

MODERN DAIRIES LIMITED

Statement of Unaudited Financial Results for the quarter ended 30th September, 2023

(Amount Rs in Lacs)

Sr. No.	Particulars	3 months ended 30 Sept., 2023	Preceding 3 months ended 30 June 2023	Corresponding 3 month ended in the previous year 30 Sept., 2022	Year to date figures for current period ended 30 Sept., 2023	Year to date figures for previous period ended 30 Sept., 2022	Previous year ended 31 March 2023
		(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
I	Revenue from operations	8,018.23	8,271.00	4,229.31	16,289.23	8,609.71	21,608.13
II	Other Income	44.14	43.69	39.41	87.83	96.35	267.71
III	Total Income(I+II)	8,062.37	8,314.69	4,268.72	16,377.06	8,706.06	21,875.84
IV	EXPENSES						
	Cost of materials consumed	6,490.34	6,506.86	2,167.09	12,997.00	5,168.67	16,242.24
	Changes in inventories of Finished goods, Stock in trade and Work-in-progress	(278.82)	103.94	324.93	(174.88)	174.93	(1,100.78)
	Employee benefits expense	344.16	330.46	298.49	674.62	605.65	1,216.80
	Finance costs	104.69	132.13	-	236.82	0.24	247.71
	Depreciation/ Impairment Loss	91.18	71.10	77.99	162.28	164.28	335.39
	Other expenses	1,108.75	967.61	976.65	2,076.36	1,903.60	3,717.49
	Total expenses(IV)	7,860.30	8,111.90	3,845.15	15,972.20	8,017.35	20,658.85
V	Profit before exceptional items	202.07	202.79	423.57	404.86	688.71	1,216.99
VI	Exceptional Items						
	Exceptional Items Income	2,795.51	-	-	2,795.51	-	-
	Exceptional Items Exp.	(863.51)	(0.50)	-	(864.01)	-	(1.38)
VII	Profit before tax (V-VI)	2,134.07	202.29	423.57	2,336.36	688.71	1,215.61
VIII	Tax Expense:						
	(1) Current Tax	-	-	-	-	-	-
	(2) Deferred Tax	-	-	-	-	-	-
IX	Profit for the period (VII-VIII)	2,134.07	202.29	423.57	2,336.36	688.71	1,215.61
X	Other Comprehensive Income						
	A. (i) Items that will not be reclassified to	-	-	-	-	-	(3.01)
	(ii) Income tax relating to items that will not be reclassified to	-	-	-	-	-	-
XI	Other Comprehensive Income	-	-	-	-	-	(3.01)
XII	Total Comprehensive Income for the period (X+XI) comprising Profit and Other comprehensive Income for the period	2,134.07	202.29	423.57	2,336.36	688.71	1,212.60
XIII	Paid-up equity share capital	2,335.89	2,335.89	2,335.89	2,335.89	2,335.89	2,335.89
XIV	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	(11,927.58)
XV	Earnings per equity share (for continuing operation) :						
	(1) Basic	9.15	0.87	1.82	10.02	2.95	5.21
	(2) Diluted	9.15	0.87	1.82	10.02	2.95	5.21

 Place: Chandigarh
 Date : 8th November, 2023

 A.K. Aggarwal
 (Executive Director)
 (DIN: 00486430)

Modern Dairies Limited

Cash flow statement for the Half Year ended 30th September 2023

(All amounts in ₹ lac, unless stated otherwise)

Particulars		For the Year ended 30 Sept 2023	For the Year ended 31 Mar 2023
A	Cash flow from operating activities:		
	Profit/(Loss) before tax	2,336.36	1,212.60
	Adjustments for:		
	Depreciation and amortisation	162.28	335.39
	Provision for milk cess	27.56	59.06
	Balances written off	0.11	4.13
	Liabilities written back	(0.08)	(7.28)
	Interest expense	256.82	247.71
	Interest income	(3.05)	(5.97)
	Employee benefits	10.81	27.08
	Profit on sale of Property, Plant and Equipment	-	(2.72)
	Operating loss before working capital changes	2,770.81	1,869.99
	Adjustments for movement in:		
	Increase/Decrease in long-term loans and advances	37.86	(23.71)
	Increase/Decrease in inventories	(6.50)	(1,302.06)
	Increase/Decrease in Financial Assets	-	(2.76)
	Increase/Decrease in trade receivables	(264.11)	(1,571.36)
	Increase/Decrease in other current assets	(140.27)	36.67
	Increase/Decrease in Short term loans and advances	(3.05)	-
	Increase/Decrease in Current Tax Assets	(72.09)	(90.30)
Increase/Decrease in long-term provisions	(3.92)	9.20	
Increase/Decrease in trade payables	889.28	2,807.99	
Increase/Decrease in other current liabilities	113.86	(96.50)	
Increase/Decrease in short-term provisions	(10.81)	(44.75)	
Net cash generated from operations	3,291.07	1,592.42	
Taxes paid	72.69	90.30	
Net cash generated from operating activities	3,218.98	1,502.12	
B	Cash flow from investing activities :		
	Purchase of fixed assets (including capital work in progress and movement in creditors for capital goods)	(162.87)	(307.04)
	Proceeds from sale of fixed assets	-	3.81
	Interest received	3.05	5.97
Net cash used in investing activities	(159.82)	(297.26)	
C	Cash flow from financing activities		
	Proceeds from short term borrowings	459.67	52.33
	Increase/Decrease in Other financial liabilities	(4,077.29)	(10.14)
	Interest/Principal paid	637.42	(1,929.80)
	Net Cash used in financing activities	(2,980.20)	(1,887.61)
	Net increase/(decrease) in cash and cash equivalents	78.98	(682.75)
	Cash and cash equivalents at the beginning of the year	23.57	696.21
	Cash and cash equivalents at the end of the period	102.55	13.46
	Components of cash and cash equivalents :-		
	Cash in hand	8.74	6.85
Balances with Scheduled Banks	93.81	16.72	
Cash and cash equivalents in cash flow statement:	102.55	23.57	

Place : Chandigarh
Date : 08-11-2023



MODERN DAIRIES LIMITED

Statement of Unaudited Assets & Liabilities as on 30th September, 2023

(Amount Rs in Lacs)

Particulars		As at 30 Sept 2023	As at 31 Mar 2023
ASSETS			
1)	Non-current assets		
	Property, Plant and Equipment	2,873.62	2,856.34
	Capital work-in-progress	71.53	87.40
	Other Intangible assets	1.37	2.21
	Investments	1.33	1.33
	Loans and advances	495.90	461.67
		3,443.75	3,408.95
2)	Current assets		
	Inventories	2,722.28	2,715.78
	Financial Assets	2.76	2.76
	Trade receivables	2,156.94	1,892.83
	Cash and cash equivalents	102.55	23.57
	Loans and advances	3.03	-
	Current Tax Assets(Net)	309.24	237.15
	Other current assets	388.87	228.71
	Asset Held for Disposal	1.60	1.60
		5,687.27	5,102.39
	Total Assets	9,131.02	8,511.34
EQUITY AND LIABILITIES			
1)	EQUITY		
	Equity Share capital	2,335.89	2,335.89
	Other Equity	(9,591.22)	(11,927.58)
		(7,255.33)	(9,591.69)
2)	LIABILITIES		
	Non-Current liabilities		
	Financial Liabilities		
	Long Term Borrowings	25.00	25.00
	Provisions	122.78	126.70
		147.78	151.70
3)	Current liabilities		
	Financial Liabilities		
	Short term borrowings	512.00	52.33
	Trade payables	4,180.26	3,291.06
	Other financial liabilities	9,537.70	12,740.75
	Other current liabilities	517.09	403.23
	Provisions	1,491.53	1,463.97
		16,238.58	17,951.34
	Total Equity and Liabilities	9,131.02	8,511.35

Place : Chandigarh

Date : 08-11-2023



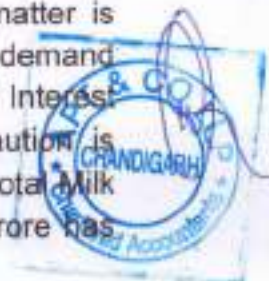
A.K. Aggarwal
 A.K. Aggarwal
 Executive Director
 (DIN: 00486430)

Notes to the Financial Results as on 30.09.23

1. The financial results of Modern Dairies Limited ('MDL', 'the Company') for the quarter 30th September, 2023 have been reviewed by the Audit Committee and subsequently approved at the meeting of the Board of Directors held on 8th of November, 2023.
2. The Company is primarily engaged in the business of Manufacturing of milk & milk products which is a single primary reportable segment in accordance with the requirements of Indian Accounting Standards (Ind AS) – 108 on operating segments as prescribed under the Companies (Accounting Standards) rules 2006.
3. The Company has adopted Indian Accounting Standards (Ind AS) from 1 April 2017 (transition date being 1 April 2016) and accordingly, these financial results have been prepared in accordance with Companies (Indian Accounting Standards) Rules 2015 as prescribed under section 133 of the Companies Act 2013 read with the relevant rules issued there under and the other accounting generally accepted in India.
4. The restructured debt of Edelweiss ARC Ltd. (Earlier State Bank of India) has been paid. The amount of loan written off of Rs. 27.95 Crore has been recorded as exceptional item income in the financial statement.

The Punjab National Bank OTS scheme is under implementation and interest due thereon has been accounted for. The scheme shall be accounted for at the time of closure of OTS.

5. The company has paid managerial remuneration to directors amounting to Rs. 47,85,750/- for the half year ended on 30.09.2023 without prior approval from the lenders. The directors undertake that in case the approval is not received, the remuneration so as received by the Directors shall be refunded. The financial Results are affected to that extent.
6. Regarding Milk Cess liability to Govt. of Haryana under Haryana Murrah Buffalo and other Milch Animal Breed Act, 2001 Act. The company has filed a Special Leave Petition before the Hon'ble Supreme Court against the decision dated 28th May, 2010 of Punjab & Haryana High Court regarding levy of Milk Cess under the above act. The SLP was admitted in the Hon'ble Supreme Court and it had granted interim stay in September, 2012. The matter is pending before the Hon'ble Supreme Court. The Govt. of Haryana demand notice is for Rs. 512.76 Crores for Milk Cess along with compounded interest as on 30th September, 2023. The company as an abundant caution is providing for the Milk Cess in the accounts. As on 30th Sep.,23, the total Milk Cess provision amount is Rs. 20.40 Crore, out of which Rs. 5.91 Crore has been already deposited as per Hon'ble Supreme Court's order.



7. Due to uncertainty mentioned in note no. 4 & 6 above, deferred tax asset has not been recognized due to absence of virtual certainty supported by convincing evidence to the effect that sufficient future taxable income would be available against which deferred tax assets can be realized.
8. The Statutory auditors of the company have carried out a review of the financial results for the quarter ended 30th of September, 2023 and have issued modified report. The limited review report is available on the company's website at www.moderndairies.com.
9. Previous year figures have been rearranged and regrouped where ever necessary.



LIMITED REVIEW REPORT

To,
The Board of Directors
Modern Dairies Limited

1. We have reviewed the accompanying statement of un-audited financial results of **Modern Dairies Limited** for the quarter ended 30th September, 2023 prepared as per the applicable Indian Accounting Standards (Ind AS) being submitted by the company pursuant to the requirements of regulation 33 of the SEBI (Listing Obligation & Disclosure Requirements) Regulation, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016. This statement is the responsibility of the company's Management and has been approved by Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedure, applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. We refer to the following Qualifications:

Director's remuneration is not admissible as prescribed in Sec-197 of companies Act, 2013 except in accordance with the provision of Schedule V and if it is not able to comply with such provisions, the prior approval of lenders is required.

The Company is not eligible to pay director remuneration for non-compliance of conditions prescribed in schedule V of the companies Act, 2013. The company has given the director remuneration to Mr. Ashwani Kumar Aggarwal (Executive Director) & Mr. Krishan Kumar Goyal (Managing Director) amounting to Rs. 47,85,750 for half year ended 30th September, 2023.

Apart from the managerial remuneration for quarter ended 30th September, 2023 as mentioned above the company has paid total director remuneration of Rs. 2,97,87,712 till date without complying the provisions of Schedule V of the companies Act, 2013.



4. Based on our review conducted as above, except for the effects of qualification stated in para 3 above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to the following matters:

Assignment of SBI debt to ARC and One Time Settlement (OTS) with Lenders

The restructured debt of Edelweiss ARC Ltd. (Earlier State Bank of India) has been paid. The amount of loan written off of Rs. 27.95 Crore has been recorded as exceptional item income in the financial statement.

The Punjab National Bank OTS scheme is under implementation and interest due thereon has been accounted for. The scheme shall be accounted for at the time of closure of OTS.

Our Opinion is not qualified in respect of matters specified in Para 5.

FOR APT & CO LLP
CHARTERED ACCOUNTANT



CA Anant Pal Singh
(Partner)

M No. 508134

Place: Chandigarh

Dated: 08-11-2023

UDIN: 2350813489YEAH5890