories	6,440	1,976
	Financial assets		
	- Trade receivables	3,192	5,751
	- Cash and cash equivalents	44	140
	- Other financial assets	162	26
	Other current assets	2,502	2,260
	- Assets classified as held for sale	259	-
	Current tax assets (net)	23	63
	Total Current Assets	12,622	10,216
	TOTAL ASSETS	32,884	30,424
B	EQUITY AND LIABILITIES		
1	EQUITY		
	Equity Share capital	489	489
	Other Equity	12,814	11,777
	Total Equity	13,303	12,266
2	LIABILITIES		
	Non-current liabilities		
	Financial liabilities		
	- Borrowings	7,090	1,752
	- Lease Liabilities	103	-
	- Other financial liabilities	1,839	7,885
	Deffered Tax Liabilities	750	877
	Provisions	206	200
	Total Non - Current Liabilities	9,988	10,714
	Current liabilities		
	Financial liabilities		
	- Borrowings	4,909	5,504
	- Lease Liabilities	71	-
	- Trade payables		
	(i) Total outstanding dues to micro and small enterprises	75	73
	(ii) Total outstanding dues of creditors other than micro and small enterprises	3,941	1,488
	- Other financial liabilities	165	144
	Other current liabilities	265	95
	Provisions	166	140
	Total Current Liabilities	9,593	7,444
	TOTAL EQUITY & LIABILITIES	32,884	30,424



- 1 The audited consolidated financial results of the group for the quarter and year ended 31 March 2023 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 1st May 2023. The statutory auditors have expressed an unmodified 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. 73 Lacs.
- 5 Pursuant to the approval of the Board of Directors of the group in their meeting held on 04.07.2022 and consequent approval of the shareholders of the group in the 49th Annual General Meeting held on 28.09.2022, the Nomination and Remuneration Committee of the Board of Directors of the group has granted options numbering 2,44,000 (Fair value Rs 506 Lakhs) as Stock Incentive Plan on 21.10.2022 to the Eligible Employees/Director of the group under the "Milkfood Ltd Stock Incentive Plan 2022" complying the Companies Act read with Securities and exchange Board of India (share based employee benefits and sweat equity regulations) 2021. The vesting period is till 31.10.2023. As per Ind AS 102 , "Share based Payments" an Amount of Rs. 253 Lakhs pertaining to the year has been accounted for as employee benefit expenses with a corresponding credit to ESOP Reserve.
- 6 Group has treated a sum of Rs 1838 lakhs of Security deposits received as non current liability as per trade practice followed consistently in the past . 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 .
- 7 Trade receivables include Rs 52 Lakhs (net of write off/ provisions of Rs 17 Lakhs) from an entity facing an insolvency petition before the NCLT. The claim of Rs 78 Lakhs including interest of Rs 9 lakhs has been filed before the Resolution Professional. An application has been filed before the NCLT for directing the Resolution Professional to take the claim on record. The group has a good chance to recover the amount. However, as a matter of abundant caution the amount as stated above has been written off/ provided in the books.
- 8 Other Non current assets include an advance of Rs. 74 Lakhs to supplier recoverable from earlier years. The same will be received/adjusted in the subsequent financial year. However as a matter of abundant caution a provision of Rs 8 Lakhs has been made during the quarter and year ended 31.03.2023.
- 9 Goods and Service Tax Department has generally verified the transaction of the dealers vis input tax credit. In this regard, the Department has also carried out the verification of ITC of our Four Dealers. The group has been cooperating in the investigation proceedings and has voluntarily deposited a sum of Rs 16.27 Crores as Tax under protest which has been shown as GST recoverable in the financials of the company. However, group has received a show cause notice for Rs.25 Crores from Moradabad Range and has filed its reply. The matter has been further explained in the personal hearing held on 11.01.2023 and the order is expected shortly. Legally, the group has been advised of its success.
- 10 During the year group has entered into an agreement for sale of Equipments of "Casein" at Patiala Unit at a consideration of Rs 354 Lakhs and in pursuance of the said agreement, the group has received an advance of Rs 165 Lakhs which has been shown under the head Other Current liabilities. The carrying amount of Caesin Plant has been reclassified from Property, Plant and Equipment to Assets held for sale under "Other Current Assets". The revenue shall be recognised in the subsequent year at the time of delivery of the possession of the equipment and on receipt of balance consideration.
- 11 The Board of Directors (in the meeting held on 19.11.2022) declared an interim dividend of ₹ 2.50/- per equity share. The record date for the payment was 30.11.2022 and Rs 104.08 Lacs (net of TDS) has been paid The interim dividend declared in the previous year was ₹ NIL per equity share.

Particulars	Quarter ended March 31,2023	Quarter ended December 31,2022	Quarter ended March 31,2022	Year ended March 31,2023	Year ended March 31,2022
Dividend per share (par value Rs.10/- each)		2.50		2.50	
Interim dividend		-	-	-	-

- 12 The figures of the last quarter ended March 31, 2023 are the balancing figures between audited figures in respect of the full financial year up to March 31, 2023 and the limited reviewed results published year-to-date figures up to December 31,2022

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

Place : New Delhi
Date : 01st May , 2023


(Sudhir Avasthi)
Managing Director
DIN: 00152375



CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 ST MARCH ,2023

(All amounts in Rs.lakhs)

	For the Year Ended 31st March, 2023	For the Year Ended 31st March, 2022
A. Cash flow from operating activities:		
Net profit before taxation	1149	231
Adjustments for :		
Depreciation and amortisation expense	636	654
Finance costs	978	732
Liabilities no longer required written back	(327)	(35)
Provision for doubtful debts/ bad debts/ balance written off	18	13
Excess Depreciation reversed	-	(272)
Provision for slow / non moving inventory / others	-	4
Loss/ (Gain) on sale of properties , plant & equipment	(36)	(2)
Interest income	(11)	(8)
Operating profit before working capital changes	2407	1317
<u>Changes in working capital</u>		
Adjustments for (increase) / decrease in operating assets:		
Inventories	(4464)	1301
Trade receivables	2558	(404)
Other current & non current assets	(419)	52
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	2458	(1232)
Other current & non current liabilities	(5356)	508
Provision	126	(7)
Cash Generated From Operations	(2690)	1535
Income tax (paid) /refund (net)	(279)	(115)
Net cash flow from operating activities (A)	(2969)	1420
B. Cash flow from investing activities:		
Capital expenditure on property , plant and equipments (including CWIP)	(796)	(589)
Decrease in biological assets	(5)	37
Proceeds from sale of properties , plant and equipment	77	4
Interest received	11	8
Net cash flow used in investing activities (B)	(713)	(540)
C. Cash flow from financing activities:		
Repayment of borrowings	4743	(32)
Repayment of lease liabilities	(57)	(68)
Finance costs paid	(978)	(732)
Dividend Paid	(122)	
Net cash flow used in financing activities (C)	3586	(832)
Net increase / (decrease) in cash & cash equivalents (A+B+C)	(96)	48
Cash and cash equivalents at the beginning of the year	140	92
Cash and cash equivalents at the end of the year	44	140

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

Place: New Delhi
Date: 01st May , 2023



(Signature)
(Sudhir Aravathi)
Managing Director
DIN:00152375



MILKFOOD LIMITED

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CIN : L15201PB1973PLC003746 GST : 07AAACM5913B1ZY

1st May, 2023

MFL\SCY\2023 - 24
The Manager (Listing)
The BSE Limited
1st Floor, New Trading Ring,
Rotunda Building
P J Towers, Dalal Street,
Fort, Mumbai-400 001

Sub: Declaration pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements (Amendment) Regulations, 2016 w.r.t Audit Report with Unmodified Opinion.

Scrip Code No.: 507621

Dear Sir(s),

I, Sanjeev Kothiala, Chief Financial Officer of the Company, hereby declare that, the Statutory Auditors of the Company, M/s Madan & Associates, Chartered Accountants, have issued an Audit Report with unmodified opinion on the Audited Standalone and Consolidated Financial Results for the quarter and financial year ended on March 31, 2023.

This declaration is given pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended by the SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2016 vide Circular no. CIR/CFD/CMD/56/2016 dated May 27, 2016.

This is for your information and records, please.

Thanking you,

Yours faithfully,

For MILKFOOD LIMITED


Sanjeev Kothiala
Chief Financial Officer


milkfood

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