

Board of Directors

Mr. V.N. Sunanda Reddy	Managing Director
Dr. D. Sadasiva Reddy	Director
Mr. P. Ramachandra Gupta	Director
Mr. N. Gangi Reddy	Director
Mr. Y.V. Ratna Kumar	Director

Statutory Auditors

VDNR & ASSOCIATES
201, Dwaraka Avenue,
Dwaraka Puri Colony,
Panjagutta, Hyderabad – 34.

Internal Auditors

Amarnadha Reddy & Co,
6-1-229/40,
Old CIB Quarters,
Khairatabad,
Hyderabad – 500 004.

Regd. Office & Factory

Survey No. 252/1,
Aroor Village,
Sadasivapet Mandal,
Medak Dist.
Andhra Pradesh.

Corporate Office

170/C, Sree Srinivasa Nilayam,
Vengalrao Nagar, Hyderabad – 500 038
Andhra Pradesh, India.
Ph : 040-20004157/23713690
Fax No. 08455-250080
e-mail: md@ssorganics.co.in

Demat Registrars

M/s. Venture Capital & Corporate Investments Limited
12-10-167, Bharat Nagar,
Hyderabad – 500 018.
Phone No. 040-23818475/476
Fax No. 040-23868024
e.mail: info@vccilindia.com

NOTICE

Notice is hereby given that the 18th Annual General Meeting of the Members of S S ORGANICS LIMITED will be held on 04-05-2013 at 2:45 PM at its Registered Office at Survey No. 252/1, Aroor Village, Sadasivapet Mandal, Medak District, A.P., to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Profit & Loss Account for the year ended 31st March, 2011 and the Audited Balance Sheet as at that date together with the Reports of the Directors and Auditors thereon.
2. To appoint a director in place of Sri. N. Gangi Reddy who is liable to retire by rotation being eligible, offers himself for reappointment.
3. To appoint a director in place of Sri Y.V. Ratna Kumar who is liable to retire by rotation being eligible, offers himself for reappointment.
4. To appoint M/s. VDNR & Associates., Chartered Accountants, Hyderabad as Statutory Auditors of the Company to conduct audit of the accounts of the Company from financial year 2006-07 to 2011-12 and to hold such office until the conclusion of the next Annual General Meeting and to authorize the Board of Directors to fix their remuneration.

BY ORDER OF THE BOARD OF DIRECTORS

Place : Hyderabad

Sd/-

V.N.SUNANDA REDDY
MANAGING DIRECTOR

Date : 28-03-2013

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF ON A POLL AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. Proxies, in order to be effective, must be received at the Corporate Office of the Company not less than Forty-eight hours before the meeting.

2. The register of members and Share Transfer Books of the Company will remain closed during the period from 25-04-2013 to 04-05-2013 (both days inclusive).
3. Members are requested to send all communications relating to shares and any change in address to the Registrar and Share Transfer Agent, M/s Venture Capital And Corporate Investments Private Limited. Members holding shares in identical order of names in more than one folio are requested to write to the Company enclosing the share certificates to enable the Company to consolidate their holding into one folio.
4. Members/ Proxies are requested to bring their copies of Annual Report to the meeting and the attendance slip duly filled in for attending the meeting. Additional copy of Annual Report and duplicate attendance slip will not be issued at the place of the meeting.
5. The ISIN (International Securities Identification Number) allotted to the Company's equity shares is **INE102E01018**.
6. Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956 in respect of special business is annexed hereto.
7. **Details of Director's seeking and appointment at the up-coming 18th Annual General Meeting (pursuant to Clause 49 of the Listing Agreement) :**
As required under the Listing Agreement, the particulars of Director's **Mr. Gangi Reddy, & Mr. Y.V. Ratna Kumar** who are proposed to be regularized as Director's are given below:

A	Name	Mr. N. Gangi Reddy
B	Brief Resume	
	i) Age	58 Years
	ii) Qualification	M.S.C.
	iii) Experience in specific functional area	21 years Experience in Pharma Industry
	iv) Date of appointment on the Board of the Company (S S Organics Limited)	26 th June 2011
C	Nature of expertise in specific functional Areas	3 years experience in Manufacturing of Pharma pellets
D	Names of other companies in which directorship held (as per Section 275 and 278 of the Companies Act, 1956)	NIL
E	Name(s) of companies in which committee Membership(s) held	NIL
F	No. of shares of Rs.10/- each held by the Director	NIL
G	Relationship between Directors inter se (As per section 6 and schedule 1A of the Companies Act, 1956)	No relation with other directors

A	Name	Mr. Y.V. Ratna Kumar
B	Brief Resume	
	i) Age	38 Years
	ii) Qualification	B.Tech
	iii) Experience in specific functional area	9 years Experience in Industrial Consultant
	iv) Date of appointment on the Board of the Company (S S Organics Limited)	26 th June 2011
C	Nature of expertise in specific functional Areas	NIL
D	Names of other companies in which directorship held (as per Section 275 and 278 of the Companies Act, 1956)	NIL
E	Name(s) of companies in which committee Membership(s) held	NIL
F	No. of shares of Rs.10/- each held by the Director	NIL
G	Relationship between Directors inter se (As per section 6 and schedule 1A of the Companies Act, 1956)	No relation with other directors

DIRECTORS REPORT

To
The Members of
S S ORGANICS LIMITED

Your Directors are pleased to present the 18th Annual Report of the Company together with the Audited financial Statements for the year ending 31st March, 2011

FINANCIAL RESULTS

	(Rs. In lacs)	
	For the year ending 31.03.2011 (12 months)	Previous period 31.03.2010 (12 months)
Total Income	-	-
Profit/ (Loss) before Financial Expenses and Depreciation	(15.05)	(15.55)
Profit/ (Loss) after Financial Expenses and Depreciation	(15.05)	(15.55)
	<u>(15.05)</u>	<u>(15.55)</u>
Less : Prior Year Adjustments	-	-
Profit / (Loss) for the year Before taxation.	(15.05)	(15.55)
Less: Deferred Tax Liability FBT	-	-
Profit / (Loss) after Tax	<u>(15.05)</u>	<u>(15.55)</u>

OPERATIONS:

The dispute raised by erstwhile Director, namely Mr.B.Subba Reddy has affected the company on various fronts viz. expansion, availability of working capital, own production and sales, tie-ups with large companies etc., Further, the AP Pollution Control Board has issued closure order of the factory of the company on 19th November, 2005, which the company successfully got revoked on 10.02.2006. Again the A.P.Pollution Control Board closed the unit on 15.04.2006 due to the instigation by Mr. B. Subba Reddy, the then Director. The A.P.Pollution Control Board has not renewed the Consent For Operations since 30.06.2006 to 22.10.2012. Mr. B. Subba Reddy has illegally and forcibly occupied the company w.e.f. 20.10.2006. From the date of Mr. B. Subba Reddy's occupation (20.10.2006), there was no drug license, no Consent For Operation from A.P.Pollution Control Board.

Mr. B. Subba Reddy committed number of statutory violations. The Company is under forcible and illegal occupation from 20.10.2006 to 15.05.2012.

All the operations of the Company came to standstill w.e.f. 20-10-2006 as the management of the Company was forcibly taken over by Mr.B.Subba Reddy. Brief description of management dispute is as follows:

Mr.B.Subba Reddy has illegally and forcibly occupied the company w.e.f. 20.10.2006 under a pretext that he has been appointed as Managing Director at the 13th Annual General Meeting which was conducted by him on his own even though, Mr.V.N.Sunanda Reddy was reappointed as Managing Director at the properly held AGM on 20-10-2006. Mr.B.Subba Reddy illegally occupied the factory and other assets of the Company till 15-05-2012 misrepresenting himself as Managing Director.

An Extra Ordinary General Meeting was held under the observation of the Advocate Observer appointed by the Hon'ble High Court of Andhra Pradesh on 26.06.2011. At the said meeting all the resolutions unanimously as proposed in the notice calling the meeting issued by Mr. V.N. Sunanda Reddy were approved. It is worthwhile to note that the said Extra Ordinary General Meeting was attended by shareholders holding 53,79,770 shares representing 52.73% of the total equity capital of 1,02,01,300 shares of SSOL. The Advocate Observer filed his report with the Hon'ble High Court of Andhra Pradesh on 29.06.2011.

In a Company Petition No.14/2007 with Hon'ble Company Law Board, Additional Principle Bench, Chennai, has held all the acts of Mr.B.Subba Reddy as null and void. Therefore, the Company is no way responsible/ liable for all acts, transactions, operations and other fillings done by Mr.B.Subba Reddy during his illegal occupation. Mr.B.Subba Reddy challenged the said Order of Hon'ble Company Law Board in the Hon'ble High Court of A.P. which has been dismissed upholding the Order of Hon'ble Company Law Board.

According to the said Orders the acts & transactions done, bank accounts operated, various statutory returns filed misrepresenting the facts by Mr.B.Subba Reddy during his illegal occupancy of factory are null and void. Accordingly the Company is no way responsible or liable for any of those acts or transactions or any other.

Mr.B.Subba Reddy has misappropriated some of the assets & funds and brought the plant & equipment to a dilapidated condition without proper usage and maintenance. Due to lack of proper security to the plant & machinery valuable items have been removed. The Company has filed a private criminal & civil complaint against Mr.B.Subba Reddy to recover the damages caused to the Company.

In view of the above, financial statements have been prepared in all material respects and in line of the Orders of Hon'ble Company Law Board in the Company Petition No. 14/2007 by Mr.V N.Sunanda Reddy whose, position as Managing Director has been upheld by the said Order.

On 16.05.2012, Mr. V N Sunanda Reddy, the present Managing Director has taken possession of the company and immediately started the revival work. At the time of taking possession it was observed that the machinery and equipment of the company are in dilapidated condition. All the cables, transformer, CTPT, MCC & PCC panels are tampered. The Auxiliary equipment of Reactors such as digital thermometers, Censors, Push Button stands are removed / sold out. Similar is the fate of Generators, Nitrogen Plant, Air Compressors, and (3) chilling plants. At the time of taking possession it is observed that the plant is without any watch and ward staff. There is no stock of any raw materials or finished goods. The same fact is also informed to Central Excise Department vide our letter dated 16.05.2012. No statutory records pertaining to Finance, Central Excise, sales and purchases, Commercial Taxes, PF, ESI, Secretarial records etc, are available in the company's Registered Office. The Registered Office is without any watch and ward staff and without any records.

The present management infused more than Rs. 300 Lacs for revival of the company and restored all the Machinery and Equipment. The entire cables, lights, transformer, CTPT, MCC & PCC panels are totally replaced and brought back the company to working condition and started renewing all the licenses.

Now the present management is contemplating for contract manufacturing work.

The company is confident of resolving all the issues and to improve its performance.

STATUS WITH BIFR:

The Net worth of the company eroded as per the audited accounts as on 31.03.1996 and hence a reference was made to Hon'ble Board for Industrial and Financial Reconstruction (BIFR) as required under Sections 15 of the Sick Industrial Companies (Special Provisions) Act, 1985 and registered as Case No. 91/97. IDBI was appointed as Operating Agency. The Hon'ble BIFR sanctioned a Scheme for revival of sick company (SSOL) vide its orders dt. 12.02.2002. The Board subsequently sanctioned a modified scheme vide its order dt. 27.01.2005. The company cleared the SBI and IDBI dues through One Time Settlement in 2002 and 2005 respectively.

Meanwhile on 20.10.2006, Mr. B. Subba Reddy, the then Director and share holder of the Company illegally and forcibly occupied the Company. Aggrieved by the actions of Mr. B. Subba Reddy, Mr. V. N. Sunanda Reddy approached the Hon'ble Company Law Board by filing Company Petition No: 14 of 2007. The Hon'ble Company Law Board vide its Judgment dt. 14.08.2009 allowed Company Petition and held that all the actions of Mr. B. Subba Reddy are null and void. Mr. B. Subba Reddy has challenged the Hon'ble Company Law Board order by filing a Company Application No: 22/09 before Hon'ble High Court of A.P. The Company application was dismissed upholding the orders of Hon'ble Company Law Board on 22.02.2012. Mr. V. N. Sunanda Reddy has taken re-possession of the company on 16.05.2012 and started renovation of the company. The Civil Court at Sanga Reddy, Medak Dist, on a suit filed by Mr. V. N. Sunanda Reddy in an interim order prohibited Mr. B. Subba Reddy in interfering with the management of the company. These fact were also reported to the Hon'ble BIFR.

The Hon'ble BIFR in its proceedings dt. 29.03.2012 directed IDBI which is a Monitoring Agency to submit a comprehensive status report along with its comments on the Company. The IDBI submitted its report to BIFR on 21.09.2012.

The Company has already submitted a draft Revival Scheme indicating that the present management is ready to induct upto Rs. 4,00,00,000/- (Rupees Four Crores Only) for the revival of the company and requested for several reliefs. The next hearing of BIFR is on 11.04.2013.

DIRECTORS

Mr. P. Ramachandra Gupta, Mr. N. Gangi Reddy, Mr. Y.V. Ratna Kumar and Dr. D. Sadasiva Reddy as directors and Mr. V.N. Sunanda Reddy as Managing Director were appointed at the Extra-Ordinary General Meeting held on 26th June, 2011 under the observation of the Advocate Observer appointed by the Hon'ble High Court of Andhra Pradesh on 26th June, 2011.

Dr. D. Sadasiva Reddy and Mr. P. Ramachandra Gupta retire by rotation at the ensuing Annual General Meeting and being eligible offers themselves for reappointment.

PARTICULARS REQUIRED U/S 217(2A) OF THE COMPANIES ACT, 1956, R/W THE COMPANIES (PARTICULARS OF EMPLOYEES) RULES, 1975, FOR THE YEAR UNDER REVIEW ARE AS UNDER:

No employee of the Company was in receipt of remuneration, during the financial year 2010-2011, in excess of the sum prescribed under Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules 1975 as amended.

FIXED DEPOSITS

The Company has not accepted any deposits which cover under the section 58A of the Companies Act, 1956.

DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to Section 217 (2AA) of the Companies Act, 1956 Your Directors' confirm that:

- i. In preparation of annual accounts for the financial year ended 31st March, 2011 the applicable Accounting Standards have been followed.
- ii. The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the Company at the end of the financial year ended 31st March, 2011 and of the profit and loss of the Company for the year.
- iii. The Directors have taken proper and sufficient care for their maintenance of adequate accounting records in accordance with the provisions of the Company Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities and
- iv. The Directors have prepared the annual accounts on a going concern' basis.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

As required under Section 217 (1) (e) of the Companies Act, 1956 read with Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988, the information is given as Annexure to this report.

CORPORATE GOVERNANCE

Your Company has complied with the requirements of Clause 49 of the Listing Agreement entered with the Stock Exchanges. Report on Corporate Governance including Auditor's certificate on compliance with the code of Corporate Governance under Clause 49 of the Listing Agreement is enclosed as Annexure to this report.

MANAGEMENT DISCUSSION AND ANALYSIS

A report on the Management Discussion and Analysis for the year under review is annexed hereto and forms part of the Annual Report.

AUDITORS

M/s. VDNR & Associates, Chartered Accountants have been appointed as Statutory Auditors of the Company to hold office until the conclusion of Annual General Meeting to be held for the financial year 2011-2012 at the extra-ordinary general meeting held on 18th March, 2013. As such M/s VDNR & Associates, Chartered Accountants will continue to hold office until the conclusion of Annual General Meeting to be held for the year 2011-12.

ACKNOWLEDGEMENTS

Your Directors wish to express their gratitude to the Central and State Governments, investors, analysts, financial institutions, banks, business associates and customers, the medical profession, distributors and suppliers for their whole-hearted support. Your Directors commend all the employee of your Company the their continued dedication, significant contributions, hard work and commitment.

For and on behalf of the Board of Directors

Sd/-
VN SUNANDA REDDY
Chairman

Place : Hyderabad.

Date : 28-03-2013

ANNEXURE TO THE DIRECTOR'S REPORT
Form 'A'

Information required under the Companies (Disclosures of Particulars in the Report of the Board of Directors) Rules, 1988

01.Conservation of Energy	2010-2011 (12 months)	2009-2010 (12 months)
POWER AND FUEL		
Number of Units Consumed (Nos. in Lakhs)	-	-
Unit Rate (Rs.)	-	-
Total Amount (Rs. in Lakhs)	-	-
OWN GENERATION (Through D.G.SET)		
Number of Units Consumed (Nos. in Lakhs)	-	-
Unit Rate (Rs.)	-	-
Total Amount (Rs. in Lakhs)	-	-
COAL		
Quantity (MT)	-	-
Total Cost (Rs. in Lakhs)	-	-
Average Rate (M.T.in Rs.)	-	-

FORM 'B'
PARTICULARS WITH RESPECT TO TECHNOLOGY ABSORPTION
01. RESEARCH & DEVELOPMENT

The Company is carrying out Research and Development in Process Development to achieve required yields and to make the price competitive in the market.

02. TECHNOLOGY ABSORPTION

The Company has not acquired any specific technology for its operations. The process technologies are acquired indigenously. The Plant & Machinery are installed keeping in view the present process requirements.

03. CONSERVATION OF ENERGY

The company has already implemented energy conservation measures to conserve and optimize the use of energy through improved operation methods and other means will continue.

04. FOREIGN EXCHANGE EARNINGS AND OUT GO

Foreign exchange earnings during the year is Rs. NIL & outflow is NIL.

MANAGEMENT DISCUSSION AND ANALYSIS:
01. INDUSTRY REVIEW

The overall performance of Pharmaceutical Industry both in domestic and international market is very buoyant. Lot of opportunities for improving overall performance of Indian Pharmaceutical Industry is available presently. The Management is optimistic to grab such opportunities in coming years, provided the operations are conducted smoothly without any hindrance and litigations.

02. OPPORTUNITIES, RISKS AND THREATS

The Company is no exception to the competition from the market, new technologies and stringent patent laws. The Company has already identified such risks and trying to counter them over a period of time.

03. INTERNAL CONTROL SYSTEMS & ADEQUACY

The management has realized the importance of internal controls and systems, while improving the operations during the period under review. Accordingly strict systems have been laid down which are checked and audited periodically by the Internal Auditors and the same is being monitored by the members of the Audited Committee from time to time. The systems are well laid out as per ISO-9000-2001 Certificate for Systems implementation.

04. FINANCIAL PERFORMANCE:

As Mr.B.Subba Reddy forcibly took over the management of the Company, the Company could not carry on with the operations subsequent to 20.10.2006, which had effect on the financial performance of the Company and the Company is trying to revive the operations.

05. HUMAN RESOURCES:

Due to litigation with regard to the management of the Company, the Company could not concentrate on Human Resources. But the Company shall take steps to attract and retain the best talent.

06. CAUTIONARY STATEMENT:

Statements in the "Management Discussion and Analysis" describing the company's objectives, estimates, expectations or projections may be "forward looking statements" within the meaning of applicable laws and regulations. Actual results could differ materially from those expressed or implied.

CORPORATE GOVERNANCE REPORT

(As required under Clause 49 of the listing agreement)

1. CORPORATE GOVERNANCE PHILOSOPHY:

The Company is committed to the highest standards of Corporate Governance Practices. The Company relies on the strong Corporate Governance systems and policies of business for healthy growth, accountability and transparency. Good Corporate Governance will certainly benefit the Board and Management to carry out the objectives effectively for the benefit of the company and its shareholders. The code of Corporate Governance emphasizes the transparency of systems to enhance the benefit of shareholders, customers, creditors and employees of the Company. In addition to compliance with regulatory requirements, the Company endeavors to ensure that the highest standards of ethical conduct are maintained throughout the organization.

2. BOARD OF DIRECTORS:

The Board comprises of the following Directors:

Name of the Director	Category
V.N Sunanda Reddy	Managing Director
P.Ramachandra Gupta	Director
N.Gangi Reddy	Director
Y.V Ratna Kumar	Director
Dr.D.Sadasiva Reddy	Director

3. COMMITTEES OF DIRECTORS:
A. Audit Committee

The Audit Committee comprises of:

S.No	Name of the Director
1	N.Gangi Reddy
2	P.Ramachandra Gupta
3	Dr.D.Sadasiva Reddy

B. REMUNERATION COMMITTEE

The Remuneration Committee comprises of:

S.No	Name of the Director
1	N.Gangi Reddy
2	P.Ramachandra Gupta
3	Dr.D.Sadasiva Reddy

C. INVESTOR RELATIONS COMMITTEE

The present composition of the Investors relations Committee (Shareholders/ Investors grievances Committee) is as under:

S.No	Name of the Director
1	N.Gangi Reddy
2	V.N.Sunanda Reddy

4. DISCLOSURES
A. Disclosures on Materially Significant Related Party Transactions

There were no materially significant related party transactions compared to the business volume of the Company during the year conflicting with the interest of the Company.

B. As per the Internal Code of Conduct the employees have been given access to the Audit Committee.

C. Code of Conduct

The Company has framed the Code of Conduct for Directors and Senior Management. The Code of Conduct is applicable to all Directors and senior Management of the Company. All the members of the Board and Senior Management of the Company have affirmed compliance with their respective Codes of Conducts for the financial year ended 31st March, 2011.

D. Relationship inter-se among directors

In accordance with the provisions of Section 6 read with Schedule IA no Directors of the Company are related to each other.

5. MEANS OF COMMUNICATION

A. Management Discussion and Analysis forms part of this Annual Report.

6. GENERAL SHAREHOLDER'S INFORMATION**A. Financial Year** : 1st April 2010 to 31st March 2011**B. Book Closure** : 25-04-2013 to 04-05-2013**C. Listing on Stock****Exchanges** : 1. BSE Limited,
Phiroze Jeejeebhoy
Towers, Dalal Street,
Mumbai
2. Stock Code

Name of the Stock Exchange	Stock Code	Scrip Code
Bombay Stock Exchange Limited	524636	SSORGS
Demat ISIN No. for CDSL	INE102E01018	

The Companies Securities are listed on the BSE Limited

All Services relating to share transfer/transmissions and information may be addressed to:

D. Registrar and Share Transfer Agent

M/s. Venture Capital & Corporate Investments Limited
12-10-167, Bharat Nagar,
Hyderabad – 500 018.
Phone No. 040-23818475/476
Fax No. 040-23868024
e-mail : info@vccilindia.com

The Company periodically audits the operations of share transfer agent.

E. Share Transfer System

Share Transfers in physical form shall be lodged with the Registrar at the above-said address. The share transfers are generally processed by our Registrars within 15 days from the date of receipt provided the documents are complete in all respects.

F. Dematerialization of shares and liquidity

The Company has made necessary arrangement with Central Depository Services (India) Limited (CDSL) for dematerialization facility.

G. Address for Correspondence

S S Organics Limited
170/C, Sree Srinivasa Nilayam,
Vengalrao Nagar, Hyderabad – 500 038,
Andhra Pradesh.
Ph:040- 20004158/23713690
Fax: 08455-250080

For and on behalf of the Board of Directors
For S S ORGANICS LIMITED

Sd/-

N Gangi Reddy
Director
Place : Hyderabad

Date : 28-03-2013

Sd/-

V.N.Sunanda Reddy
Managing Director

AUDITOR'S REPORT

To
The Members of **S S ORGANICS LIMITED**,

1. We have audited the attached Balance Sheet of **S S ORGANICS LIMITED**, as at 31st March, 2011 the Profit and Loss Account and also the Cash Flow Statement for the year ended on that date annexed thereto. These Financial Statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on the financial statements based on our audit.
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 statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) order, 2003 issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the annexure a statement on the matters specified in paragraph 4 and 5 of the said order.
4. Attention is drawn to our comments on the accounts as under:
 - Dispute was arisen among its Board of Directors regarding the Management of the company and a Case was filed before the Hon'ble High Court by its Board of Directors. The Hon'ble High Court in its order dated 22-2-2012 has given a favorable orders to the Present Management of the Company by declaring that the Transations of Previous Management was declared as Null and void. So while preparing the Audited Financial of the Current financial year we have considered the Transactions purely done by the Present Management of the Company.
 - Accounting policy number '5' & Notes No.3 in schedule number 'J' regarding Non-provision of Gratuity on Actuarial Valuation and Leave encashment Salary as per Accounting Standard-15.
 - Note No. (1) Regarding non- availability of statutory records pertaining to Finance, Central Excise, sales and purchases, Commercial Taxes, PF, ESI, Secretarial records etc.
 - Note No. 2 Regarding non-confirmation of Debtors Balances.
 - Note No.4 Regarding non-confirmation and reconciliation of certain Current Assets and Current Liabilities.
 - Note No 5 Regarding Non-identificationof Small scale industrial Undertakings whose outstanding is more than Rupees on lakh for more than 30 days.
 - Note No. 13 regarding the amount paid to Central Excise Department consequent to Search proceedings by the said Department. Pending information of outcome of the said proceedings, the liability, if any cannot be ascertained and provided for in these accounts.
 - Note No. (1) (a) of accounting policies regarding preparation of accounts on principles applicable to the going concern.
 - Note No. 14 Regarding Non-Provisiion of Depreciation on Fixed assets
 - Note No. 15 Regarding Pending Legal cases against the company

5. Further to our comments in the annexure referred to above, we report that :
- i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - ii) In our opinion, proper books of accounts as required by law have been kept by the Company so far as appears from our examination of those books;
 - iii) The balance sheet, the profit and loss account and cash flow statement dealt with by this report are in agreement with the books of accounts;
 - iv) In our opinion, the balance sheet, profit and loss account and cash flow statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956 except in clause 4 above.
 - v) We have not received any written representations from the directors, as on 31st March, 2011, So we are unable to comment whether any of those Directors are disqualified from being appointed as a Director as on 31st March, 2011 in terms of clause (g) of sub-section (1) of Sec. 274 of the Companies Act, 1956;
 - vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts subject to our comment in Para 4 above, read in conjunction with the Notes annexed there with give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
 - (a) in the case of balance sheet, of the state of affairs of the company as at 31st March, 2011;
 - (b) in the case of profit and loss account, of the Loss for the year ended on that date; and
 - (c) in the case of the cash flow statement, of the cash flows for the year ended on that date:

Place: Hyderabad

Date : 28-03-2013

For VDNR & ASSOCIATES
Chartered Accountants

Sd/-
(D. Venkateswarlu)
Partner
Membership No.: 028488
Firm Reg. No. 011251S

Annexure to the Auditor's Report**Re: S S ORGANICS LIMITED**

Referred to in paragraph 3 of my report of even date.

- (i)
- (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - (b) Since the Management has not physically verified the fixed assets of the company during the year, we are unable to comment on the reasonability of the verification regarding to the size of the company and material discrepancies of fixed assets.
 - (c) Though the Company has not disposed off any substantial part of its Fixed Assets during the year. In our opinion and according to the information and explanations given to us, during the previous years, the plant and equipment are went to dilapidated condition. This affects the going concern status.
- (ii)
- (a) According to the information and explanations given to us, the company has no Inventories through out the year. Hence the clauses (b) & (c) are not applicable for the Current Financial Year.
- (iii)
- (a) According to the information and explanations given to us, the register under Section 301 of the Companies Act, 1956 is not traceable. The Management has informed that, the Company has not granted any loans, secured or unsecured to companies, firms and others in the Register maintained under Section 301 of the Companies Act 1956. Accordingly the provisions of (iii) (b), (iii) (c), (iii) (d) of the Companies (Auditors Report) Order 2003 (as amended) are not applicable to the Company.
 - (b). As per information provided, the company has taken loans from parties covered in the register to be maintained under section 301 of the companies act, 1956. The maximum amount involved during the year was Rs.5,405,251/- and the year end balance taken from such persons was Rs.5,405,251/-
 - (c). These amounts are interest free and other terms and conditions of loans taken by the company which are unsecured are prima facie not prejudicial to the interests of the company.
 - (d). The amounts brought in are having no specific repayment period.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to purchases of inventory, fixed assets and with regard to the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control system of the Company.
- (v)
- (a) According to the information and explanations given to us, the register under section 301 of the Companies Act 1956 is not traceable. We are unable to comment on the same in the absence of such register furnished to us.
 - (b) We are unable to comment whether any transactions exceeding the value of rupees five lakhs in respect of any party during the year were been made at prices which are reasonable having regard to prevailing market prices at the relevant time, in the absence of such register.
- (vi) In our opinion and according to the information and explanations given to us, The company has outstanding unsecured loans as on the balance sheet date Rs. 1,64,61,515/- which were accepted by the company during the period prior to and subsequent to the reference to the Hon'ble BIFR under SICA. Any shortfall of funds in the implementation of the scheme should be met by the company/promoters as per sanctioned scheme of the Hon'ble BIFR. In this scenario, we are not in a position to express our views with regard to applicability of provisions of Sections 58 A and 58AA of the Act and the rules framed there under as on 31st March, 2011.

- (vii) In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- (viii) According to the information and explanations given to us, the Cost records to be maintainable under section 209 (1) (d) of the Companies Act 1956 are not traceable. Hence We are unable to comment on the same in the absence of such register furnished to us.
- (ix) (a). The Company is generally not regular in depositing Statutory dues including Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Custom Duty, Excise, Cess, Wealth Tax, Service Tax and other statutory dues with appropriate authorities. According to the information and explanation given to us, arrears of undisputed amount outstanding as at 31st March 2011 for a period of more than six months from the date they became payable are as follows

<u>Nature of Dues</u>	<u>Due Amount in Rs.</u>
(i). Provident Fund	Rs.89,285/-
(ii). Employees State Insurance	Rs.25,997/-
(iii). Tax deducted at source	Rs.27,41,860/-
(iv). Fringe Benefit Tax	Rs.3,31,799/-
(v). Sales Tax	Rs.42,18,688/-
(vi) Professional Tax	Rs.1,37,450/-

(b). The Statement of Disputed dues as required by the clause are as given under

Name of the Authority	Nature of Dues	Amount in Rs.	Financial Year to which the amount relates	Forum where disputes are pending.
Customs Duty Department	Customs Duty	Rs.62,40,052/-	FY:1996-97	Hon'ble Customs, Excise, Gold (Control) Appellate Tribunal, Bangalore
Assistant Commissioner of Provident Fund, Pattancheru, Medak District	Provident Fund	Rs.13,74,918/-	_____	Employees Provident Fund Appellate Tribunal, New Delhi.

- (x) The company is Sick Industrial Company with in the meaning of clause (o) of sub-section 3 of the Sick Industrial Companies (Special Provisions) Act, 1985 (SICA). The accumulated losses of the company at the end of the accounting period are more than the fifty percent of its net worth. Further, the Company has incurred cash losses during the financial year is Rs.15,05,310/- covered by our audit and the immediately preceding financial year is Rs. 15,55,218/-
- (xi) As per the information received and explanations given to us, the Company has no outstanding dues to any Banks or financial institutions or debentures holders.
- (xii) As explained to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities and the Company is not required to maintain any records thereof.
- (xiii) In our opinion, the Company is not a chit fund or a nidhi/mutual benefit fund/society. Therefore, the provisions of clause 4 (xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (xiv) In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4 (xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.

- (xv) In our opinion, the Company has not given any guarantees for loans taken by others from banks or financial institutions.
- (xvi) The company has not obtained any Term Loans during the period under review.
- (xvii) According to the information and explanations given to us the funds raised during the period under review on short term basis have not been used for long-term investment.
- (xviii) According to the information and explanations given to us, the Company has not made preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Act.
- (xix) According to the information and explanations given to us, during the period covered by our audit report, the Company had not issued any debentures.
- (xx) The Company had not raised any money by public issues during the period covered by audit.
- (xxi) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of our audit.

Place: Hyderabad

Date: 28-03-2013

VDNR & ASSOCIATES
Chartered Accountants

Sd/-
D. Venkateswarlu
Partner
Membership No.: 028488
Firm Reg. No. 011251S

J. NOTES FORMING PART OF THE ACCOUNTS**SIGNIFICANT ACCOUNTING POLICIES:****1. Accounting Convention:**

The Financial statements are prepared as a going concern under the historical cost convention on accrual basis and in accordance with the applicable accounting standards issued by the Institute of Chartered Accountants of India. Even though the factory is under closure from 15th April' 06 as per the closure Orders of the Pollution Control Board, since the company is contesting the said order at higher legal forum and confident of appropriate legal remedy for restart of the factory. As on date of 31st March 2011, the Company is not a Going Concern. However as on date of this report, the Company is a going concern as on the date of this Report and accordingly financials has been prepared.

2. Fixed Assets:

- a) Fixed Assets are stated at their cost of acquisition comprising of the purchase price and any attributable cost of bringing the asset to working condition for the intended use.
- b) Depreciation is provided on Straight line method on pro-rata basis in accordance rates prescribed under Schedule XIV of the Companies Act, 1956.
- c) The Carrying amount of assets are reviewed at each balance sheet date when required to assess whether they are recorded in excess of their recoverable amounts and where carrying values exceed the estimated recoverable amount, assets are written down to their recoverable amount.

3. Inventories:

- a) Raw Materials, Packing Materials, Stores, Spares and Consumables are valued at cost, calculated on "First-in-First-Out (FIFO) "basis, which either equal to or Less than the realizable value. Items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost.
- b) Finished goods and Work-in-process are valued at lower of the cost and net realizable value. In respect of finished goods, cost includes material, labour and proportion of appropriate overheads and excise duty.

4. Revenue recognition:

Revenues are recognized on accrual basis. Sales are recognized exclusive of Excise Duty and Sales Tax.

5. Retirement Benefits:

- a) The Company's contribution to Provident Fund is recognized on accrual basis.
- b) Gratuity and Leave Encashment Liability is provided on the basis of actuarial valuation at the end of each financial year.

6. Deferred Taxation:

Deferred Tax resulting from timing differences between book and tax profit is accounted for under the liability method, at the current rate of tax, to the extent that the timing differences are expected to crystallize.

7. Contingencies.

Loss arising from claims, litigation, assessments, fines, penalties etc., are provided for when it is probable that a liability may be incurred and the amount can be reasonably estimated.

II NOTES ON ACCOUNTS:

- 1) Due to Deadlock in the Management of the company during the FY : 2006-07, at present No statutory records pertaining to Finance, Central Excise, sales and purchases, Commercial Taxes, PF, ESI, Secretarial records etc, are available in the company for the FY : 2010-11.
- 2) The Management is in the process of Confirmation and reconciliation of balances of sundry debtors at the end of the year. Pending confirmation of balances and reconciliation of the debtors and the consequent impact on the Profits/ Losses is not ascertained.
- 3) During the Current Financial Year, since the Employee statutory records are not traceable, the Management has not provided for Gratuity and Leave encashment as per Actuarial valuation as per Accounting Standard – 15. The salaries and wages which were paid in part to the Employees are recognized as Staff salary and advances, since the salaries and wages are not provided for full value in Books of accounts due to Court pending case. Hence Employee Statutory obligations like PF, ESI, and Professional tax are also not provided for in the books of accounts.
- 4) Deposits, Loans and advances, inoperative bank accounts, unsecured loans and sundry creditors are subject to confirmation and reconciliation. However necessary action in this regard is already initiated. Pending confirmation/reconciliation and review by the Company, consequential adjustments arising thereon, if any are presently are not ascertainable.
- 5) In the absence of the information about the “Small scale industrial undertakings” status of its Sundry Creditors, at present the Management is unable to quantify the amounts due to Small scale industrial undertakings exceeding rupees one lakh which is outstanding for more than 30 days.
- 6) Remuneration to Directors

During the Current Financial year, The Company provides the following remuneration.

Particulars	01-04-10 to 31-03-11(12 Months)	01-04-09 to 31-03-10 (12 Months)
Managing Director – Salary & Allowances	5, 76,000	5, 76,000
Perquisites	3, 24,000	3, 24,000
Total	9,00,000	9,00,000

7). Leases :

The Company has no financial leases. Operating lease is in the nature of lease of office premises with no restrictions and is renewable at mutual concept.

8). Annual Capacities

(As Certified by the Management)

DETAILS	2010-11	2009-10
Registered / Installed Capacity	320 TPA	320 TPA

9). CONTINGENT LIABILITIES :

	As at 31st March, 11	As at 31st March, 10
	Rs	Rs
(i) Estimated Amount of Contracts Remaining to be executed on Capital account and not provided for	0.00	0.00
(ii) Exported obligation	70,00,000	70,00,000
(iii) Claims not acknowledged as debts	76,14,970	76,14,970

10). FOREIGN EXCHANGE TRANSACTIONS :

Inflow - Nil
Outflow - Nil

11). Earnings per Share:

Particulars	As at 31st March 2011	As at 31st March 2010
Net Profit/(Loss) for the Year	(15,05,310)	(15,55,218)
No.of Equity Shares (Face Value of Rs.10/- each)	1,02,01,300	1,02,01,300
EPS	—	—

12). During the year ended 31st March 2011, the company has entered into with related parties. The transaction together with the related balance as 31st March 2011 are presented in the following table:

Name of the Related Party/ Nature of Transactions	Nature of Relationship	31st March 2011	31st March 2010
B). V N Sunanda Reddy 1. Salary & Allowances 2. Perquisites	Key Management Personnel	5,76,000	5,76,000
		3,24,000	3,24,000
		Total	9,00,000

- 13). Loans and Advances includes amount paid to the Central Excise Department, consequent to Search Proceedings carried out by the said department. The said payment is to meet the liability, if any, to the department. Pending outcome of the said proceedings, the payment is reflected as loans and advances in these accounts.
- 14). During the Current Financial Year, the company has not provided for depreciation on its fixed assets, since the company is not a going concern as on 31st March 2011. Depreciation has been provided in books of accounts, the loss after tax will be increased by Rs. 1,11,43,944/-
- 15). 28 cases are pending against the company as on 31st March 2011.
- 16). Figures for the previous period have been regrouped and reclassified wherever necessary to be in conformity with the current period.

As per our report of even date attached

For VDNR & Associates
Chartered Accountants

Sd/-
(VENKATESWARLU .D)
Partner

for and on behalf of the board

Sd/-
(V N SUNANDA REDDY)
Managing Director

Sd/-
(N. GANGI REDDY)
Director

Date : 28-03-2013

Place : Hyderabad.

Balance Sheet As at 31-03-2011					
	Schedule No.	As at 31-03-2011		As at 31-03-2010	
		Rs.	Rs.	Rs.	Rs.
I Sources of Funds :					
(1) Share Holders Funds :					
(a) Share Capital	A		102,013,000		102,013,000
(2) Loan Funds :					
(a) Secured Loans	B	25,000,000		25,000,000	
(b) Un-Secured Loans	C	28,032,162	53,032,162	27,125,986	52,125,986
(3) Deferred Tax Liability			19,372,738		19,372,738
Total			174,417,900		173,511,724
II Application of Funds :					
(1) Fixed Assets :					
(a) Gross Block	D	197,597,453		197,597,453	
(b) Less : Depreciation		74,394,800		74,394,800	
(c) Net Block			123,202,653		123,202,653
(d) Capital Work In Progress			-		-
(2) Investments	E		493,900		493,900
(3) Current assets, loans and advances	F				
(a) Inventories		-		-	
(b) Sundry debtors		4,153,608		4,153,608	
(c) Cash and bank balances		16,106		16,044	
(d) Other current assets		-		-	
(e) Loans and advances		86,35,221		8,615,540	
		12,804,935		12,785,192	
Less :					
Current liabilities & provisions :	G				
(a) Liabilities		92,582,263		91,963,386	
(b) Provisions		2,355,710		2,355,710	
		94,937,973		94,319,096	
Net Current Assets			(82,133,038)		(81,533,904)
(4) Deferred Tax Asset			-		-
(5) Profit and Loss Account			132,854,385		131,349,075
Total			174,417,900		173,511,724
(6) Significant Accounting Policies					
Notes on Accounts	J				

The Schedules referred to herein form an integral part of the Balance Sheet

As per my report of even date

For VDNR & Associates

Chartered Accountants

for and on behalf of the board

Sd/-

(VENKATESWARLU .D)

Partner

Sd/-

(V N SUNANDA REDDY)

Managing Director

Sd/-

(N. GANGI REDDY)

Director

Date : 28-03-2013

Place : Hyderabad.

Profit & Loss Account for the year ended 31-03-2011					
	Schedule No.	For the Year ended 31-03-2011		For the Year ended 31-03-2010	
		Rs.	Rs.	Rs.	Rs.
I Income :					
Sales		-			-
Less-Excise Duty		-		-	
Other Income			-		-
Total		-		-	
II Expenditure :					
Salaries, wages and Benefits to Employees	H		1,168,902		1,101,600
Administrative and selling expenses	I		336,408		453,618
			1,505,310		1,555,218
Profit For the year Before Extra-Ordinary Items			(1,505,310)		(1,555,218)
Add/(less) ; Extra Ordinary Items			-		-
Profit For the year Before Prior Period Items			(1,505,310)		(1,555,218)
Add/(less) ; Prior Period Items			-		-
Profit for the Year Before Taxation			(1,505,310)		(1,555,218)
III Less : Provision for Taxation					
- Current Tax		-		-	-
- Deferred Tax		-		-	-
- Fringe Benefit Tax		-		-	-
Profit After Taxation			(1,505,310)		(1,555,218)
IV Add : Carried Forward Loss from Previous Year			(131,349,075)		(129,793,857)
Net Loss Carried to Balance Sheet			(132,854,385)		(131,349,075)
Notes to Accounts	J				

The Schedules referred to herein form an integral part of the Profit & Loss Account

As per my report of even date

For VDNR & Associates

Chartered Accountants

for and on behalf of the board

Sd/-
(VENKATESWARLU .D)
Partner

Sd/-
(V N SUNANDA REDDY)
Managing Director

Sd/-
(N. GANGI REDDY)
Director

Date : 28-03-2013
Place : Hyderabad.

Cash flow statement for the year ended 31-03-2011 (As required Under Clause 32 of Listing Agreement with Stock Exchanges)				
	For the Year ended 31-03-2011		For the Year ended 31-03-2010	
	Rs.	Rs.	Rs.	Rs.
A) CASH FLOW FROM OPERATING ACTIVITIES				
Net profit before tax and extraordinary items	(1,505,310)		(1,555,218)	
Adjustment for :				
Add :- Depreciation	-		-	
Add :- Interest income	-		-	
Add :- Interest and Financial charges	-		-	
Operating Profit/(Loss) before working capital charges		(1,505,310)		(1,555,218)
(Increase)/Decrease in Inventories	-		-	
(Increase)/Decrease in Sundry Debtors	-		-	
(Increase)/Decrease in Other Current Assets	-		-	
(Increase)/Decrease in Loans and advances	(19,681)		15,734	
Increase/(Decrease) in Current Liabilities	618,878		832,748	
Increase/(Decrease) in Provisions	-	599,196	-	817,014
Increase/(Decrease) in Working Capital Limits				
CASH GENERATED FROM OPERATIONS		(906,114)		(738,204)
Income Taxes paid		-		-
Cash flow before extraordinary items		(906,114)		(738,204)
Extraordinary items		-		-
Net cash from operative activities (A)		(906,114)		(738,204)
B) CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of fixed assets		-		-
Interest received		-		-
Sales of Fixed assets		-		-
Net cash used in investing activities (B)		-		-
C) CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from issue of share capital		-		-
Proceeds from long term & Other borrowings		906,176		736,436
Interest Paid		-		-
Net cash used in financial activities (C)		906,176		736,436
Net increase in cash and cash equivalents		62		(1,768)
Cash and cash equivalents at the beginning of the year		16,044		17,812
Cash and cash equivalents at the end of the year		16,106		16,044

As per my report of even date
For VDNR & Associates
Chartered Accountants

for and on behalf of the board

Sd/-
(VENKATESWARLU .D)
Partner

Sd/-
(V N SUNANDA REDDY)
Managing Director

Sd/-
(N. GANGI REDDY)
Director

Date : 28-03-2013
Place : Hyderabad.

Schedules to the Balance sheet As At 31-03-2011

	as at 31-03-2011		as at 31-03-2010	
	Rs.	Rs.	Rs.	Rs.
SCHEDULE - A :				
SHARE CAPITAL				
AUTHORISED				
10,500,000 Equity Shares of Rs. 10/- each		105,000,000		105,000,000
ISSUED SUBSCRIBED AND PAID UP				
1,02,01,300 Equity Shares of Rs. 10/- each fully paid up (Prv. Year 1,02,01,300 equity shares of Rs. 10/- each)		102,013,000		102,013,000
		102,013,000		102,013,000
SCHEDULE - B :				
SECURED LOANS				
(i) From Others (Secured by Hypothecation of Movable Fixed as assets of the company)		25,000,000		25,000,000
		25,000,000		25,000,000
SCHEDULE - C :				
UNSECURED LOANS				
(i) Other Loans				
a) From Directors & Others		16,461,515		15,555,339
b) Sales tax Deferement Loan		11,570,647		11,570,647
		28,032,162		27,125,986



Figures in Rupees

As per Companies Act ;

SCHEDULE - D :
FIXED ASSETS AND DEPRECIATION

Assets	GROSS BLOCK				DEPRECIATION				NET BLOCK	
Particulars	As at 01-04-2010	Additions	Deletions	As at 31-03-2011	As at 1-04-10	For the year	Deletions	As at 31-03-2011	As at 31-03-2011	As at 31-03-2010
Land	1,887,730	-	-	1,887,730	-	-	-	-	1,887,730	1,887,730
Plant and Machinery	143,906,803	-	-	143,906,803	58,906,230	-	-	58,906,230	85,000,573	85,000,573
Building	40,733,007	-	-	40,733,007	10,440,516	-	-	10,440,516	30,292,491	30,292,491
Furniture & Fixtures	996,606	-	-	996,606	589,757	-	-	589,757	406,849	406,849
Office Equipments	1,519,422	-	-	1,519,422	606,228	-	-	606,228	913,194	913,194
Data Processing Equipment	962,695	-	-	962,695	582,024	-	-	582,024	380,671	380,671
Misc Fixed Assets	3,108,171	-	-	3,108,171	1,629,662	-	-	1,629,662	1,478,509	1,478,509
Vehicles	589,052	-	-	589,052	97,831	-	-	97,831	491,221	491,221
QC Lab Equipments	3,893,967	-	-	3,893,967	1,542,552	-	-	1,542,552	2,351,415	2,351,415
TOTAL	197,597,453	-	-	197,597,453	74,394,800	-	-	74,394,800	123,202,653	123,202,653
Previous Year figures	197,597,453	-	-	197,597,453	74,394,800	-	-	74,394,800	123,202,653	123,202,653

Schedules to the Balance sheet As At 31-03-2011

	as at 31-03-2011		as at 31-03-2010	
	Rs.	Rs.	Rs.	Rs.
SCHEDULE - E :				
INVESTMENTS :				
A. Long Term Investments				
Unquoted				
49,390 Equity shares in M/s Pattancheru		493,900		493,900
Enviro-Tech Ltd of Rs. 10/- each				
		493,900		493,900
SCHEDULE - F:				
CURRENT ASSESTS, LOANS & ADVANCES				
A. Current Assests :				
i. Inventories				
(at Lower of Cost or Net Realisable Value)				
a) Raw Material	-		-	
b) Finished Goods	-		-	
c) Work-in-Progress	-		-	
d) Consumables	-	-	-	-
ii. Sundry Debtors				
(Unsecured)				
Debts outstanding for more than six months				
- Considered good	4,153,608		4,153,608	
- Considered doubtful of recovery	-		-	
Others	-	4,153,608	-	4,153,608
iii. Cash and Bank balances				
a) Cash on Hand	1,739		1,105	
b) Balance with Scheduled Banks				
Current Account	14,367		14,938	
Deposit Account	-	16,106	-	16,044
iv. Accured Interest				
		-		-
B. Loans & Advances				
(Unsecured Considered Good)				
Advances recoverable in Cash or kind or for value to be received or pending adjustments)				
a) Staff Advances	2,891,480		2,891,480	
b) Advances to Suppliers	10,190		10,190	
c) Deposits	2,321,539		2,321,539	
d) Other Advances	1,624,764		1,605,083	
e) Balances with Revenue & Other Authorities	1,787,248	8,635,221	1,787,248	8,615,540
		12,804,935		12,785,191

Schedules to the Balance sheet As At 31-03-2011

	As at 31-03-2011		As at 31-03-2010	
	Rs.	Rs.	Rs.	Rs.
SCHEDULE -G :				
CURRENT LIABILITIES & PROVISIONS				
A. Current Liabilities :				
Sundry Creditors for Goods, Services and Expenses		92,582,263		91,963,386
B. Provisions :				
a) Provisions for Retirement Benefits	2,023,911		2,023,911	
b) Provision for Fringe Benefit Tax	331,799	2,355,710	331,799	2,355,710
		94,937,973		94,319,096

Schedules to the Profit and Loss Account for the year ending 31-03-2011

	For the year ended 31-03-2011		For the year ended 31-03-2010	
	Rs.	Rs.	Rs.	Rs.
<u>SCHEDULE -H:</u>				
SALARIES, WAGES AND OTHER BENEFITS TO EMPLOYEES				
a) Salaries and Wages		1,168,500		1,101,600
b) Staff Welfare		402		-
		1,168,902		1,101,600
<u>SCHEDULE -I</u>				
<u>ADMINISTRATIVE EXPENSES :</u>				
a) Rent		108,000		108,000
b) Legal, Professional Charges		76,500		249,594
c) Printing and Stationery		32,233		48
d) Remuneration to Auditors				
Audit Fees	55,000		55,000	
Other Services	5,000	60,000	5,000	60,000
e) Postage and Telephones		44,364		18,978
f) Bank Charges		571		2,185
g) Travel and conveyance		7,281		9,813
h) Other expenses		7,459		5,000
		336,408		453,618

BALANCE SHEET ABSTRACT AND COMPANY BUSINESS PROFILE

a) Registration details	Registration No. :	12038	State Code	01
	Banance Sheet date	31-03-2011		
b) Capital Raised During the year (amount in Rs. thousands)	Public issue	-	Rights issue	-
	Bonus Issue	-	Private Placement & others	-
c) Position of mobilization Deployment of Funds (amount in Rs. thousands)	Total Liabilities	174,418	Total Assets	174,418
	<u>Sources of Funds :</u>			
	Paid up capital	102013	Reserves & Surplus	-
	Secured Loans	25000	Un-Secured Loans	28,032
	Application money	-	Differed tax	19373
	<u>Applications of funds :</u>			
	Net fixed Assets	123,203	Investments	494
	Net current assets	(82,133)	Misc., Expenses	-
	Accumulated Losses	132,854		
d) Performance of the Company (amount in Rs. thousands)	Turnover	-	Total Expenses	15,05
	Profit before tax	(15,05)	Profit after tax	(15,05)
	Earning per share (Basic)	-	Dividend rate	-
	Earning per share (Diluted)	-		
e) Generic name of two principal products of the company (as per monetary item)	Item code	2942		
	Product description	Bulk Drugs		

for and on behalf of the board

Sd/-
V.N. Sunanda Reddy
Managing Director

Sd/-
N. Gangi Reddy
Director

Date : 28-03-2013
Place : Hyderabad.



S S ORGANICS LIMITED

Registered Office : 252/1, Aroor Village, Sadasivapet Mandal, Medak Dist. A.P.
Corporate Office : 170/C, Sree Srinivasa Nilayam, Vengarao Nagar, Hyderabad - 500 038.

PROXY FORM

Folio No. / D.P. ID & Client ID No. _____ No. of Shares held _____

I/We _____ of _____ being Member/Members
of the Company hereby appoint _____ of _____
or failing him _____ of _____ as my/our proxy to
attend and vote for me / us / our behalf at the 18th Annual General Meeting of the Company to be held on 04-05-2013
and at any adjournment thereof.

Signed this _____ day of _____ 2013.

Affix 1 Rupee
Revenue
Stamp

Signature _____

Note: proxy form should reach the Company's Regd. Office/Corporate Office not less than 48 hours before the meeting.

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ATTENDANCE SLIP

I hereby record my presence at the 18th Annual General Meeting of the Company at the Regd. Office at 2:45 p.m. on 04-05-2013.

Name of the Shareholder _____ Signature _____

Name of the Proxy _____ Signature _____

Folio No. / D.P. ID & Client ID No. _____ No. of Shares held _____