



MODERN DAIRIES LTD.

Corporate Office : 98-99, Sub City Centre, Sector 34, Chandigarh -160 022 (INDIA)
Tel. : +91-172-2609001, 2609002, Fax : +91-172-2609000
E-mail : info@moderndairies.com, CIN : L74899HR1992PLC032998

Regd. Office & Works : PB No. 3, 136 KM, G.T. Road, Karnal - 132 001 (Haryana)

**Ref: MDL/SECT/BSE/
Date: 30th May, 2016**

M/s. BSE Limited
(formerly Bombay Stock Exchange Ltd)
Phiroze Jeejeebhoy Towers
Dalal Street,
Mumbai-400001

SUB: OUTCOME OF THE MEETING OF BOARD OF DIRECTORS

Dear Sir,


We wish to inform you that the Company in its Board meeting held today, the **30th May, 2016** took the following decisions:

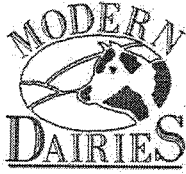
1. The Board has approved the **Audited Balance Sheet and Statement of Profit & Loss** of the Company for the year ended 31st March, 2016.
2. The Board has also approved the **Audited Financial Results** of the Company for the Year ended 31st March, 2016 in conformity with the regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015. Copy enclosed.

This is for your information and doing the needful.

Thanking you

Yours truly,
for **MODERN DAIRIES LIMITED**


(ANUBHA GARG)
COMPANY SECRETARY



MODERN DAIRIES LIMITED

CIN: L74899HR1992PLC032998

Corporate Office : SCO 98-99, Sub City Centre, Sector 34, Chandigarh-160 022
Registered Office & Works : 136 KM, G. T. Road, Karnal (Haryana) - 132 001

Statement of Audited financial results for the quarter and year ended 31st March, 2016

(₹ in lacs except loss per share)

S. No	Particulars (Refer Notes below)	3 months ended 31 March 2016	Preceding 3 months ended 31 December 2015	Corresponding 3 months ended in the previous year 31 March 2015	Current year ended 31 March 2016	Previous year ended 31 March 2015
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)
1	Income from operations					
	(a) Net Sales (net of excise duty)	13,602.23	10,785.35	13,978.17	49,614.89	62,419.01
	(b) Other operating income	10.72	18.57	11.78	74.31	115.63
	Total income from operations (net)	13,612.95	10,803.92	13,989.95	49,689.20	62,534.64
2	Expenses					
	(a) Cost of materials consumed	12,550.59	10,608.61	15,470.48	43,096.26	57,640.59
	(b) Changes in inventories of finished goods and work-in-progress	70.35	(620.21)	(2,904.44)	2,966.87	493.53
	(c) Employee benefits expense	177.73	177.28	173.42	699.34	680.05
	(d) Depreciation and amortisation expense	123.64	122.15	136.29	489.92	480.80
	(e) Other expenses	705.33	789.34	1,130.71	3,125.74	4,048.53
	Total expenses	13,627.64	11,077.17	14,006.46	50,378.13	63,343.50
3	(Loss) from operations before other income, finance cost and exceptional items (1-2)	(14.69)	(273.25)	(16.51)	(688.93)	(808.86)
4	Other income	2.19	5.00	14.35	25.60	138.68
5	(Loss) from ordinary activities before finance costs and exceptional items (3+4)	(12.50)	(268.25)	(2.16)	(663.33)	(670.18)
6	Finance costs	426.03	449.40	447.26	1,773.05	1,726.01
7	(Loss) from ordinary activities after finance costs but before exceptional items (5-6)	(438.53)	(717.65)	(449.42)	(2,436.38)	(2,396.19)
8	Exceptional items, if any	-	-	-	-	-
9	(Loss) from ordinary activities before tax (7-8)	(438.53)	(717.65)	(449.42)	(2,436.38)	(2,396.19)
10	Tax (benefit)	-	-	(34.95)	(12.83)	(170.73)
11	(Net loss) from ordinary activities after tax (9-10)	(438.53)	(717.65)	(414.47)	(2,423.55)	(2,225.46)
12	Extraordinary items (net of tax expense)	-	-	-	-	-
13	(Net loss) for the period (11-12)	(438.53)	(717.65)	(414.47)	(2,423.55)	(2,225.46)
14	Paid-up equity share capital (face value of ₹ 10 each)	2,331.99	2,331.99	2,331.99	2,331.99	2,331.99
15	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	(5,704.54)	(3,466.50)
16 i	Loss per share (before extraordinary items) (of ₹ 10 each) (not annualised):					
	(a) Basic	(1.88)	(3.08)	(1.78)	(10.39)	(9.54)
	(b) Diluted	(1.88)	(3.08)	(1.78)	(10.39)	(9.54)
16 ii	Loss per share (after extraordinary items) (of ₹ 10 each) (not annualised):					
	(a) Basic	(1.88)	(3.08)	(1.78)	(10.39)	(9.54)
	(b) Diluted	(1.88)	(3.08)	(1.78)	(10.39)	(9.54)

For Members Only



MODERN DAIRIES LIMITED

Statement of Audited financial results for the quarter and year ended 31st March, 2016

Statement of Assets and Liabilities

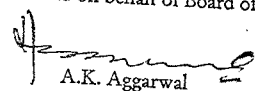
(₹ in Lacs)

Particulars	As at	As at
	31 March 2016	31 March 2015
	Audited	Audited
A. EQUITY AND LIABILITIES		
(1) Shareholders' Funds		
(a) Share Capital		
(b) Reserves and Surplus	2,335.89	2,335.89
	(8,128.09)	(5,704.54)
	(5,792.20)	(3,368.65)
	Sub-total Shareholder's funds	
(2) Non-current liabilities		
(a) Long-term borrowings		
(b) Deferred tax liabilities (net)	8,480.37	9,712.07
(c) Long-term provisions		12.83
	68.73	67.31
	Sub-total Non-current liabilities	
(3) Current liabilities		
(a) Short-term borrowings		
(b) Trade payables	6,959.95	6,818.34
(i) Payable to micro and small enterprises		
(ii) Other payables	24.28	12.21
(c) Other current liabilities	2,865.11	2,956.80
(d) Short-term provisions	3,270.33	2,180.27
	1,533.77	1,528.25
	Sub-total Current liabilities	
	14,653.44	13,495.87
	TOTAL EQUITY AND LIABILITIES	
	17,410.34	19,919.43
B. ASSETS		
(1) Non-current assets		
(a) Fixed assets		
(i) Tangible assets		
(ii) Intangible assets	7,898.22	8,168.99
(iii) Capital work-in-progress	2.15	2.22
(b) Non-current investments	22.36	19.74
(c) Long-term loans and advances	1.16	1.16
	218.51	151.27
	Sub-total Non-current assets	
	8,142.40	8,343.38
(2) Current assets		
(a) Inventories		
(b) Trade receivables	4,537.87	7,439.89
(c) Cash and cash equivalents	3,042.56	3,138.20
(d) Short-term loans and advances	625.11	45.93
	1,062.40	952.03
	Sub-total Current assets	
	9,267.94	11,576.05
	TOTAL ASSETS	
	17,410.34	19,919.43

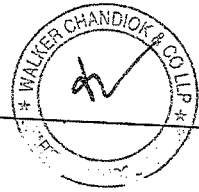
Notes:

- The financial results of Modern Dairies Limited ('MDL', 'the Company') for the quarter and year ended 31 March 2016 have been reviewed by the Audit Committee and subsequently approved at the meeting of the Board of Directors held on 30th May, 2016.
- The figures for the quarter ended 31 March 2016 as reported in these annual financial results are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of the third quarter of the financial year. Also, the figures up to the end of the third quarter had only been reviewed and not subjected to audit. These annual financial results have been prepared on the basis of the annual financial statements and reviewed quarterly financial results upto the end of the third quarter, which are the responsibility of the Company's management.
- The Company is primarily engaged in the business of manufacturing milk and milk products which is a single primary reportable segment as per Accounting Standard 17, Segment Reporting as specified in the Companies (Accounting Standard) Rules, 2006.
- During the quarter and year ended 31 March 2016, the Company has incurred a net loss of ₹ 438.53 lacs and ₹ 2,423.55 lacs respectively and as of that date, its accumulated losses aggregate ₹ 11,425.25 lacs with current liabilities exceeding the current assets by ₹ 5,385.50 lacs. Since the Company could not make its normal debt repayments within the stipulated schedule, the management is in the process of renegotiating the terms of repayment of its debt. The management has taken steps, including revision in business strategy and plans, to overcome the situation. The management believes that the projections drawn based on the revised business strategy are achievable. The management is hopeful that the business would turnaround and the Company would be able to achieve a positive net worth in the future.
- The statutory auditors of the Company have carried out an audit of the financial statements for the year ended 31 March 2016 and have issued an unmodified audit report. The audit report is available on the Company's website at www.moderndairies.com/results/2015-16/q4.pdf.
- The figures of the previous periods/year have been regrouped/reclassified to make them comparable with those of current period/year.

For and on behalf of Board of Directors


 A.K. Aggarwal
 Executive Director
 DIN: 00486430

Place: Chandigarh
Date: 30th May, 2016



Walker Chandiook & Co LLP

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(Formerly Walker, Chandiook & Co)
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Auditor's Report on Annual Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of Modern Dairies Limited`

1. We have audited the annual financial results of Modern Dairies Limited ("the Company") for the year ended 31 March 2016, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Attention is drawn to Note 2 in the annual financial results regarding the figures for the quarter ended 31 March 2016 as reported in these annual financial results are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of the third quarter of the financial year. Also, the figures up to the end of the third quarter had only been reviewed and not subjected to audit. These annual financial results have been prepared on the basis of the annual financial statements and reviewed quarterly financial results upto the end of the third quarter, which are the responsibility of the Company's management. Our responsibility is to express an opinion on these annual financial results based on our review of financial results for the nine months period ended 31 December 2015 which were prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting, issued pursuant to the Companies (Accounting Standards) Rules, 2006 read with Rule 7 of the Companies (Accounts) Rules, 2014 in respect of Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India; and our audit of the annual financial statements as at and for the year ended 31 March 2016.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
3. In our opinion and to the best of our information and according to the explanations given to us the annual financial results:
 - (i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
 - (ii) give a true and fair view of the net loss and other financial information for the year ended 31 March 2016.



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4. We draw attention to Note 4 to the accompanying annual financial results, which indicates that the Company has incurred a net loss of Rs. 2,423.55 lac during the year ended 31 March 2016 and, as of that date, the Company's accumulated losses amounted to Rs.11,425.25 lac which have resulted in complete erosion of the net worth of the Company. Further, as of that date its current liabilities exceeded its current assets by Rs.5,385.50 lac. These conditions, along with other matters as set forth in Note 4, indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Walker Chandiook & Co LLP
For Walker Chandiook & Co LLP
Chartered Accountants
Firm Registration No.: 001076N/N500013

Lalit Kumar
per Lalit Kumar
Partner
Membership No. 095256



Place: Chandigarh
Date: 30 May 2016