

# Prabhat Dairy Limited

31<sup>st</sup> July, 2020

<b>BSE Limited</b>  <b>Phiroze Jeejeebhoy Towers</b> <b>Dalal Street</b> <b>Mumbai -400001</b>  <b>Ref. Scrip Code : 539351</b>	<b>National Stock Exchange of India Ltd.,</b>  <b>Exchange Plaza, C-1, Block G, Bandra Kurla</b> <b>Complex, Bandra (E) Mumbai – 400 051</b>  <b>Ref: Symbol - PRABHAT</b>
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**Subject: Declaration of Audited Financial Statements for the FY 2019-20 beyond extended time of 31<sup>st</sup> July 2020**

Pursuant to SEBI (LODR) Regulations, 2015, a Company has to conduct Board Meeting for approval of financial statements for the end of financial year within 60 days of the end of financial year. This year due to Covid-19 pandemic and nationwide lockdown, SEBI has granted extension to conduct Board Meeting for approval of Audited Financial Statements up to 31<sup>st</sup> July 2020.

The lockdown has been imposed from 22nd March, 2020 across the country. However, Maharashtra State Government has eased certain lockdown norms and has allowed Companies to work at 10% workforce w.e.f. 08/06/2020. Due to absence of physical presence of staff and auditors, public transportation issues, continual lock down, office located in containment zone etc. it has become difficult to complete audit process within the extended date of 31<sup>st</sup> July, 2020. After reviewing the current situation, the Board at its meeting held on 30<sup>th</sup> July, 2020 is of the opinion that the Company shall be unable to declare the fourth quarter and audited financial results for financial year 2019-20 on or before 31<sup>st</sup> July, 2020.

We hereby inform all stakeholders that due to the practical difficulties faced as mentioned above we shall be unable to declare the fourth quarter and audited financial results for financial year 2019-20 on or before 31<sup>st</sup> July, 2020.

We will keep the stakeholders informed about the readiness of the results as soon as possible.

As mentioned hereinabove, the financial results of the Company as at and for the financial year ended March 31, 2020 have been delayed. The Company has also been receiving recurring queries from its shareholders about the transaction and various obligations related to it on the sale of the Company's dairy business and subsidiary. Therefore, the Company would like to provide the information relating to the aforementioned transaction.

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

CIN : L01100PN1998PLC013068

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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

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

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. (The definition of the transaction consideration in the SPA and BTA is the agreed value of Rs. 1700 Cr.) This indemnity is applicable for periods of 3, 5 and 7 years, respectively, for various purposes.

- Rs. 204 Cr

· Management estimate of transaction costs and taxes on the sale of shares and business sale, as verified by the Statutory Auditor of the Company.

- Rs. 234 Cr

Kindly take the above information on record.

Thanking You,  
Yours faithfully,

**For Prabhat Dairy Limited**



**Vivek Nirmal**  
**Joint Managing Director**