

# Prabhat Dairy Limited

October 8, 2020

<b>National Stock Exchange of India Limited</b> Exchange Plaza, Plot No. C/1, G Block, Bandra-Kurla Complex, Bandra (E), Mumbai - 4000 51  <b>NSE Code - PRABHAT</b>	<b>BSE Limited,</b> 25 <sup>th</sup> Floor, “Phiroze Jeejeebhoy Towers”, Dalal Street, Mumbai – 400001  <b>Script Code – 539351</b>
---	--

**Sub: Outcome of the Meeting of the Board of Directors of the Company held on October 8, 2020**

Dear Sir/Madam,

With reference to intimation submitted to Exchange dated October 2, 2020 for schedule of Board Meeting and pursuant to Regulation 30 and 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, this is to inform that the Board of Directors in their meeting held at Shirampur, on Thursday, October 8, 2020, which commenced at 3.45.p.m. and concluded at 9.10 p.m., inter alia, considered the following:

**1. Financial Statement for the quarter and year ended March 31, 2020**

The Board approved The Audited Financial Statements (Standalone and Consolidated) prepared in accordance with Indian Accounting Standards (IND AS) for the Quarter and Financial Year ended March 31, 2020, which has been duly reviewed and recommended by the Audit Committee.

A copy of the Audited Financial Statements Results (Standalone and Consolidated) of the Company for the Quarter and Financial Year ended March 31, 2020 along with the Statement of Assets & Liabilities and Report issued by Statutory Auditors of the Company, K S S & Company, Chartered Accountants, in accordance with Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 is attached herewith along with the declaration from Company that the Report of the Statutory Auditors is with unmodified opinion with respect to Standalone & Consolidated Audited Financial Statement for the year ended March 31, 2020.

CIN : L01100PN1998PLC013068

Registered Office : Gut No.122, At.Ranjankhol, Po.Tilaknagar, Tal.Rahata, Shirampur, Dist.Ahmednagar, Maharashtra-413720. Tel.:+91-2422-265995,

Mumbai Office : 10th Floor, Tower-1, Weworks India Management Pvt. Ltd., Seawood Grant Central, Navi Mumbai - 400706. INDIA

Works : Gut No.66/3B, At. Malunje Khurd, Tal. Rahuri, Dist. Ahmednagar - 413721. E-mail : info@prabhat-india.in, web : www.prabhat-inida.in

# Prabhat Dairy Limited

## 2. Delisting offer

SEBI vide its letter dated September 24, 2020, advised the Company to update the shareholder about the status of delisting offer (Copy of Letter attached).

SEBI in the instant letter inter-alia advised to make appropriate disclosure informing the shareholders:

- that the delisting of PDL will be completed only after the completion of forensic audit.
- about the problems faced in providing the data / information / document to the forensic auditor including the delay caused in the delisting including the proposed timeline, if any

Copy of the instant letter along with other communication with SEBI and forensic auditor were placed before the Audit Committee and also in Board Meeting for discussion. The Audit Committee deliberated in detail all the aspect raised in the instant letter, discussed with company official including executive directors to understand the challenges faced in providing the information. Based on the discussion in Audit Committee and subsequently in the Board Meeting, following were the broad observations:

- The Company has a track record for compliance and has been generally in compliance with the disclosures requirement.
- The current pandemic situation is unprecedented and has seriously impacted the functioning and mobility of people. As per advisories issued by the state government, offices are still working with maximum 30% capacity. The situation so far has still not improved much and the company continues to face the challenge with regards to mobility of its official.
- Despite the extension of due dates by SEBI and MCA for declaring the audited financial statement for the year ended March 31, 2020, the company was unable to complete the audit process within the timelines due to the pandemic and restrictions on account of same. The company officials, to the extent possible, compiled the data remotely for the purpose of completion of the audit. Considering the audit is now completed, the officials would be able to devote more time towards compiling data for the purpose of forensic audit.
- The Independent Directors emphasized that the Company should make necessary arrangements for speedy compilation of the requisite information.
- As regards the proposed timelines, the Board took note of the validity of shareholder's approval for delisting, which will be expiring soon. The special resolution for the delisting was passed on October 14, 2019.

# Prabhat Dairy Limited

“In terms of Regulation 8 (1)(d) of Securities and Exchange Board of India (Delisting of Equity Shares) Regulation 2009 (“Delisting Regulation”), any Company desirous of delisting its equity shares shall *within one year of passing the special resolution, make the final application to the concerned recognised stock exchange in the form specified by the recognised stock exchange*”.

The Company has applied to SEBI for extension of the validity of the special resolution passed by the members for approving the delisting of equity shares.

- Board also reviewed the status of various complaints / queries received from shareholders. The compliance officer informed the Board that the queries/ complains can be broadly categorized relating to the timelines and the delisting offer price.
- The Independent Director also raised the point with regards to the correspondence received by them from a minority shareholder, raising concern relating to the potential conflict of interest and also independence of forensic auditor so appointed. Based on the recommendations of Audit Committee Chairman, legal opinion was sought by the Company from Mr. Jog Singh, Former Judicial Member, Securities Appellate Tribunal, Mumbai (Advocate Supreme Court of India), to evaluate the concern raised by the shareholder was also placed before the Board.
- The Independent Director also took note of the delay in declaration of Limited Review results for the quarter ended June 30, 2020 and advised the Company to expedite the process.

We request you to kindly take the above information on record.

Thanking you,

**Yours truly,  
For Prabhat Dairy Limited**



**Vivek Nirmal  
Joint Managing Director**

Encl: As above

**PRABHAT DAIRY LIMITED**

Registered office: 122, At Post Ranjankhol, Tal - Rahata, Dist Ahmednagar, Pin - 413720, Maharashtra, India, Tel No. 02422-265995

CIN: L01100PN1998PLCO13068, Website : www.prabhat-india.in,

E-mail ID: investor@prabhat-india.in

**STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2020**

Amount Rupees in Lakhs (except per share data)

Sr. No.	Particulars	Quarter ended			Year Ended	
		31 Mar 2020	31 Dec 2019	31 Mar 2019	31 Mar 2020	31 Mar 2019
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Revenue from operations	18,675.34	19,247.00	3,682.91	49,160.11	7,153.54
2	Other income	518.90	861.36	-	3,021.73	-
3	<b>Total income</b>	<b>19,194.23</b>	<b>20,108.36</b>	<b>3,682.91</b>	<b>52,181.84</b>	<b>7,153.54</b>
4	<b>Expenses</b>					
	(a) Cost of materials consumed	21,621.21	19,051.04	3,537.49	51,648.28	6,698.20
	(b) Changes in inventories of finished goods, stock-in-trade and work-in-progress	66.40	-150.90	-7.11	-61.04	54.44
	(c) Employee benefits expenses	181.09	120.67	54.84	529.14	116.22
	(d) Finance cost	-	-	-	29.88	-
	(e) Other expenses	582.05	337.43	0.42	1,157.81	-
	(f) Calf nutrition project	10,077.38	-	-	10,077.38	1.29
	(g) Depreciation	6.30	13.27	-	20.12	-
5	<b>Total expenses</b>	<b>32,534.44</b>	<b>19,371.50</b>	<b>3,585.64</b>	<b>63,401.57</b>	<b>6,870.15</b>
6	<b>Profit before tax (3 - 5)</b>	<b>-13,340.20</b>	<b>736.86</b>	<b>97.27</b>	<b>-11,219.73</b>	<b>283.39</b>
7	Tax expense/ (credit)					
	Current tax	-	290.00	33.69	790.00	95.82
	Deferred tax	-	-	-	-	-
	Excess/(short) MAT credit relating to prior years	-	-	-	-	-
	Short provision for tax relating to prior years	1.54	-	-	1.54	-
	Less: MAT credit entitlement	-	-	-	-	-
8	<b>Total tax expense</b>	<b>1.54</b>	<b>290.00</b>	<b>33.69</b>	<b>791.54</b>	<b>95.82</b>
9	<b>Profit for the year (6 - 8)</b>	<b>-13,341.75</b>	<b>446.86</b>	<b>63.58</b>	<b>-12,011.27</b>	<b>187.57</b>
10	<b>Discontinue operations (Refer notes)</b>					
	Profit/ (Loss) before tax from discontinued operations	-	-	-1,615.45	-	277.39
	Tax expenses of discontinued operations	-	-	634.71	-	200.32
	<b>Profit/ (Loss) for the year from discontinued operations</b>	<b>-</b>	<b>-</b>	<b>-980.74</b>	<b>-</b>	<b>477.71</b>
11	<b>Net Profit/ (Loss) for the year</b>	<b>-13,341.75</b>	<b>446.86</b>	<b>-917.16</b>	<b>-12,011.27</b>	<b>665.28</b>
12	Total other comprehensive income (net of tax) from discontinued operations	-	-	21.18	-	26.49
13	<b>Total comprehensive income (9 + 10)</b>	<b>-13,341.75</b>	<b>446.86</b>	<b>-895.98</b>	<b>-12,011.27</b>	<b>691.77</b>
14	Paid-up equity share capital (Face value Rs. 10 each)	9,767.61	9,767.61	9,767.61	9,767.61	9,767.61
15	Other Equity					
16	<b>Earnings per share (of Rs 10 each) (not annualised):</b>					
	(a) From continuing operations & discontinuing operations (Rs)	-13.66	0.46	-0.92	-12.30	0.71
	(b) From continuing operations (Rs)	-13.66	0.46	0.07	-12.30	0.19
	(c) From discontinuing operations (Rs)	-	-	-1.00	-	0.49

Date- 08th Oct-2020

Place- Shrirampur



For Prabhat Dairy Limited

Chairman & Managing Director

**PRABHAT DAIRY LIMITED**

Registered office: 122, At Post Ranjankhol, Tal - Rahata, Dist Ahmednagar, Pin - 413720, Maharashtra, India,  
Tel No. 02422-265995  
CIN: L01100PN1998PLC013068, Website : www.prabhat-india.in,  
E-mail ID: investor@prabhat-india.in

**STANDALONE STATEMENT OF ASSETS AND LIABILITIES AS AT 31 MARCH 2020**

Amount Rupees in Lakhs (except per share data)

Sr. No.	Particulars	Year Ended	Year Ended
		31 Mar 2020	31 Mar 2019
		(Audited)	(Audited)
1	<b>EQUITY AND LIABILITIES</b>		
	<b>Equity</b>		
	Equity share capital	9,767.61	9,767.61
	Other equity	36,069.45	48,083.35
	<b>Total</b>	<b>45,837.07</b>	<b>57,850.96</b>
	<b>Liabilities</b>		
1	<b>Non-current liabilities</b>		
	Financial liabilities		
	Provisions	-	-
	Government grants	-	-
	Deferred revenue / Contract liability	-	-
	Net employee defined benefit liabilities	-	-
	<b>Total non-current liabilities</b>	<b>-</b>	<b>-</b>
2	<b>Current liabilities</b>		
	Financial liabilities		
	(i) Borrowings	-	-
	(ii) Trade payables	8,314.96	260.73
	(iii) Other financial liabilities	48.10	31.12
	Other current liabilities	69,961.67	10.18
	Provisions	21.79	22.30
	Government Grant	-	-
	Current tax liabilities (net)	506.83	47.27
	Net employee benefit liabilities	-	-
	<b>Total current liabilities</b>	<b>78,853.34</b>	<b>371.60</b>
	<b>Total liabilities</b>	<b>78,853.34</b>	<b>371.60</b>
3	<b>Liabilities held for sale</b>	75,168.59	74,075.76
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,99,859.00</b>	<b>1,32,298.32</b>

Date- 08th Oct-2020

Place- Shrirampur



For Prabhat Dairy Limited  
  
 Chairman & Managing Director

**PRABHAT DAIRY LIMITED**

Registered office: 122, At Post Ranjankhol, Tal - Rahata, Dist Ahmednagar, Pin - 413720, Maharashtra, India,  
Tel No. 02422-265995  
CIN: L01100PN1998PLC013068, Website : www.prabhat-india.in,  
E-mail ID: investor@prabhat-india.in

**STANDALONE STATEMENT OF ASSETS AND LIABILITIES AS AT 31 MARCH 2020**

Amount Rupees in Lakhs (except per share data)

Sr. No.	Particulars	Year Ended	Year Ended
		31 Mar 2020	31 Mar 2019
		(Audited)	(Audited)
	<b>ASSETS</b>		
1	<b>Non-current assets</b>		
	Property, plant and equipment	231.19	-
	Capital work-in-progress	-	-
	Intangible assets	-	-
	Financial Assets		
	(i) Investments	3,258.00	3,258.00
	(ii) Other financial assets	-	-
	Deferred tax assets (net)	-	49.84
	Income tax assets (net)	-	283.17
	Other non-current assets	-	-
	<b>Total non-current assets</b>	<b>3,489.19</b>	<b>3,591.01</b>
2	<b>Current assets</b>		
	Inventories	85.40	24.36
	Financial assets		
	Trade Receivable	9,238.37	50.08
	Bank Balance	49,595.70	105.00
	Cash, Cash Equivalent and Bank Balance	0.70	695.65
	Loans	7,131.42	597.83
	Other financial assets	436.49	-
	Other current assets	2.46	-
	<b>Total current assets</b>	<b>66,490.53</b>	<b>1,472.92</b>
3	<b>Asset Classified as held for sale</b>	1,29,879.27	1,27,234.39
	<b>TOTAL ASSETS</b>	<b>1,99,859.00</b>	<b>1,32,298.32</b>

Date- 08th Oct-2020  
Place- Shirampur

For Prabhat Dairy Limited

Chairman & Managing Director



**PRABHAT DAIRY LIMITED**

Registered office: 122, At Post Ranjankhol, Tal - Rahata, Dist Ahmednagar, Pin - 413720, Maharashtra,  
India, Tel No. 02422-265995

CIN: L01100PN1998PLC013068, Website : www.prabhat-india.in,  
E-mail ID: investor@prabhat-india.in

**STANDALONE CASH FLOW STATEMENT AS ON 31 MARCH 2020**

Amount Rupees in Lakhs (except per share data)

Particulars	Year Ended	Year Ended
	31 Mar 2020 (Audited)	31 Mar 2019 (Audited)
<b>A. Cash flow from operating activities</b>		
<b>Profit before tax</b>		
Continuing Operation	-11,219.73	283.40
Discontinuing Operation	-	277.38
<b>Profit before tax including discontinued operations</b>	<b>-11,219.73</b>	<b>560.78</b>
<b>Adjustments for</b>		
Depreciation and amortization expense	20.12	1,666.17
Loss on sale of property, plant and equipment	-	15.93
Interest income	-	-112.39
Government grants	-	-
Provision for doubtful trade and other receivables	-	60.59
Provisions no longer required Written Back	-	-
Unwinding of interest on preference share	-	-778.89
Fair value loss on Derecognition on preference share	-	119.20
Unrealised Exchange loss	-	-
Finance costs	-	2,128.82
Change in fair value of Investment	-	-
	<b>- 11,199.61</b>	<b>3,660.21</b>
<b>Working capital adjustments</b>		
(Increase)/ decrease in inventories	-61.04	1,742.83
(Increase)/ decrease in trade receivables	-9,188.29	-2,190.56
(Increase)/ decrease in current financial assets	-436.49	-3,372.92
(Increase)/ Decrease in loans	-6,533.59	-
(Increase)/ decrease in other non current assets	-	425.70
(Increase)/ decrease in other current assets	-2.46	-12,693.94
(Increase) in non current financial assets	-2,644.88	-135.50
(Increase) in loan to employees	-	-104.72
Increase in advance to suppliers	-	-
Increase in VAT refund receivables	-	-
(Decrease)/ increase in other Financial Liabilities	1,109.81	-21.25
Increase/ (Decrease) in other current liabilities	70,388.31	18,439.88
Increase/ (Decrease) in other provisions	-0.51	-
Increase in trade payables	8,054.23	4,710.84
(Decrease)/ increase in provisions and employee benefits	-	34.96
(Decrease) in non- current provisions and employee benefits	-	-47.60
	<b>49,485.47</b>	<b>10,447.93</b>
Income Tax paid/ Provision in P& L	- 791.54	- 160.67
<b>Net cash flows from operating activities (A)</b>	<b>48,693.93</b>	<b>10,287.26</b>



**PRABHAT DAIRY LIMITED**

Registered office: 122, At Post Ranjankhol, Tal - Rahata, Dist Ahmednagar, Pin - 413720, Maharashtra,  
India, Tel No. 02422-265995

CIN: L01100PN1998PLC013068, Website : www.prabhat-india.in,  
E-mail ID: investor@prabhat-india.in

**STANDALONE CASH FLOW STATEMENT AS ON 31 MARCH 2020**

Amount Rupees in Lakhs (except per share data)

Particulars	Year Ended	Year Ended
	31 Mar 2020 (Audited)	31 Mar 2019 (Audited)
<b>B. Cash flow from investing activities</b>		
Payment for purchase and construction of property, plant and equipment	101.82	-1,840.13
Payment for purchase and construction of investment properties	-	-
Payment for purchase and development of intangible assets	-	-
Receipts of Government Grants	-	398.25
Purchase of financial instruments	-	-
Proceeds from maturity of fixed deposits	-	-
Proceeds from sale of property, plant and equipment	-	163.09
Proceeds from sale of financial instruments	-	-
Capital Subsidy Received	-	-
Interest received	-	113.15
Fixed deposits with banks	-	-
(Loans given)/ Repayment of loans by Subsidiary	-	-17,241.15
Redemption/ (Investment) in bank deposits for more than 3 months	-	7,768.30
Disposal of discontinued operation, net of cash disposed of	-	-
Proceeds from sale of other investments	-	-
<b>Net cash used in investing activities (B)</b>	<b>101.82</b>	<b>- 10,638.49</b>
<b>C. Cash flow from financing activities</b>		
Decrease/ (Increase) in Eq. Share Capital	-	-
Proceeds from redeemable preference shares	-	-
Proceeds of borrowings (net borrowing Cost)	-	24,219.38
Repayment of borrowings	-	978.91
Principal element of finance lease payments	-	-
Proceeds from acceptances	-	-
Proceeds from sale of treasury shares	-	-
Proceeds from exercise of share options	-	-
Proceeds from settlement of derivative	-	-
Transaction costs related to loans and borrowings	-	-
Acquisition of Non-controlling interests	-	-
Repurchase of treasury shares	-	-
Repayment of acceptances	-	-
Dividend paid (includes tax on dividend )	-	-
Interest/ Finance charges paid	-	2,064.16
<b>Net cash flows from/ (used in) financing activities (C)</b>	<b>-</b>	<b>21,176.31</b>
<b>Net increase/ (decrease) in cash and cash equivalents (A+B+C)</b>	<b>48,795.75</b>	<b>20,825.08</b>
Cash and cash equivalents at the beginning of the year	800.65	1773.27
<b>Cash and cash equivalents at the end of the year</b>	<b>49,596.40</b>	<b>22,598.35</b>



**PRABHAT DAIRY LIMITED**

Registered office: 122, At Post Ranjankhol, Tal - Rahata, Dist Ahmednagar, Pin - 413720, Maharashtra,  
India, Tel No. 02422-265995

CIN: L01100PN1998PLC013068, Website : www.prabhat-india.in,  
E-mail ID: investor@prabhat-india.in

**STANDALONE CASH FLOW STATEMENT AS ON 31 MARCH 2020**

Amount Rupees in Lakhs (except per share data)

Particulars	Year Ended	Year Ended
	31 Mar 2020	31 Mar 2019
	(Audited)	(Audited)
<b>Cash and cash equivalents with Balance Sheet</b>		
Balance with banks :		
In current account/ Fixed Deposits	49,595.70	753.56
In CC account	-	-
Cheques on Hand	-	21,800.00
Cash on hand	0.70	44.79
<b>Cash and Cash equivalents as at the year end</b>	<b>49,596.40</b>	<b>22,598.35</b>

Date- 08th Oct-2020

Place- Shrirampur

For Prabhat Dairy Limited

Chairman & Managing Director



## PRABHAT DAIRY LIMITED

**Registered office:** 122, At Post Ranjankhol, Tal - Rahata, Dist Ahmednagar  
Pin- 413720, Maharashtra, India, Tel No. 02422-265995

**CIN:** L01100PN1998PLC013068, **Website:** [www.prabhat-india.in](http://www.prabhat-india.in),  
E-mail ID: [investor@prabhat-india.in](mailto:investor@prabhat-india.in)

### STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 31 MARCH 2020

#### Notes to the financial Results

1. The above audited standalone financial results have been reviewed by the Audit Committee and thereafter approved and taken on record by the Board of Directors in their respective meetings held on May 30, 2019. These audited standalone financial results have been prepared in accordance with the Indian Accounting Standards ("Ind-AS") as specified under Section 133 of the Companies Act, 2013 read with the Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) Amendment Rules, 2016 and the provisions of the Companies Act, 2013.
2. The Statutory Auditors of the Company have audited the above standalone financial results of the Company for the quarter and year ended March 31, 2020. An unqualified report has been issued by them thereon.
3. The Company has entered into a Definitive Sale Agreement on January 21, 2019 with Tirumala Milk Products Private Limited ("The Buyer") to sell the entire dairy business of Prabhat Dairy Limited vide a Business Transfer Agreement (BTA) and sale of its subsidiary Sunfresh Agro Industries Private Limited by way of a slump sale on a going concern basis for a total consideration of Rs. 1,70,000 Lakhs (excluding adjustment for net debt outstanding and working capital adjustment as agreed with the buyer). The aforesaid sale was subject to certain conditions precedent viz CCI, Shareholders, Bankers etc.

During the previous quarter, the Company received all the critical approvals and post completing the conditions precedent to the deal, the transaction was closed on April 2, 2019.

The Company has classified all its assets & liabilities of the dairy business as Held for sale w.e.f. January 21, 2019 as per the requirements of Ind AS 105 - Non-current Assets Held for Sale and Discontinued Operations. Similarly, the Company has also re-classified the results from discontinuing operations separately from the results from continuing operations as per the requirements of IND AS 105.

Post completion of necessary formalities, the purchase consideration has been received by the Company in the designated Escrow Account on April 10, 2019. The net debt and transaction costs have been settled from the stated escrow account.

**An amount of Rs.1316.79 Crores has been received as during the FY 2019-20 post certain adjustments as per the Business sale agreements. Due to COVID-19, there was a nationwide**



A handwritten signature in black ink, appearing to be "M. M. M." followed by a horizontal line.

lockdown, and the company could not complete the working capital adjustments and complete the business transaction with the buyer. The management believes that the same will be completed in a short time during the FY 2020-21. The accounting impact will be given once the transaction is completed.

The company has received Rs. 1,316.79 Crores as disclosed in the Annual report FY 2018-19 post debt repayment.

Other obligations of the company related to the transaction have been calculated as follows:

- a. As per the indemnity clause in the Business Transfer Agreement (BTA) and Share Purchase Agreement (SPA) performance guarantee agreed with the buyer is 12% of the transaction consideration. This indemnity is applicable for periods of 3, 5 and 7 years, respectively, for various purposes. – Rs.204.00 Crores
- b. As per management estimate transaction costs and taxes, calculations were verified by Statutory Auditors - Rs. 234.00 Crores

Post the sale of dairy business, the Company intends to focus on the business of animal feeds and nutrition.

4. The Company with Cheese Land Agro (India) Private Limited, a wholly owned subsidiary had filed an application for merger under Section 233 of Companies Act, 2013. However scheme of Amalgamation and Arrangement involving merger of Cheese Land Agro (India) Private Limited with Prabhat Dairy Limited in accordance with the Section 233 of the Companies Act, 2013 was not approved by Hon'ble Regional Director of Western Zone and had advised to file a fresh application with National Company Law Tribunal (NCLT). The Board of directors of Prabhat Dairy Limited at its meeting held on 14<sup>th</sup> February, 2020 had considered and approved the Scheme of Amalgamation (Merger by Absorption) ('Scheme') of Cheese Land Agro (India) Private Limited ('Cheese Land' or 'Transferor Company') with Prabhat Dairy Limited ('PDL' or 'Transferee Company') and their respective shareholders under Section 230 to 232 and other applicable provisions of the Companies Act, 2013 and the rules framed there under. There after the company had filed application/ petition with NCLT and the said petition was scheduled for hearing on 12<sup>th</sup> August, 2020 by NCLT, Mumbai. However, the NCLT bench did not take up the matter for hearing.
5. The MCA vide notification dated September 20, 2018 has issued the Companies (Indian Accounting Standards) Second Amendment Rules 2018 to amend the Companies (Indian Accounting Standards) Rules 2015. As per the said notification, in case of grants related to assets, there is an option to deduct the grant in arriving at the carrying amount of assets. In such case, the grant is recognized in the profit and loss over the life of depreciable asset as a reduced depreciation expense.

The Group has elected to reduce the grant while calculating the carrying amount of asset. Accordingly, in the financials for the year ended March 31, 2019, the value of Property, Plant and Equipment has been disclosed net of Government Grant of Rs. 859.52 Lakhs (March 31, 2018 Rs. 848.05 Lakhs) and depreciation expense is shown net of Grant income of Rs. 74.68 lakhs (Rs. 5.55 Lakhs for the quarter ended March 31, 2019, Rs. 11.47 lakhs for the quarter and year ended March 31, 2018).



A handwritten signature in black ink, consisting of a series of loops and a long horizontal stroke at the end.

The Group has adopted the change in accounting policy retrospectively in accordance with Ind AS 8 Accounting Policies, Changes in Accounting Estimates and Errors and accordingly previous periods figures have been restated wherever necessary.

There is no impact of such change in the accounting policy on the profit of the current and previous periods.

6. The Government of Maharashtra introduced a grant of Rs. 5 per litre (Rs. 3 per litre for March 2019) to be paid to the farmers through the Group provided the Company fulfils specified conditions relating to purchase price and utilisation of milk with effect from August 1, 2018. The Group has recognised Rs. 1,795.36 lakhs for the quarter ended March 31, 2019, Rs. 3,385.78 lakhs for the quarter ended December 31, 2018 and Rs. 7,268.63 lakhs for the year ended March 31, 2019 on account of such grant as a reduction from cost of material consumed.
7. Effective April 1, 2018, the Group has adopted IND AS 115 using the modified retrospective method as suggested in para C7 of transition provision of IND AS 115. Certain expenses in nature of variable consideration in a contract for sale of goods have been reclassified to revenue in the unaudited result for the quarter and year ended March 31, 2020 and therefore revenue for quarter and year ended March 31, 2020 may not be comparable to that extent. The adoption of the standard did not have any material impact on the results of the Group.
8. Impact of COVID - The company was able to streamline the activities again the Nationwide Lock-down within some time. However, office activities, supply chain disruptions were frequent during initial months. The cattle-feed industry is largely dependent on the dairy industry and the impacts of dairy scenario directly impacts this industry, as the farmers take their cattle-feed related decisions based on milk process. Before the Nationwide lockdown started, cow milk prices in Maharashtra, which remains the key operational area of the company were as high as Rs. 33-34 per Litre. However, due the recent pandemic , the Food service and ingredients business of lot of dairy companies has got severely impacted. This has resulted into milk prices dipping down to Rs. 18-20 per Litre in past few months.

This has also significantly impacted the cash-flow of milk producing farmers, hence impacting on the demand for cattle-feed. Unprecedented and knee-jerk reaction from the milk producing farmers has resulted into issues like low demand, irregular recoveries and uncertainty in future demand.

9. Calf nutrition project - The company has launched breed development and nutrition program under the name of ' Calf Nutrition Project' with around 10,000 farmers. Under the program, the company has partnered with farmers for producing higher milk yielding milch animals with help of high-quality artificial insemination services and balanced nutrition through 'TMR' (Total Mixed Ration) for young calves and heifers. The company has tied-up with leading organisations for Semen supply and have built high-tech modules to capture relevant data regarding the breeding activity. The company has also undertaken maize silage harvesting and bailing programs in different parts of Maharashtra to procure silage and dry forage, which can provide year-round stable ingredients for the TMR.



A handwritten signature in black ink, appearing to be a stylized name.

The program duration is spread over 3 years. In the initial phase, the company will be spending money on the breeding and the nutrition part. The revenues from the project will be starting in the second phase.

10. As per Indian accounting standard 108, Operating Segments, there are no multiple operating segments in the company. The Company has reported the single operating segment i.e. animal feeds and nutrition.

11. Previous period's figures have been regrouped / reclassified wherever necessary to correspond with the current period's classification/ disclosure.

**Place: Shrirampur**

**Date: October 08, 2020**



**For Prabhat Dairy Limited**

A handwritten signature in black ink, appearing to read "Sarangdhar R Nirmal".

**Mr. Sarangdhar R Nirmal  
Chairman and Managing Director  
DIN:00035234**

PRABHAT DAIRY LIMITED

Registered office: 122, At Post Ranjankhol, Tal - Rahata, Dist Ahmednagar, Pin - 413720, Maharashtra, India, Tel No. 02422-265995

CIN: L01100PN1998PLC013068, Website : www.prabhat-india.in,

E-mail ID: investor@prabhat-india.in

STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2020

Amount Rupees in Lakhs (except per share data)

Sr. No.	Particulars	Quarter ended			Year Ended	
		31 Mar 2020	31 Dec 2019	31 Mar 2019	31 Mar 2020	31 Mar 2019
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Revenue from operations	19,472.65	20,157.89	16,146.77	53,308.91	23,872.13
2	Other income	823.65	1,731.11	0.38	5,988.06	0.38
3	<b>Total income</b>	<b>20,296.31</b>	<b>21,889.00</b>	<b>16,147.15</b>	<b>59,296.97</b>	<b>23,872.51</b>
4	Expenses					
	(a) Cost of materials consumed	22,205.48	19,901.17	15,336.90	55,499.49	22,521.00
	(b) Changes in inventories of finished goods, stock-in-trade and work-in-progress	-5.51	-150.90	63.36	-132.95	54.44
	(c) Employee benefits expenses	230.00	173.17	54.84	631.01	188.08
	(d) Finance cost	-	-	9.00	29.88	9.00
	(e) Other expenses	1,248.00	338.70	837.07	1,852.42	838.92
	(f) Calf nutrition project	10,077.38	-	-	10,077.38	-
	(g) Depreciation	6.30	13.27	-	20.12	-
5	<b>Total expenses</b>	<b>33,761.65</b>	<b>20,275.40</b>	<b>16,301.17</b>	<b>67,977.35</b>	<b>23,611.44</b>
6	<b>Profit before tax (3 - 5)</b>	<b>-13,465.34</b>	<b>1,613.60</b>	<b>-154.02</b>	<b>-8,680.38</b>	<b>261.07</b>
7	Tax expense/ (credit)					
	Current tax	-	590.00	155.85	1,640.00	95.82
	Deferred tax	574.36	-	-527.23	574.36	-
	Excess/(short) MAT credit relating to prior years	-	-	-	-	-
	Short provision for tax relating to prior years	23.47	-	-	23.47	-
	Less: MAT credit entitlement	-	-	-	-	-
8	<b>Total tax expense</b>	<b>597.83</b>	<b>590.00</b>	<b>-371.38</b>	<b>2,237.83</b>	<b>95.82</b>
9	<b>Profit for the year (6 - 8)</b>	<b>-14,063.16</b>	<b>1,023.60</b>	<b>217.36</b>	<b>-10,918.20</b>	<b>165.25</b>
10	Discontinue operations (Refer notes)					
	Profit/ (Loss) before tax from discontinued operations	-	-	-934.76	-	3,814.58
	Tax expenses of discontinued operations	-	-	2,266.48	-	1,074.96
	<b>Profit/ (Loss) for the year from discontinued operations</b>	<b>-</b>	<b>-</b>	<b>1,331.72</b>	<b>-</b>	<b>4,889.54</b>
11	<b>Net Profit/ (Loss) for the year</b>	<b>-14,063.16</b>	<b>1,023.60</b>	<b>1,549.08</b>	<b>-10,918.20</b>	<b>5,054.79</b>
12	Total other comprehensive income (net of tax) from discontinued operations	-	-	22.26	-	31.11
13	<b>Total comprehensive income (9 + 10)</b>	<b>-14,063.16</b>	<b>1,023.60</b>	<b>1,571.34</b>	<b>-10,918.20</b>	<b>5,085.90</b>
14	Paid-up equity share capital (Face value Rs. 10 each)	9,767.61	9,767.61	9,767.61	9,767.61	9,767.61
15	Other Equity					
16	Earnings per share (of Rs 10 each) (not annualised):					
	(a) From continuing operations & discontinuing operations (Rs)	-14.40	1.05	1.61	-11.18	5.21
	(b) From continuing operations (Rs)	-14.40	1.05	0.22	-11.18	0.17
	(c) From discontinuing operations (Rs)	-	-	1.36	-	5.01

Date- 08th Oct-2020

Place- Shrirampur



For Prabhat Dairy Limited

Chairman & Managing Director

**PRABHAT DAIRY LIMITED**

Registered office: 122, At Post Ranjankhol, Tal - Rahata, Dist Ahmednagar, Pin - 413720, Maharashtra, India,  
Tel No. 02422-265995

CIN: L01100PN1998PLC013068, Website : www.prabhat-india.in,

E-mail ID: investor@prabhat-india.in

**CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES AS AT 31 MARCH 2020**

Amount Rupees in Lakhs (except per share data)

Sr. No.	Particulars	Year Ended	Year Ended
		31 Mar 2020	31 Mar 2019
		(Audited)	(Audited)
1	<b>EQUITY AND LIABILITIES</b>		
	<b>Equity</b>		
	Equity share capital	9,767.61	9,767.61
	Other equity	37,303.18	68,234.36
	<b>Total</b>	<b>47,070.79</b>	<b>78,001.97</b>
	<b>Liabilities</b>		
2	<b>Non-current liabilities</b>		
	Financial liabilities		
	Provisions	-	-
	Government grants	-	-
	Deferred revenue / Contract liability	-	-
	Net employee defined benefit liabilities	-	-
	<b>Total non-current liabilities</b>	<b>-</b>	<b>-</b>
3	<b>Current liabilities</b>		
	Financial liabilities		
	(i) Borrowings	-	-
	(ii) Trade payables	15,556.36	1,300.16
	(iii) Other financial liabilities	7,550.20	101.12
	Other current liabilities	1,29,568.86	10.18
	Provisions	35.43	22.30
	Government Grant	-	-
	Current tax liabilities (net)	1,535.13	225.55
	Net employee benefit liabilities	-	-
	<b>Total current liabilities</b>	<b>1,54,245.98</b>	<b>1,659.31</b>
	<b>Total liabilities</b>	<b>1,54,245.98</b>	<b>1,659.31</b>
4	<b>Liabilities held for sale</b>	75,168.59	65,882.81
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>2,76,485.36</b>	<b>1,45,544.09</b>

Date- 08th Oct-2020

Place- Shrirampur



For Prabhat Dairy Limited

Chairman & Managing Director

**PRABHAT DAIRY LIMITED**

Registered office: 122, At Post Ranjankhol, Tal - Rahata, Dist Ahmednagar, Pin - 413720, Maharashtra, India,  
Tel No. 02422-265995

CIN: L01100PN1998PLC013068, Website : www.prabhat-india.in,  
E-mail ID: investor@prabhat-india.in

**CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES AS AT 31 MARCH 2020**

Amount Rupees in Lakhs (except per share data)

Sr. No.	Particulars	Year Ended	Year Ended
		31 Mar 2020	31 Mar 2019
		(Audited)	(Audited)
	<b>ASSETS</b>		
1	<b>Non-current assets</b>		
	Property, plant and equipment	231.19	-
	Capital work-in-progress	-	-
	Intangible assets	-	-
	Financial Assets		
	(i) Investments	3,000.00	-
	(ii) Other financial assets	-	-
	Deferred tax assets (net)	-	624.25
	Income tax assets (net)	-	305.45
	Other non-current assets	-	-
	<b>Total non-current assets</b>	<b>3,231.19</b>	<b>929.70</b>
2	<b>Current assets</b>		
	Inventories	157.31	24.36
	Financial assets		
	Trade Receivable	14,588.14	50.03
	Bank Balance	62,165.85	105.00
	Cash, Cash Equivalent and Bank Balance	32,515.15	695.77
	Loans	32,622.78	70.00
	Other financial assets	1,323.21	-
	Other current assets	2.46	1,617.48
	<b>Total current assets</b>	<b>1,43,374.88</b>	<b>2,562.64</b>
3	<b>Asset Classified as held for sale</b>	<b>1,29,879.27</b>	<b>1,42,051.75</b>
	<b>TOTAL ASSETS</b>	<b>2,76,485.36</b>	<b>1,45,544.09</b>

Date- 08th Oct-2020

Place- Shirampur



For Prabhat Dairy Limited  
*[Signature]*  
Chairman & Managing Director

PRABHAT DAIRY LIMITED

Registered office: 122, At Post Ranjankhol, Tal - Rahata, Dist Ahmednagar, Pin - 413720, Maharashtra, India, Tel No. 02422-265995

CIN: L01100PN1998PLC013068, Website : www.prabhat-india.in,  
E-mail ID: investor@prabhat-india.in

CONSOLIDATED CASH FLOW STATEMENT AS ON 31 MARCH 2020

Amount Rupees in Lakhs (except per share data)

Particulars	Year ended	Year Ended
	31 Mar 2020 (Audited)	31 Mar 2019 (Audited)
<b>A. Cash flow from operating activities</b>		
<b>Profit before tax</b>		
Continuing Operation	-8,680.38	261.09
Discontinuing Operation	-	3,814.57
<b>Profit before tax including discontinued operations</b>	<b>-8,680.38</b>	<b>4,075.66</b>
<b>Adjustments for</b>		
Depreciation and amortization expense	20.12	4,196.46
Loss on sale of property, plant and equipment	-	29.74
Interest income	-	-158.59
Government grants	-	-
Provision for doubtful trade and other receivables	-	62.49
Provisions no longer required Written Back	-	-
Unwinding of interest on preference share	-	-
Fair value loss on Derecognition on preference sha	-	-
Unrealised Exchange loss	-	-
Finance costs	-	3,663.78
Change in fair value of Investment	-	-
	<b>-8,660.26</b>	<b>11,869.54</b>
<b>Working capital adjustments</b>		
(Increase)/ decrease in inventories	-132.95	3,062.33
(Increase)/ decrease in trade receivables	-14,538.06	-6,627.43
(Increase)/ decrease in current financial assets	-436.49	-5,677.31
(Increase)/ Decrease in loans	-30,407.56	-102.20
(Increase)/ decrease in other non current assets	-	431.30
(Increase)/ decrease in other current assets	-889.09	-14,309.66
(Increase) in non current financial assets	355.12	755.09
(Increase) in loan to employees	-	-
Increase in advance to suppliers	-	-
Increase in VAT refund receivables	-	-
(Decrease)/ increase in other Financial Liabilities	8,541.90	46.44
Increase/ (Decrease) in other current liabilities	1,30,845.43	-6,596.52
Increase/ (Decrease) in other provisions	13.13	-
Increase in trade payables	14,256.19	6,075.29
(Decrease)/ increase in provisions and employee ben	-	51.24
(Decrease) in non- current provisions and employee t	-	-62.02
	<b>98,947.36</b>	<b>-11,083.92</b>
Income Tax paid/ Provision in P& L	-2,237.83	-450.52
<b>Net cash flows from operating activities (A)</b>	<b>96,709.54</b>	<b>-11,534.44</b>



*(Handwritten signature)*

**PRABHAT DAIRY LIMITED**

Registered office: 122, At Post Ranjankhol, Tal - Rahata, Dist Ahmednagar, Pin - 413720, Maharashtra,  
India, Tel No. 02422-265995

CIN: L01100PN1998PLC013068, Website : www.prabhat-india.in,  
E-mail ID: investor@prabhat-india.in

**CONSOLIDATED CASH FLOW STATEMENT AS ON 31 MARCH 2020**

Amount Rupees in Lakhs (except per share data)

Particulars	Year ended	Year Ended
	31 Mar 2020	31 Mar 2019
	(Audited)	(Audited)
<b>B. Cash flow from investing activities</b>		
Payment for purchase and construction of property, plant and equipment	-2,301.54	-7,003.60
Payment for purchase and construction of investment properties	-	-
Payment for purchase and development of intangible assets	-	-
Receipts of Government Grants	-	-
Purchase of financial instruments	-	-
Proceeds from maturity of fixed deposits	-	-
Proceeds from sale of property, plant and equipment	-	247.33
Proceeds from sale of financial instruments	-	-
Capital Subsidy Received	-	398.25
Interest received	-	131.80
Fixed deposits with banks	-	7,815.96
(Loans given)/ Repayment of loans by Subsidiary	-527.83	-
Redemption/ (Investment) in bank deposits for more than 3 months	-	-
Disposal of discontinued operation, net of cash disposed of	-	-
Proceeds from sale of other investments	-	-
<b>Net cash used in investing activities (B)</b>	<b>-2,829.37</b>	<b>1,589.74</b>
<b>C. Cash flow from financing activities</b>		
Decrease/ (Increase) in Eq. Share Capital	-	-
Proceeds from redeemable preference shares	-	-
Proceeds of borrowings (net borrowing Cost)	-	32,199.39
Repayment of borrowings	-	-999.20
Principal element of finance lease payments	-	-0.92
Proceeds from acceptances	-	-
Proceeds from sale of treasury shares	-	-
Proceeds from exercise of share options	-	-
Proceeds from settlement of derivative	-	-
Transaction costs related to loans and borrowings	-	-
Acquisition of Non-controlling interests	-	-
Repurchase of treasury shares	-	-
Repayment of acceptances	-	-
Dividend paid (includes tax on dividend )	-	-
Interest/ Finance charges paid	-	-3,491.62
<b>Net cash flows from/ (used in) financing activities (C)</b>	<b>-</b>	<b>27,707.65</b>
<b>Net increase/ (decrease) in cash and cash equivalents (A+B+C)</b>	<b>93,880.17</b>	<b>17,762.96</b>
Cash and cash equivalents at the beginning of the year	800.84	4,892.57
<b>Cash and cash equivalents at the end of the year</b>	<b>94,681.01</b>	<b>22,655.53</b>



**PRABHAT DAIRY LIMITED**

Registered office: 122, At Post Ranjankhol, Tal - Rahata, Dist Ahmednagar, Pin - 413720, Maharashtra,  
India, Tel No. 02422-265995

CIN: L01100PN1998PLC013068, Website : www.prabhat-india.in,  
E-mail ID: investor@prabhat-india.in

**CONSOLIDATED CASH FLOW STATEMENT AS ON 31 MARCH 2020**

**Amount Rupees in Lakhs (except per share data)**

Particulars	Year ended	Year Ended
	31 Mar 2020	31 Mar 2019
	(Audited)	(Audited)
<b>Cash and cash equivalents with Balance Sheet</b>		
Balance with banks :		
In current account/ Fixed Deposits	62,165.85	806.09
In CC account	-	-
Cheques on Hand	-	21,800.00
Cash on hand	32,515.15	49.44
<b>Cash and Cash equivalents as at the year end</b>	<b>94,681.00</b>	<b>22,655.53</b>

Date- 08th Oct-2020

Place- Shrirampur

For Prabhat Dairy Limited

Chairman & Managing Director



## PRABHAT DAIRY LIMITED

**Registered office:** 122, At Post Ranjankhol, Tal - Rahata, Dist Ahmednagar  
Pin- 413720, Maharashtra, India, Tel No. 02422-265995

**CIN:** L01100PN1998PLC013068, **Website:** [www.prabhat-india.in](http://www.prabhat-india.in),  
E-mail ID: [investor@prabhat-india.in](mailto:investor@prabhat-india.in)

### STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 31 MARCH 2020

#### Notes to the financial Results

1. The above audited Consolidated financial results have been reviewed by the Audit Committee and thereafter approved and taken on record by the Board of Directors in their respective meetings held on October 08, 2020. These audited consolidated financial results have been prepared in accordance with the Indian Accounting Standards ("Ind-AS") as specified under Section 133 of the Companies Act, 2013 read with the Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) Amendment Rules, 2016 and the provisions of the Companies Act, 2013.
2. The Statutory Auditors of the Group have audited the above consolidated financial results of the Group for the quarter and year ended March 31, 2020. An unqualified report has been issued by them thereon.
3. Key Standalone financial information:

Sr No.	Particular	Quarter ended			Year ended	
		31 Mar 2020	31 Dec 2019	31 Mar 2019	31 Mar 2020	31 Mar 2019
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Revenue from Operation	18,675.34	19,247.00	3,682.91	49,160.11	7,153.54
2	Net Profit Before Tax	-13,340.20	736.86	-1,518.18	-11,219.73	560.78
3	Net Profit After Tax	-13,341.75	446.86	-895.98	-12,011.27	691.77

4. The above audited financial results of Prabhat Dairy Limited on a standalone basis for the above mentioned periods are available on the Company's website [www.prabhat-dairy.in](http://www.prabhat-dairy.in) and on the stock exchange website [www.nse.com](http://www.nse.com) and [www.bseindia.com](http://www.bseindia.com)
5. The Company has entered into a Definitive Sale Agreement on January 21, 2019 with Tirumala Milk Products Private Limited ("The Buyer") to sell the entire dairy business of Prabhat Dairy Limited vide a Business Transfer Agreement (BTA) and sale of its subsidiary Sunfresh Agro Industries Private Limited by way of a slump sale on a going concern basis for a total consideration of Rs. 1,70,000 Lakhs (excluding adjustment for net debt outstanding and working capital adjustment as agreed with the buyer). The aforesaid sale was subject to certain conditions precedent viz CCI, Shareholders, Bankers etc.



During the previous quarter, the Company received all the critical approvals and post completing the conditions precedent to the deal, the transaction was closed on April 2, 2019.

The Company has classified all its assets & liabilities of the dairy business as Held for sale w.e.f. January 21, 2019 as per the requirements of Ind AS 105 - Non-current Assets Held for Sale and Discontinued Operations. Similarly, the Company has also re-classified the results from discontinuing operations separately from the results from continuing operations as per the requirements of IND AS 105.

Post completion of necessary formalities, the purchase consideration has been received by the Company in the designated Escrow Account on April 10, 2019. The net debt and transaction costs have been settled from the stated escrow account

**An amount of Rs.1316.79 Crores has been received as during the FY 2019-20 post certain adjustments as per the Business sale agreements. Due to COVID-19, there was a nationwide lockdown, and the company could not complete the working capital adjustments and complete the business transaction with the buyer. The management believes that the same will be completed in a short time during the FY 2020-21. The accounting impact will be given once the transaction is completed.**

The company has received Rs. 1,316.79 Crores as disclosed in the Annual report FY 2018-19 post debt repayment.

Other obligations of the company related to the transaction have been calculated as follows:

- a. As per the indemnity clause in the Business Transfer Agreement (BTA) and Share Purchase Agreement (SPA) performance guarantee agreed with the buyer is 12% of the transaction consideration. This indemnity is applicable for periods of 3, 5 and 7 years, respectively, for various purposes. – Rs.204.00 Crores
- b. As per management estimate transaction costs and taxes, calculations were verified by Statutory Auditors - Rs. 234.00 Crores

Post the sale of dairy business, the Company intends to focus on the business of animal feeds and nutrition.

6. The Company with Cheese Land Agro (India) Private Limited, a wholly owned subsidiary had filed an application for merger under Section 233 of Companies Act, 2013. However scheme of Amalgamation and Arrangement involving merger of Cheese Land Agro (India) Private Limited with Prabhat Dairy Limited in accordance with the Section 233 of the Companies Act, 2013 was not approved by Hon'ble Regional Director of Western Zone and had advised to file a fresh application with National Company Law Tribunal (NCLT). The Board of directors of Prabhat Dairy Limited at its meeting held on 14<sup>th</sup> February, 2020 had considered and approved the Scheme of Amalgamation (Merger by Absorption) ('Scheme') of Cheese Land Agro (India) Private Limited ('Cheese Land' or 'Transferor Company') with Prabhat Dairy Limited ('PDL' or 'Transferee Company') and their respective shareholders under Section 230 to 232 and other applicable provisions of the Companies Act, 2013 and the rules framed there under. There after the company had filed application/ petition with NCLT and the said petition was



A handwritten signature in black ink, consisting of a series of loops and a long horizontal stroke at the end.

scheduled for hearing on 12<sup>th</sup> August 2020 by NCLT, Mumbai. However, the NCLT bench did not take up the matter for hearing.

7. The MCA vide notification dated September 20, 2018 has issued the Companies (Indian Accounting Standards) Second Amendment Rules 2018 to amend the Companies (Indian Accounting Standards) Rules 2015. As per the said notification, in case of grants related to assets, there is an option to deduct the grant in arriving at the carrying amount of assets. In such case, the grant is recognized in the profit and loss over the life of depreciable asset as a reduced depreciation expense.

The Group has elected to reduce the grant while calculating the carrying amount of asset. Accordingly, in the financials for the year ended March 31, 2019, the value of Property, Plant and Equipment has been disclosed net of Government Grant of Rs. 859.52 Lakhs (March 31, 2018 Rs. 848.05 Lakhs) and depreciation expense is shown net of Grant income of Rs. 74.68 lakhs (Rs. 5.55 Lakhs for the quarter ended March 31, 2019, Rs. 11.47 lakhs for the quarter and year ended March 31, 2018).

The Group has adopted the change in accounting policy retrospectively in accordance with Ind AS 8 Accounting Policies, Changes in Accounting Estimates and Errors and accordingly previous periods figures have been restated wherever necessary.

There is no impact of such change in the accounting policy on the profit of the current and previous periods.

8. The Government of Maharashtra introduced a grant of Rs. 5 per litre (Rs. 3 per litre for March 2019) to be paid to the farmers through the Group provided the Company fulfils specified conditions relating to purchase price and utilisation of milk with effect from August 1, 2018. The Group has recognised Rs. 1,795.36 lakhs for the quarter ended March 31, 2019, Rs. 3,385.78 lakhs for the quarter ended December 31, 2018 and Rs. 7,268.63 lakhs for the year ended March 31, 2019 on account of such grant as a reduction from cost of material consumed.
9. Effective April 1, 2018, the Group has adopted IND AS 115 using the modified retrospective method as suggested in para C7 of transition provision of IND AS 115. Certain expenses in nature of variable consideration in a contract for sale of goods have been reclassified to revenue in the unaudited result for the quarter and year ended March 31, 2020 and therefore revenue for quarter and year ended March 31, 2020 may not be comparable to that extent. The adoption of the standard did not have any material impact on the results of the Group.
10. Impact of COVID - The company was able to streamline the activities again the Nationwide Lock-down within some time. However, office activities, supply chain disruptions were frequent during initial months. The cattle-feed industry is largely dependent on the dairy industry and the impacts of dairy scenario directly impacts this industry, as the farmers take their cattle-feed related decisions based on milk process. Before the Nationwide lockdown started, cow milk prices in Maharashtra, which remains the key operational area of the company were as high as Rs. 33-34 per Litre. However, due the recent pandemic, the Food service and ingredients business of lot of dairy companies has got severely impacted. This has resulted into milk prices dipping down to Rs. 18-20 per Litre in past few months.



A handwritten signature in black ink, consisting of a series of loops and a long horizontal stroke at the end.

This has also significantly impacted the cash-flow of milk producing farmers, hence impacting on the demand for cattle-feed. Unprecedented and knee-jerk reaction from the milk producing farmers has resulted into issues like low demand, irregular recoveries and uncertainty in future demand.

11. Calf nutrition project - The company has launched breed development and nutrition program under the name of 'Calf Nutrition Project' with around 10,000 farmers. Under the program, the company has partnered with farmers for producing higher milk yielding milch animals with help of high-quality artificial insemination services and balanced nutrition through 'TMR' (Total Mixed Ration) for young calves and heifers. The company has tied-up with leading organisations for Semen supply and have built high-tech modules to capture relevant data regarding the breeding activity. The company has also undertaken maize silage harvesting and bailing programs in different parts of Maharashtra to procure silage and dry forage, which can provide year-round stable ingredients for the TMR.

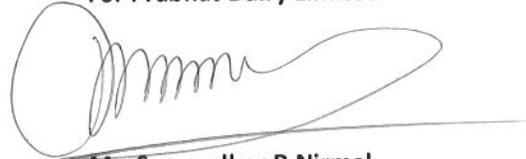
The program duration is spread over 3 years. In the initial phase, the company will be spending money on the breeding and the nutrition part. The revenues from the project will be starting in the second phase.

12. As per Indian accounting standard 108, Operating Segments, there are no multiple operating segments in the company. The Company has reported the single operating segment i.e. animal feeds and nutrition.
13. Previous period's figures have been regrouped / reclassified wherever necessary to correspond with the current period's classification/ disclosure.

Place: Shrirampur

Date: October 08, 2020

For Prabhat Dairy Limited



Mr. Sarangdhar R Nirmal  
Chairman and Managing Director

DIN: 00035234



# K S S & COMPANY

CHARTERED ACCOUNTANTS



Independent Auditor's Report on the Quarterly and Year to Date Audited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To  
The Board of Directors of  
Prabhat Dairy Limited

Report on the audit of the Standalone Financial Results

## Opinion

We have audited the accompanying statement of quarterly and year to date standalone financial results of Prabhat Dairy Limited (the Company) for the quarter ended March 31, 2020 and for the year ended March 31, 2020 ( 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:

- a. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- b. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the quarter ended March 31, 2020 and for the year ended March 31, 2020.

## 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 "Auditor's 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.

## 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 audit 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 the Statement.

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

1. 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.
2. 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.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
4. 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 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 Company to cease to continue as a going concern.



5. 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.

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 comparative Ind AS financial information of the Company for the corresponding quarter and year ended March 31, 2019, included in these standalone financial results, were audited by the predecessor auditor who expressed an unmodified opinion on that financial information on May 30, 2019

The Statement includes the results for the quarter ended March 31, 2020 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2020 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

For KSS & COMPANY  
Chartered Accountants  
Firm Registration No.: 126322W

  
Shashank K Suvarnapathaki  
Partner  
Membership No. : 118070  
UDIN : 20118070AAAAES7610



Place: Ahmednagar  
Date: 08/10/2020

# K S S & COMPANY

CHARTERED ACCOUNTANTS



Independent Auditor's Report on the Quarterly and Year to Date Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To  
The Board of Directors of  
Prabhat Dairy Limited

Report on the audit of the Consolidated Financial Results

## Opinion

We have audited the accompanying statement of quarterly and year to date consolidated financial results of Prabhat Dairy Limited ("Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "The Group") for the quarter ended March 31, 2020 and for the year ended March 31, 2020 ("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 reports of the other auditors on separate audited financial statements and the financial information of the subsidiaries, the Statement:

1. Includes the result of the Cheese Land Agro India Private Limited and Shrirampur Agri Solutions Private Limited (incorporated on 30.03.2020; wherein no transactions took place)
2. are presented in accordance with the requirements of the Listing Regulations in this regard; and
3. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the consolidated net profit and other comprehensive income and other financial information of the Group Company for the quarter ended March 31, 2020 and for the year ended March 31, 2020.

## 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 "Auditor's 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 is sufficient and appropriate to provide a basis for our opinion.



### **Management's Responsibilities for the Consolidated Financial Results**

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 the Statement that gives a true and fair view of the net profit and other comprehensive income of the Group 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. 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 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 the companies included in the Group are responsible for overseeing the 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 audit 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 the Statement.

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

1. 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.



2. 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.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
4. 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 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 Company to cease to continue as a going concern.
5. 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.

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 the Listing Regulations, to the extent applicable.

#### Other Matter

The accompanying Statement includes the audited financial statements and other financial information, in respect of 1 subsidiary, whose financial statements include total assets of Rs. 276485.36 Lakhs as at March 31, 2020, total revenues of Rs. 20,296.31 Lakhs and Rs. 59,296.97 Lakhs, total net loss after tax of Rs. 14,063.16 Lakhs Rs. 10,918.20 Lakhs, for the quarter and the year ended on that date respectively, and net cash inflows of Rs. 93,880.17 Lakhs for the year ended March 31, 2020, as considered in the Statement which have been audited by their respective independent auditors.

The independent auditor's report on the financial statements and financial information of these entities have been furnished to us by the Management and our opinion on the Statement in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the reports of such auditors and the procedures performed by us as stated in paragraph above.

Certain of these subsidiaries are located outside India whose financial statements and other financial information have been prepared in accordance with accounting principles generally accepted in their respective countries and which have been audited by other auditors under generally accepted auditing standards applicable in their respective countries. The Holding Company's management has



converted the financial statements of such subsidiaries located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have audited these conversion adjustments made by the Holding Company's management. Our opinion in so far as it relates to the balances and affairs of such subsidiaries located outside India is based on the report of other auditors and the conversion adjustments prepared by the management of the Holding Company and audited by us.

The comparative Ind AS financial information of the Group, for the year ended March 31, 2019, included in these consolidated financial results, were audited by the predecessor auditor who expressed an unmodified opinion on that consolidated financial information on May 30, 2019.

The Statement includes the results for the quarter ended March 31, 2020 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2020 and the published unaudited year-to-date figures up to the end of the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations

For KSS & COMPANY

Chartered Accountants

Firm Registration No.: 126322W



Shashank K Suvarnapathaki

Partner

Membership No. : 118070

UDIN : 20118070AAAAET3236



Place: Ahmednagar

Date: 08/10/2020

# Prabhat Dairy Limited

October 08, 2020

BSE Limited Phiroze Jeejeebhoy Towers Dalal Street Mumbai Ref. Scrip Code : 539351	National Stock Exchange of India Ltd., Exchange Plaza, C-1, Block G, Bandra Kurla Complex, Bandra (E) Mumbai – 400 051  Ref: Symbol - PRABHAT
--	---

**Sub.: Declaration pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.**

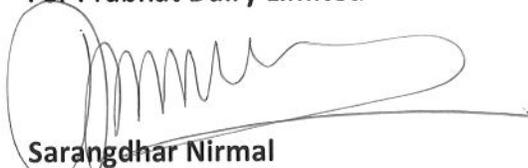
With reference to the captioned Regulation, we hereby confirm that the Auditor's Report on Standalone & Consolidated Financial Results issued by K S S & Company, Chartered Accountants, Statutory Auditors of the Company, FRN – 126322W, on the Standalone & Consolidated Audited Financial Results for the quarter and year ended March 31 2020 is with Unmodified Opinion.

Kindly take the above note on your records.

Thanking you,

Yours faithfully

**For Prabhat Dairy Limited**



**Sarangdhar Nirmal**  
Chairman and Managing Director



भारतीय प्रतिभूति  
और विनिमय बोर्ड  
Securities and Exchange  
Board of India

Assistant General Manager  
CORPORATION FINANCE DEPARTMENT  
DIVISION OF CORPORATE RESTRUCTURING

Date: September 24, 2020

**Shri Vivek Nirmal**  
Managing Director,  
Prabhat Dairy Ltd.  
Gat No. 122, At Ranjankhol,  
Post Tilaknagar, Taluka Rahata,  
Ahmednagar,  
Maharashtra - 413 720.

Sir/Madam,

**Sub: Forensic Audit Assignment in the matter of Prabhat Dairy Limited (PDL)**

1. This is with reference to SEBI letter dated September 16, 2020 and your two letters dated September 18, 2020.
2. Your request for dropping the forensic audit in the captioned matter cannot be acceded to. As already communicated, the comments of SEBI on the delisting proposal shall be provided subsequent to the completion of the Forensic Audit.
3. SEBI in the interest of investors or securities market appointed Grant Thornton India LLP (GT) as Forensic Auditor to examine the books of accounts of PDL for the FY 2018-19 and FY 2019-20. The same was communicated to you vide SEBI letter dated July 17, 2020.
4. The forensic auditor commenced the audit and sought preliminary data/information vide their email dated July 17, 2020. Thereafter, there was continuous follow up by the forensic auditor GT through weekly e-mails and telephonic calls to the Managing Director / Company Secretary. However, GT did not receive any requisite data/information. Since the data was not provided, SEBI intervened vide e-mails dated August 07, 2020 and August 17, 2020 and advised you to cooperate with the forensic auditor and provide the requisite data/information for making the audit process smooth and to ensure its completion in time.
5. You had stated that due to Covid19 pandemic, the ongoing audit for the FY 2019-20, you were not in a position to provide the requisite information/data, however, the reasons quoted for not providing the requisite information/data are untenable and without any substance. It is observed that the majority of preliminary information/data sought by the forensic auditor were the ones which are readily available documents with the Company / Directors, in hard / soft form such as bank account statements, audited financials, minutes of the various meetings, standard operating procedures, listing of assets & liabilities, trial balance, etc, and the same should have been provided in a timely manner.

सेबी भवन, प्लॉट नं. सी 4-ए, "जी" ब्लॉक, बान्द्रा-कुर्ला कॉम्प्लेक्स, बान्द्रा (पूर्व), मुंबई - 400 051.  
दूरभाष : 2644 9950 / 4045 9950 (आई.बी.आर.एस.), 2644 9000 / 4045 9000 फैक्स : 2644 9019 से 2644 9022 वेब : www.sebi.gov.in

SEBI Bhavan, Plot No. C4-A, "G" Block, Bandra-Kurla Complex, Bandra (E), Mumbai - 400 051.  
Tel.: 2644 9950 / 4045 9950 (IVRS), 2644 9000 / 4045 9000 Fax : 2644 9019 to 2644 9022 Web : www.sebi.gov.in



अनुवर्ती :  
Continuation :

भारतीय प्रतिभूति  
और विनिमय बोर्ड  
Securities and Exchange  
Board of India

6. In spite of the advice, data in respect of only 3 items out of 27 requirements were provided to the forensic auditor. In this regard, SEBI vide e-mail dated September 08, 2020 again advised you that the deliberate attempt on your part by not providing information/data/documents in relation to Forensic Audit citing vague and weak grounds, was not in the interest of investors/shareholders and is thus delaying the process.
7. Since in the last more than two months information only with respect to 3 items have been provided, the forensic audit has not commenced till date and many investor complaints were received concerning delay in delisting. All the complaints received by SEBI have been taken up with you, to take necessary steps for redressal.
8. Further, SEBI vide its letter dated September 16,2020 advised:
  - a to make appropriate disclosures informing the shareholders about the problems faced by PDL in providing the data/information/document to the forensic auditor including the delay caused in the delisting proposal including the proposed timelines for delisting, if any.
  - b to make appropriate disclosures informing the shareholders that the delisting of PDL will be completed only after the completion of forensic audit.
9. In this regard, we note that no disclosures have been made by you till date. You are therefore, once again advised to disclose to the Stock Exchanges latest by September 28,2020, the instant letter as well as the disclosures specified in SEBI letter dated September 16,2020.
10. Further, you are also advised to place copy of this letter before your Board for seeking comments of the Board of Directors. The comments of the Directors on the Board shall also be disclosed to stock exchanges within 15 days from receipt of this letter. Meanwhile, SEBI has sought views of the audit committee/independent directors on the reasons cited by you for delay in providing data/information to the forensic auditor.
11. Further, keeping in view concerns of the shareholders and that any further delay would hamper their interest, you are advised to cooperate with the forensic auditor and provide the necessary information/data/documents as soon as possible, to ensure completion of the forensic audit at the earliest without making any further delay.
12. This letter (scan copy) is being sent through e-mail.

Yours faithfully,

  
T. Venkateshwarlu