



Date:- 24th June, 2016

The Secretary
BSE Limited
Phizore Jeejeeboy Tower,
Dalal Street,
Mumbai-400023

The Secretary
National Stock Exchanges Limited
Exchange Plaza,
Bandra-Kurla Complex,
Bandra (E), -Mumbai-400051

Ref:- PARAG MILK FOODS LIMITED ISIN CODE:- INE88N01014

Dear Sir/ Madam,

Sub:- Declaration in term of SEBI Notification SEBI/LAD-NRO/G/2016-17/01/ dated 25.05.2016 under Regulation 33 (3)(d) of SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015.

In compliance with the **SEBI Notification SEBI/LAD-NRO/G/2016-17/01/ dated 25.05.2016 under read with SEBI Circular No. CIR/CFD/CMD56/2016 dated May 27, 2016**. We hereby confirm that the Statutory Auditors have expressed an un-modified opinion audit report on Standalone and Consolidated Financial Statements for the financial year 2015-2016.

You are requested to take the aforesaid information on record.

Thanking you.

Your faithfully.

For Parag Milk Foods Limited


Devendra Shah
Executive Chairman
DIN:- 01127319



Parag Milk Foods Ltd.,
CIN - U15204MH1992PLC070209

Regd. Office: Flat No. 1 Plot No. 19, Nav Rajasthan Co-Op Housing Society, Behind Ratna Memorial Hospital,
Senapati Bapat Road, Shivaji Nagar, Pune - 411016. Ph: (020) 25674761/62/63.

Corporate Office: 20th floor, Nirmal building, Nariman point, Mumbai - 400021 Tel.: 022-43005555 Fax: 022-43005580

Website: www.paragmilkfoods.com

Auditor's Report on Annual Consolidated Financial Results of the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors
Parag Milk Foods Limited

1. We have audited the accompanying Statement of Annual Consolidated Financial Results of Parag Milk Foods Limited ('the Holding Company') and its subsidiary (the Holding Company and its subsidiary together referred to as 'the Group') for the year ended March 31, 2016 ("the Statement"), being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. This Statement has been prepared on the basis of the annual consolidated financial statements. Our responsibility is to express an opinion on this Statement based on our audit of such annual consolidated financial statements, which have been prepared in accordance with the Accounting Standards specified under Section 133 of the Companies Act, 2013 ('the Act') read with Rule 7 of the Companies (Account) Rules, 2014 and other accounting principles generally accepted in India.
2. We conducted our audit of the Statement in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed in the Statement. An audit also includes assessing the accounting principles used and significant estimates made by management.
3. We believe that the audit evidences obtained by us is sufficient and appropriate to provide a reasonable basis for our opinion on the Statement.
4. In our opinion and to the best of our information and according to the explanations given to us, the Statement:

(i) includes the annual financial result of the following entity:

Sr. No.	Name of the Entity	Relationship
1	Bhagyalaxmi Dairy Farms Private Limited	Subsidiary

(ii) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and

(iii) gives a true and fair view of the consolidated net profit and other financial information of the Group for the year ended March 31, 2016.

5. We draw attention to Note 5 of the Statement in regard to recording of an impairment loss of Rs 42 Million on cows and assessment of recoverable amount based on net realisable value by management.
6. The Statement includes the results for the Quarter ended March 31, 2016 being the balancing figure between audited figures in respect of the full financial year and the audited year to date figures up to third quarter. Further, the results for Quarter ended December 31, 2015 in the Statement are the balancing figure between year to date audited figures upto third quarter and year to date audited figures up to second quarter of the current financial year.
7. The Statement also includes the results for the Quarter ended March 31, 2015, which are based on management accounts and not subject to audit or review by us.

For Haribhakti & Co. LLP
Chartered Accountants
ICAI Firm Registration No.103523W

Anup Mundhra
Partner
Membership No.:061083
Place: Mumbai
Date: June 24, 2016



Parag Milk Foods Limited

Registered Office: Flat No 1, Plot No 19, Nav Rajasthan Housing Society, Behind Ratna Memorial Hospital, Pune, Pin-410503, Maharashtra, India

CIN:U15204MH1992PLC070209, Website: www.paragmilkfoods.com, Email id: investors@paragmilkfoods.com

Statement of Consolidated Audited Results for the Quarter and Year ended 31, March 2016

Particulars	Amount Rs in Million (Except per share data)				
	Quarter ended			Year ended	
	31-Mar-16	31-Dec-15	31-Mar-15	31-Mar-16	31-Mar-15
	Audited	Audited	Unaudited	Audited	Audited
1. Income from Operations					
(a) Revenue from Operations	4,142.38	3,875.08	3,462.84	16,451.31	14,441.42
(b) Other Operating Income	-	-	-	-	-
Total income from Operations (net)	4,142.38	3,875.08	3,462.84	16,451.31	14,441.42
2. Expenses					
(a) Cost of Materials consumed	2,873.61	3,193.10	2,553.57	11,014.30	10,440.81
(b) Purchase of stock-in-trade	449.24	132.24	82.28	1,382.97	392.36
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	-483.18	-605.93	-260.96	-621.69	-216.96
(d) Employee benefits expense	193.33	181.13	167.52	701.09	572.23
(e) Depreciation and amortisation expense	97.37	81.96	77.46	333.89	275.33
(f) Other expenses	710.48	596.22	631.49	2,498.63	2,181.07
Total Expenses	3,840.85	3,578.72	3,251.36	15,309.19	13,644.84
3. Profit from operations before other income, finance costs and exceptional items (1-2)	301.53	296.36	211.48	1,142.12	796.58
4. Other Income	4.24	9.62	6.06	16.18	15.27
5. Profit from ordinary activities before finance costs and exceptional items (3 + 4)	305.77	305.98	217.54	1,158.30	811.85
6. Finance Costs	120.04	112.38	76.45	490.41	469.20
7. Profit from ordinary activities after finance costs but before exceptional items (5 + 6)	185.73	193.60	141.09	667.89	342.65
8. Exceptional Items	-	-	-	-	-
9. Profit from ordinary activities before tax (7+8)	185.73	193.60	141.09	667.89	342.65
10. Tax expense/(credit)	24.81	48.55	-19.73	194.71	20.56
11. Net Profit from ordinary activities after tax (9-10)	160.92	145.05	160.82	473.18	322.09
12. Extraordinary items (net of tax expenses)	-	-	-	-	-
13. Net Profit for the period (11 + 12)	160.92	145.05	160.82	473.18	322.09
14. Paid-up equity share capital (Face Value of Rs 10 each)	704.16	661.60	159.69	704.16	159.69
15. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	2,914.63	1,079.17
16. Earnings Per Share (not annualised for quarter ended 31 March, 2016, 31 December 2015 and 31 March 2015):					
(a) Basic (Rs)	2.46	2.26	2.77	7.22	5.54
(b) Diluted (Rs)	2.46	2.12	2.33	7.22	4.67



Parag Milk Foods Limited

Registered Office: Flat No 1, Plot No 19, Nav Rajasthan Housing Society, Behind Ratna Memorial Hospital, Pune, Pin-410503, Maharashtra, India

CIN:U15204MH1992PLC070209, Website: www.paragmilkfoods.com, Email id: investors@paragmilkfoods.com

Consolidated Statement of Assets and Liabilities

Amount Rs in Million			
S.no	Particulars	As at 31-03-2016	As at 31-03-2015
		Audited	Audited
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share capital	704.16	159.69
	(b) Reserves and surplus	2,914.63	1,079.17
	Sub-total - Shareholders' funds	3,618.79	1,238.86
2	Non-current liabilities		
	(a) Long-term borrowings	1,248.44	1,722.77
	(b) Deferred tax liabilities (net)	109.57	59.87
	(c) Other long-term liabilities	180.78	211.56
	(d) Long-term provisions	6.10	4.55
	Sub-total - Non-current liabilities	1,544.89	1,998.75
3	Current liabilities		
	(a) Short-term borrowings	2,358.23	2,474.92
	(b) Trade payables	1,678.31	1,931.43
	(c) Other current liabilities	667.62	1,590.61
	(d) Short-term provisions	41.78	4.90
	Sub-total - Current liabilities	4,745.94	6,001.86
	TOTAL - EQUITY AND LIABILITIES	9,909.62	9,239.47
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets	3,725.54	3,193.86
	(b) Non-current investments	0.05	3.06
	(c) Long-term loans and advances	157.19	665.47
	(d) Other non-current assets	11.10	18.29
	Sub-total - Non-current assets	3,893.88	3,880.68
2	Current assets		
	(a) Current investment	0	0
	(b) Inventories	2,724.26	2,118.87
	(c) Trade receivables	2,359.92	1,708.90
	(d) Cash and cash equivalents	76.83	53.19
	(e) Short-term loans and advances	454.58	974.33
	(f) Other current assets	400.15	503.50
	Sub-total - Current assets	6,015.74	5,358.79
	TOTAL - ASSETS	9,909.62	9,239.47



Notes :

- 1 The above audited consolidated financial results have been approved and taken on record by the Board of Directors in their respective meeting held on 24 June 2016.
- 2 The figures for the quarter ended March 31, 2015 are based on management accounts and not subject to audit or review.
- 3 Subsequent to the balance sheet date, the Company completed its Initial Public Offer ("Offer") through an offer for sale by the Selling Shareholders, of 20,572,573 equity shares of Rs 10 each and a fresh issue of 13,698,695 equity shares of Rs 10/- each to Anchor investors, Retail investors & Other investors at a price of Rs. 227/-, 203/- & 215/- respectively. The equity shares of the Company got listed on NSE and BSE on 19 May 2016.
- 4 The Company and its subsidiary is engaged in the business of manufacturing, processing and trading of milk & milk products and hence there are no reportable segments to be disclosed under Accounting Standard 17 on Segment Reporting.
- 5 Due to drought situation in Maharashtra, the realizable value of cows has fallen significantly. Hence, the subsidiary company has accounted for an impairment loss of Rs 42 Million during the year as the difference between the carrying value and the recoverable amount. Recoverable amount is assessed as the net realizable value on sale based on quotes obtained by management from local farmers.
- 6 Previous period's figure have been regrouped/reclassified wherever necessary to correspond with the current period's classification/disclosure.

For Parag Milk Foods Limited



Devendra Shah
Chairman

Place: Mumbai
Date: June 24, 2016



**Auditor's Report on Annual Standalone Financial Results of the Company Pursuant to
Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations,
2015**

To
The Board of Directors
Parag Milk Foods Limited

1. We have audited the accompanying Statement of Annual Standalone Financial Results of Parag Milk Foods Limited ('the Company') for the year ended March 31, 2016 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. This Statement has been prepared on the basis of the annual financial statements. Our responsibility is to express an opinion on this Statement, based on our audit of such annual financial statements, which have been prepared in accordance with the Accounting Standards specified under Section 133 of the Companies Act, 2013 ('the Act') read with Rule 7 of the Companies (Account) Rules, 2014 and other accounting principles generally accepted in India.
2. We conducted our audit of the Statement in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed in the Statement. An audit also includes assessing the accounting principles used and significant estimates made by management.
3. We believe that the audit evidences obtained by us is sufficient and appropriate to provide a reasonable basis for our opinion on the Statement.

4. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
 - (i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
 - (ii) gives a true and fair view of the net profit and other financial information of the Company for the year ended March 31, 2016.
5. The Statement includes the results for the Quarter ended March 31, 2016 being the balancing figure between audited figures in respect of the full financial year and the audited year to date figures up to third quarter of the current financial year. Further, the results for Quarter ended December 31, 2015 in the Statement are the balancing figure between audited year to date figures upto third quarter and audited year to date figures up to second quarter of the current financial year.
6. The Statement also includes the results for the Quarter ended March 31, 2015, which are based on management accounts and not subject to audit or review by us.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No.103523W

Anup Mundhra

Partner

Membership No.: 061083



Place: Pune

Date: June 24, 2016

Parag Milk Foods Limited

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Statement of Standalone Audited Results for the Quarter and Year ended 31, March 2016

Amount Rs in Million (Except per share data)

Particulars	Quarter ended		Year ended		
	31-Mar-16 Audited	31-Dec-15 Audited	31-Mar-15 Unaudited	31-Mar-16 Audited	31-Mar-15 Audited
1. Income from Operations					
(a) Revenue from Operations	4,082.65	3,817.15	3,495.43	16,229.52	14,256.46
(b) Other Operating Income	-	-	-	-	-
Total income from Operations (net)	4,082.65	3,817.15	3,495.43	16,229.52	14,256.46
2. Expenses					
(a) Cost of Materials consumed	2,979.68	3,164.45	2,685.68	11,040.96	10,459.56
(b) Purchase of stock-in-trade	383.75	132.24	82.28	1,317.48	392.36
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	-483.17	-605.93	-260.96	-621.69	-216.96
(d) Employee benefits expense	176.06	172.03	162.92	660.27	539.13
(e) Depreciation and amortisation expense	93.15	77.78	73.52	317.25	254.17
(f) Other expenses	596.48	584.35	553.21	2,348.27	2,018.28
Total Expenses	3,745.95	3,524.92	3,296.65	15,062.54	13,446.54
3. Profit from operations before other income, finance costs and exceptional items (1-2)	336.70	292.23	198.78	1,166.98	809.92
4. Other Income	3.34	9.27	6.36	14.33	13.99
5. Profit from ordinary activities before finance costs and exceptional items (3 + 4)	340.04	301.50	205.14	1,181.31	823.91
6. Finance Costs	118.33	111.92	75.28	481.84	454.34
7. Profit from ordinary activities after finance costs but before exceptional items (5 + 6)	221.71	189.58	129.86	699.47	369.57
8. Exceptional Items	-	-	-	-	-
9. Profit from ordinary activities before tax (7+8)	221.71	189.58	129.86	699.47	369.57
10. Tax expense/(credit)	24.73	48.26	-2.07	174.38	3.93
11. Net Profit from ordinary activities after tax (9-10)	196.98	141.32	131.93	525.09	365.64
12. Extraordinary items (net of tax expenses)	-	-	-	-	-
13. Net Profit for the period (11 + 12)	196.98	141.32	131.93	525.09	365.64
14. Paid-up equity share capital (Face Value of Rs 10 each)	704.16	661.60	159.69	704.16	159.69
15. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	3,072.71	1,185.33
16. Earnings Per Share (not annualised for quarter ended 31 March, 2016, 31 December 2015 and 31 March 2015):					
(a) Basic (Rs)	3.01	2.20	2.27	8.01	6.29
(b) Diluted (Rs)	3.01	2.07	1.91	8.01	5.30



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Parag Milk Foods Limited

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CIN:U15204MH1992PLC070209, Website: www.paragmilkfoods.com, Email id: investors@paragmilkfoods.com

Standalone Statement of Assets and Liabilities

Amount Rs in Million

S.no	Particulars	As at 31/03/2016	As at 31/03/2015
		Audited	Audited
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share capital	704.16	159.69
	(b) Reserves and surplus	3,072.71	1,185.33
	Sub-total - Shareholders' funds	3,776.87	1,345.02
2	Non-current liabilities		
	(a) Long-term borrowings	1,242.73	1,682.71
	(b) Deferred tax liabilities (net)	137.34	107.35
	(c) Other long-term liabilities	180.78	211.56
	(d) Long-term provisions	5.71	4.30
	Sub-total - Non-current liabilities	1,566.56	2,005.92
3	Current liabilities		
	(a) Short-term borrowings	2,358.23	2,474.92
	(b) Trade payables	1,621.18	1,880.14
	(c) Other current liabilities	625.35	1,550.53
	(d) Short-term provisions	41.72	5.16
	Sub-total - Current liabilities	4,646.48	5,910.74
	TOTAL - EQUITY AND LIABILITIES	9,989.91	9,261.69
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets	3,230.65	2,661.31
	(b) Non-current investments	577.70	180.70
	(c) Long-term loans and advances	149.83	656.77
	(d) Other non-current assets	11.00	18.20
	Sub-total - Non-current assets	3,969.18	3,516.98
2	Current assets		
	(a) Current investment	-	-
	(b) Inventories	2,710.51	2,097.09
	(c) Trade receivables	2,330.65	1,686.90
	(d) Cash and cash equivalents	70.58	47.43
	(e) Short-term loans and advances	508.84	1,409.78
	(f) Other current assets	400.15	503.51
	Sub-total - Current assets	6,020.73	5,744.71
	TOTAL - ASSETS	9,989.91	9,261.69



2016

Notes :

- 1 The above audited standalone financial results have been approved and taken on record by the Board of Directors in their respective meeting held on 24 June 2016.
- 2 The figures for the quarter ended March 31, 2015 are based on management accounts and not subject to audit or review.
- 3 Subsequent to the balance sheet date, the Company completed its Initial Public Offer ("Offer") through an offer for sale by the Selling Shareholders, of 20,572,573 equity shares of Rs 10 each and a fresh issue of 13,698,695 equity shares of Rs 10/- each to Anchor investors, Retail investors & Other investors at a price of Rs. 227/-, 203/- & 215/- respectively. The equity shares of the Company got listed on NSE and BSE on 19 May 2016.
- 4 The Company is engaged in the business of manufacturing, processing and trading of milk & milk products and hence there are no reportable segments to be disclosed under Accounting Standard 17 on Segment Reporting.
- 5 Previous period/year's figure have been regrouped/reclassified wherever necessary to correspond with the current period/year's classification/disclosure.

For Parag Milk Foods Limited



Devendra Shah
Chairman

Place: Mumbai
Date: June 24, 2016

