

**ORG Informatics Limited**

101, 1st Floor

Padma Tower-1

5, Rajendra Place

New Delhi-110008, India

Tel : +91 (11) 45013325, 45013342

Fax : +91 (11) 25861055

URL : www.orgltd.com

Ref.No.

SE:42:

February 14, 2012

National Stock Exchange of India Ltd.,
Exchange Plaza,
Bandra – Kurla Complex,
Bandra (E),
Mumbai 400 051

Dear Sir,

Sub : Furnishing of Unaudited Financial Results of the Company for the quarter ended 31.12.2011 and the Unaudited Segment-wise business performance of the Company for the nine months period ended 31.12.2011, in terms of Clause 41 of the Listing Agreement.

We refer to our letter No.SE:42 dated 1.2.2012.

The Board of Directors of ORG Informatics Limited met at Ahmedabad today and have considered and approved the Unaudited Financial Results of the Company for the quarter ended 31.12.2011 and the Unaudited Segment-wise business performance of the Company for the nine months period ended 31.12.2011.

We enclose a statement/ note giving therein the information as required under Clause – 41 of the Listing Agreement, prepared on the basis of Unaudited Accounts for the quarter ended 31.12.2011.

Thanking you,

Yours faithfully,
For ORG Informatics Ltd.,


Company Secretary.

Encl : As above.

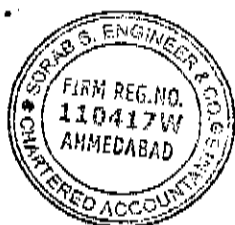
ORG INFORMATICS LIMITED
Registered Office: Abhishek Complex, 3rd Floor, Akshar Chowk, Old Padra Road, Vadodara - 390 020.
UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 31.12.2011

		(Rs. 'Lakh)					
Sr. No.	PARTICULARS	Quarter ended 31.12.2011 (Unaudited)	Quarter ended 30.09.2011 (Unaudited)	Quarter ended 31.12.2010 (Unaudited)	9 Month Ended 31.12.2011 (Unaudited)	9 Month Ended 31.12.2010 (Unaudited)	Year ended 31.3.2011 (Audited)
1	Net Sales/Income from Operations	7.33	26.31	60.09	38.21	2,174.20	3,513.71
2	Other Operating Income	-	-	-	-	-	-
3	Total Income	7.33	26.31	60.09	38.21	2,174.20	3,513.71
4	Total Expenditure	-	-	15.28	-	1,701.62	1,701.62
	a. Consumption of Material/Cost of Goods sold	-	-	0.74	1.63	4.78	4.89
	b. Stores & Spares Consumed	1.14	0.49	88.18	-	274.40	1,227.48
	c. Perfect Expenses	-	-	101.55	284.92	295.20	391.74
	d. Employees Costs	98.09	93.81	64.55	132.38	194.79	259.23
	e. Depreciation	44.20	44.11	28.55	134.19	119.74	144.27
	f. Other Expenditure	54.63	56.91	-	-	-	-
	Total Expenditure	188.06	197.31	278.83	533.12	2,590.53	2,720.24
	Profit/(Loss) from Operations before Other Income Interest and Exceptional Items (3-4)	(180.73)	(171.00)	(218.74)	(514.91)	(416.33)	(215.53)
5	Other Income	533.61	-	0.06	533.65	1.07	50.05
6	Profit/(Loss) before Interest and Exceptional Items (5+6)	342.88	(171.00)	(218.68)	18.74	(415.26)	(165.48)
7	Interest and Finance Charges	650.70	621.24	26.43	1,167.59	(39.64)	(273.14)
8	Profit/(Loss) after Interest and Exceptional Items (7-8)	(307.82)	(792.24)	(245.11)	(1,148.85)	(378.62)	107.66
9	Exceptional Items	-	-	-	-	-	-
10	Profit/(Loss) from Ordinary Activities before tax (9-10)	(307.82)	(792.24)	(245.11)	(1,148.85)	(378.62)	107.66
11	Tax Expenses / Provision	-	-	-	-	-	144.08
	- Current Tax	-	-	-	-	-	(42.76)
	- Deferred Tax	(201.62)	(29.49)	(77.08)	(98.04)	(21.37)	101.32
	Total Tax Expenses	(201.62)	(29.49)	(77.08)	(98.04)	(21.37)	101.32
12	Net Profit/(Loss) from Ordinary Activities after Tax (11-12)	(106.20)	(762.75)	(166.03)	(1,050.81)	(354.28)	6.34
13	Extra Ordinary Items (Net of Tax)	-	-	-	-	-	-
14	Net Profit/(Loss) for the period (13-14)	(106.20)	(762.75)	(166.03)	(1,050.81)	(354.28)	6.34
15	Paid-up equity share capital (Face value Rs.10/- per share)	1,717.05	1,717.05	1,717.05	1,717.05	1,717.05	1,717.05
16	Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year.	-	-	-	-	-	1,089.47
17	Earning per share for the period/year (before & after extraordinary items)	-	-	-	-	-	-
	(a) Basic-Rs (not annualized)	(0.62)	(4.44)	(0.98)	(6.12)	(2.06)	0.04
	(b) Diluted - Rs. (not annualized)	(0.62)	(4.44)	(0.98)	(6.12)	(2.06)	0.04
18	Aggregate of Public Shareholding	-	-	-	-	-	-
	Number of Shares	11,501,582	11,501,582	11,501,582	11,501,582	11,501,582	11,501,582
	Percentage of Holding	68.99	66.99	68.99	68.99	66.99	66.99
19	Promoters & promoter group shareholding	-	-	-	-	-	-
	a) Pledged/Encumbered	-	-	-	-	-	-
	-Number of shares	3,800,000	3,800,000	3,800,000	3,800,000	3,800,000	3,800,000
	Percentage of shares/Promoters	67.03	67.03	67.03	67.03	67.03	67.03
	Percentage of shares/Total	22.13	22.13	22.13	22.13	22.13	22.13
	b) Non-encumbered	-	-	-	-	-	-
	-Number of shares	1,868,892	1,868,892	1,868,892	1,868,892	1,868,892	1,868,892
	Percentage of shares(as a% of the total shareholding of promoter & promoter group	32.97	32.97	32.97	32.97	32.97	32.97
	-Percentage of shares(as a% of the total share capital of the company	10.88	10.88	10.88	10.88	10.88	10.88

Notes :

- The limited review of above unaudited financial results as required under Clause 41 of listing agreement has been carried out by statutory auditors.
- The above results were reviewed and recommended by the Audit Committee and taken on record by the Board of Directors in its meeting held on 14th February, 2012.
- The Number of investor complaints for the quarter ended 31st December, 2011, were: Opening Nil, Received- Nil, Disposed off- Nil and Balance- Nil.
- Other income for the quarter ending on 31st December, 2011 is towards waiver of dues to one of the Lenders with whom one time settlement has been made.
- Interest and Finance Cost for the quarter includes Foreign Exchange Loss of Rs. 676.85 Lacs, (Loss of Rs. 630.74 Lacs for quarter ended on 30th September 2011, loss of Rs 53.32 Lacs for the Quarter ended on 31st December, 2010, loss of Rs. 1220.23 Lacs for the period ended on 31st December 2011, Gain of Rs 14.57 Lacs for period ended on 31st December, 2010 and Gain of Rs 251.29 Lacs for year ended on 31st March 2011) and is net of Interest Income of Rs. 100.45 Lacs (Rs 80.44 Lacs for quarter ended on 30th September 2011, Rs 95 Lacs for the Quarter ended on 31st December, 2010, Rs. 257.92 Lacs for period ended on 31st December, 2011, Rs 237.45 Lacs for Period ended on 31st December 2010, and Rs 338.11 For year ended on 31st March, 2011).
- Auditors Qualifications in Limited Review Report and Responses to Auditors' qualifications by Board, Please refer Annexure I
- Figures of the previous quarter/year have been regrouped wherever necessary.

As per our Report of even date attached
For Sorab S. Engineer & Co.
Firm Registration No. 110417W
Chartered Accountants
CA Chokshi Shreyas B.
Ahmedabad
14th February, 2012



For ORG Informatics Limited

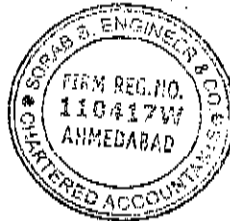
[Signature]
Managing Director

Segmentwise Revenue, Results and Capital employed (Standalone)**(Rs. Lakh)**

Particulars	Quarter ended 31.12.2011 (Unaudited)	Quarter ended 30.09.2011 (Unaudited)	Quarter ended 31.12.2010 (Unaudited)	9 Month Ended 31.12.11 (Unaudited)	9 Month Ended 31.12.10 (Unaudited)	Year ended 31.3.2011 (Audited)
A. SEGMENT REVENUE						
1. SI / Services	7.33	10.38	46.25	22.28	69.07	70.04
2. Telecom	-	15.93	13.84	15.93	2,085.13	3,443.67
Net Sales/Income from Operations	7.33	26.31	60.09	38.21	2,154.20	3,513.71
B. SEGMENT RESULTS						
1. SI / Services	(65.58)	(36.50)	30.24	(160.83)	(52.05)	(204.07)
2. Telecom	(37.70)	(54.37)	(116.09)	(145.05)	(115.75)	215.65
Total Profit(+)/ Loss(-) Before Tax & Interest	(103.26)	(62.67)	(85.85)	(305.68)	(167.80)	11.58
Less :- Interest(Net)	650.70	621.24	26.43	1,167.59	(38.64)	(273.14)
Less :- Unallocated Expenditure net of other unallocated income	(446.14)	78.13	132.83	(324.62)	247.48	177.06
Less :- Income taxes	(201.62)	(29.49)	(77.08)	(98.04)	(21.37)	101.32
Total Profit(+)/ Loss(-) after Tax	(106.20)	(762.75)	(168.03)	(1,080.81)	(354.25)	6.34
C. CAPITAL EMPLOYED						
1. SI / Services	845.29	(45.58)	1,110.75	845.29	1,110.75	1,081.13
2. Telecom	6,580.89	7,770.28	3,630.83	6,580.89	3,630.83	4,521.90
Total Capital employed in Segments	7,426.18	7,724.70	4,741.58	7,426.18	4,741.58	5,603.03
3. Unallocable Corporate Assets less Corporate Liabilities	(5,670.47)	(5,862.79)	(1,980.28)	(5,670.47)	(1,980.28)	(2,776.51)
Total Capital employed	1,755.71	1,861.91	2,761.32	1,755.71	2,761.32	2,826.52

As per our Report of even date attached
For Sorab S.Engineer & Co.
Firm Registration No.110417W
Chartered Accountants

CA Chirukshi Shreyas B.
Ahmedabad
14th February, 2012

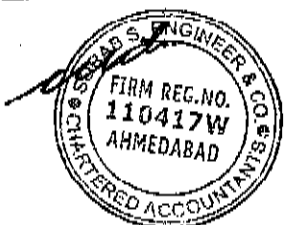


For ORG Informatics Limited

[Signature]
Managing Director

Annexure - 1

Qualification in Limited Review	Response to Qualifications in Limited Review Report
The financial statements have been prepared on going concern basis, despite significant losses suffered during the period/year, substantial contingent liabilities not provided for, legal cases filed by some of the suppliers against the Company and its officials under section 138 of the Negotiable Instruments Act, 1881, restriction imposed on a major customer by court, on vendor's request, from making any payment to the Company, causing severe cash crunch, which had in turn resulted in defaults in payment of statutory liabilities/ non compliance of statutory requirements/ loss of key management personnel / staff and considerable scaling down of operations. The Company's ability to continue as a going concern is dependent upon satisfactory resolution of the above matters besides steps being taken by management to provide / arrange for significant additional funds.	With respect to the contingent liabilities not provided for, the Board is of the view that all the items report are not required to make any provisions as the same are either subjudic, project milestone achieved or appeal preferred etc. as the case may be. Regarding cash crunch problem and redressal of the same kindly refer clause-4 of this Report above. The company has suffered severely during the year under review. Major factors contributing to the deterioration are as under: a) The company's cash position deteriorated significantly during the financial year, 2007-08 and 2008-09 leading to defaults in discharging statutory and bank liabilities in time. As a result, attachments were placed on company's bank accounts and receivables. This has led to slow down in project execution and generation of new business. b) The large System Integration projects were running significantly behind schedule leading to possible penalties and liquidated damages. This has not only impacted project completion and cash flow but also impacted the credibility of the company with its customers, Bankers and other stakeholders. c) As a result, some of the major vendors have filed cases against the company for recovery of their dues. d) A number of key employees had left the company slowing down operational and administrative activities.
We are unable to opine on the adequacy of provision of Rs. 1,617.00 Lacs for permanent fall in the value of investments in absence of convincing evidence as required in terms of AS -13, Accounting for Investments;	The provision of Rs.1,617 lacs made for fall in value of Investment in Unified Technologies Pvt. Ltd. was because this Software Development Company has suffered severely during the economic meltdown. Majority of employees had left the company. The Management is now focusing on reorganizing the company's operations around its product portfolio and also diversifying into IT enabled services.
We are unable to opine on the realisability of non moving stock of Stores and Spares of Rs. 502.86 Lacs not provided as required in term of AS -2 Valuation of Inventories;	Inventories include slow moving / non-moving stores and spares having an aggregate value of Rs. 502.86 Lacs. No provision for the fall in value has been considered necessary by the management keeping in view the nature and type of items and the needs of the customer.
We are unable to opine on recoverability / realisability of old outstanding of Sundry Debtors aggregating in Rs 24,690.93 Lacs;	The board is of the view that considering the business relationship with such sundry debtors, the amount of Rs.24690.93Lacs is recoverable, may be with some reasonable deductions, which cannot be ascertained at this stage.
Bank balances are subject to reconciliations in absence of Bank statements;	The balance confirmation for Banks account in Overseas, where company was handling project during previous years could not be obtained.
We are unable to opine on recoverability / realisability of old outstanding in respect of advances and tender deposits of Rs. 799.93 Lacs;	The Company has taken all appropriate action to recover/adjust the reported amount from vendors, business associate companies.
We are unable to comment on the appropriateness of carry forward of the CENVAT recoverable of Rs. 288.59 Lacs;	The Board is of the view, that there is possibility of set off of carry forward CENVAT in future but this may be carry forward to the extent permitted by the provision of relevant Act..
In respect of Managerial Remuneration paid during the period and previous years to Managing and Whole time Director of Rs.25.82 Lacs and Rs. 137.11 Lacs respectively, Shareholders' approval was taken in Annual General Meeting held on 29-12-2009 and 30.9.2010. However, No approval from Central Government is obtained.	During the year under review, with the approval of shareholders, subject to approval of Statutory Authorities, the company has appointed Mr. BV Suryakumar as New Managing Director after resignation of Mr. Manoj Gupta as Managing Director on 19th August, 2010. The required statutory approval will be taken on removal of procedural constraints faced by the company with the Ministry of Corporate Affairs (online filing with MCA21).
No Provision has been made for : a) Impairment loss of Fixed Assets as required in terms of AS-28 Impairment of Assets, amount not ascertained ; b) Loan and advances of Rs. 6,735.25 Lacs due from Subsidiary Companies and Associate Company; c) Invocation of bank guarantees given in respect of various projects undertaken by the Company to the extent of Rs. 2,317.08 Lacs and consequential penalties; d) Interest and commission of Rs. 641.45 Lacs, payable, in terms of agreements, to the vendors; e) Bank and Other Charges of Rs. 194.70 Lacs paid to one of the vendors;	The Management of the company in consultation with the Board and Audit committee are of the view that no provisions be made for the items reported there .Wherever appropriate they have been disclosed in the Contingent liabilities.



- f) Implementation, service / warranty charges aggregating to Rs. 305.82 Lacs;
- g) Liquidated Damages / penalty payable to customers for delays in performance / non compliance of some of the contractual Terms and conditions aggregating to Rs. 4,487.36 Lacs;
- h) Interest and Penal charges on bank loans aggregating to Rs. 394.43 Lacs for the current period, Rs. 242.03 Lacs for the quarter ended 30th September, 2011 and Rs. 858.62 Lacs for nine months ended 31st December, 2011 and Rs. 1028.40 Lacs upto 31st March, 2011.
- i) Penalty and other charges which may be imposed by (a) the various Statutory/Regulatory Authorities on account of non compliance of the provisions of the various statutes including non payment of statutory dues and filing of periodic returns, (b) the Court, with respect to the cases filed by the parties against Company's officials (including some past officials) under sections 138 and 143 of the Negotiable Instruments Act, 1881, on account of dishonor of post dated cheques issued to them. Due to uncertainty involved, the impact of the above on the loss for the period is presently unascertainable.

