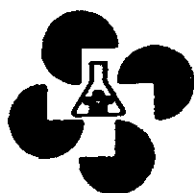


7th ANNUAL REPORT 1998 - 1999

Report  junction.com



S S ORGANICS LIMITED

S S ORGANICS LIMITED

BOARD OF DIRECTORS

Dr. G. Subramanyam	Director
Shri. P.V. Subrahmanyam	Director (APIDC Nominee)
Dr. S.S. Vankineni	Director
Dr. D Sadasiva Reddy	Director
Shri. B Subba Reddy	Director
Shri K. Srinivas Reddy	Alternate Director to Shri. B. Subba Reddy
Shri. V.N. Sunanda Reddy	Managing Director

AUDITORS

M/s. K. Nagaraju & Associates
1-8-197
Chikkadpally
Hyderabad - 500 020.

BANKERS

State Bank of India,
Rehabilitation & Recovery Branch
Secunderabad.
Pin : 500 003.

REGD. OFF. & FACTORY

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

S S ORGANICS LIMITED**NOTICE**

Notice is hereby given that the 7th Annual General Meeting of the Members of the Company will be held on Tuesday the 28th December 1999 at 3.00 p.m. at Regd. Office i.e. at Survey No. 252/1, Aroor Village, Sadasivapet Mandal, Medak District to transact the following business :

ORDINARY BUSINESS :

1. To receive, consider and adopt the Audited Financial Accounts as at 31st March. 1999 and the Reports of Directors and Auditors' thereon.
2. To appoint a Director in place of Mr. B. Subba Reddy who retires at this Annual General Meeting and being eligible offers himself for reappointment.
3. To appoint a Director in place of Dr. G. Subramanyam who retires at this Annual General Meeting and being offers himself for reappointment.
4. To consider and if thought fit & to pass with or without modifications the following resolution as an Ordinary resolution :

"RESOLVED THAT pursuant to Sec. 224 and other applicable provisions of the Companies Act. 1956. M/s. K.Nagaraju & Associates, Chartered Accountants, be and are hereby re - appointed as Auditors of the Company at such remuneration as may be determined by the Board of Directors."

By order of the Board of Directors
for **S S ORGANICS LIMITED**

(V.N. SUNANDA REDDY)
Managing Director

Place : Hyderabad
Date : 26/11/99

NOTES :

1. A member entitled to attend and vote at the meeting is also entitled to appoint a proxy instead of himself to attend and vote at the meeting. A proxy need not be a member of the company. The instrument of Appointing the proxy must be lodged with the company at least 48 hours before the time at which the meeting is scheduled to be held. The proxy form is attached herewith.
2. The Register of Members and Share Transfer Books of the company were closed from 28th September '99 to 29th September 1999 (both days inclusive)
3. Members are requested to notify immediately, any change in their address to the Company.

By Order of the Board
for **S S ORGANICS LTD.**

Sd/-

(V.N. Sunanda Reddy)
Managing Director

Place : Hyderabad.
Date : 26/11/99

DIRECTORS' REPORT

To
The Members
SS Organics Ltd.

Your Directors hereby present the 7th Annual Report of your company.

FINANCIAL PERFORMANCE :

	(Rupees in Lakhs)	
	For the Year ending 31.03.1999	Previous Year 31.03.1998
Gross Income	255.00	216.81
Profit before Interest and Depreciation	57.00	62.89
Depreciation	46.54	44.25
Interest	158.24	144.46
Net Profit / (Net Loss) C/F to Balance Sheet	(147.78)	(125.82)

S S ORGANICS LIMITED**OPERATIONS :**

The Company has been registered with the BIFR as Sick Industry as per Sec.3(1) (O), of SICA, 1985. The Company has already submitted revised Rehabilitation scheme for the operating agency as per the direction of BIFR meeting held on 23.9.99, and the Company is pursuing the same with operating agency.

The Company has entered into an agreement with Aurobindo Pharma Ltd. for project expansion and an investment to the tune of Rs. 200 Lakhs has been made for the purpose of doing the job work of 7ADCA. The Project is expected to be completed by the end of November '99 and will be fully operational in the month of December '99.

DIRECTORS :

Mr. B. Subba Reddy, Director and Dr. G. Subramanyam, Director retire by rotation at the 7th Annual General Meeting and being eligible offer themselves for re-appointment.

FIXED DEPOSITS :

The Company has not accepted any fixed deposits from the public.

PARTICULARS OF EMPLOYEES :

In accordance with the Provisions of Section 217(2A) of the Companies Act, 1956, none of the Employees of the company draw remuneration.

AUDITORS :

M/s. K. Nagaraju & Associates, Chartered Accountants of the Company retire at this Annual General Meeting and are eligible for reappointment. They have signified their willingness for reappointment and have confirmed their eligibility under Section 224(1B) of the Companies Act, 1956.

REPLIES TO AUDITORS' REPORT :

1. Fixed Assets register is being updated as suggested by the Auditor.
2. As advised by the Auditor steps have been taken for strengthening the procedure for physical verification of stocks and Internal Audit Systems.
3. Since the reschedulement for repayment of ICD's is being worked out and the interest waiver is also being considered therefore the interest on ICD's has not been provided.
4. Cost Records under Section 209(1) (d) of the Companies Act, 1956 will be maintained within a short period of time.
5. Loans taken from Directors, Promoters and their friends and relatives which are unsecured are considered as exempted under Section 58 A.
6. Arrears of payment to be made to ESI, PF, Income Tax, Sales Tax, Wealth Tax have been included in the rehabilitation package and expecting reliefs through BIFR.

Some of the observations made by the Auditors are suitably explained in the Notes to Accounts and are self explanatory.

Y2K COMPLIANCE :

All the Computer Hardware and Software have been upgraded so as to make them Y2K compliant.

Particulars of Conservation of energy, Technology and absorption etc.:

As required under Section 217 (1) (e) of the Companies Act 1956, read with the Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988 the particulars in respect of Conservation of Energy, Technology Absorption and Foreign exchange earnings and out go given in the Annexure A, B & C forming part of this report.