

**ORG Informatics Limited**

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Ref.No.:

OIL:42:

May 15, 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 last quarter ended 31.3.2012 and the Unaudited Segment-wise business performance of the Company for the twelve months period ended 31.3.2012 in terms of Clause 41 of the Listing Agreement.**

We refer to our letter No. SE:42 dated May 7, 2012 on the captioned subject .

The Board of Directors of ORG Informatics Limited met at Ahmedabad to-day and have considered and approved the Un-audited Financial Results of the Company for the last quarter ended 31.3.2012 and the Unaudited Segment-wise business performance of the Company for the twelve months period ended 31.3.2012.

We enclose a statement/ note giving therein the information as required under Clause 41 of the Listing Agreement, prepared on the basis of Un-audited Accounts for the last quarter ended 31.3.2012.

Thanking you,

Yours faithfully,
For ORG Informatics Ltd.

COMPANY SECRETARY.

Encl : As above.

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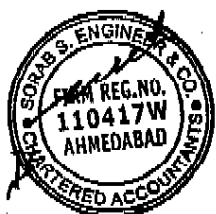
ORG Informatics Ltd

Unaudited Financial Results for the Quarter Ended 31st March, 2012 (Standalone)

(Rs. in lakhs)

Particulars	3 months ended on 31-Mar-12	Previous 3 months ended on 31-Dec-11	Pre-Year 3 months ended on 31-Mar-11	Current accounting year ended 31-Mar-12	Previous accounting year ended 31-Mar-11
	Unaudited	Unaudited	Audited	Unaudited	Audited
1. Income from Operations	581.84	7.33	1339.51	620.06	3513.71
a) Net sales/Income from Operations (Net of excise duty)	-	-	-	-	-
b) Other operating income	581.84	7.33	1339.51	620.06	3513.71
Total Income from Operations (net)	581.84	7.33	1339.51	620.06	3513.71
2. Expenses	640.04	-	937.97	640.04	2913.99
a) Project expense	-	-	15.12	-	15.12
b) Purchases of stock-in-trade	113.87	98.09	96.54	398.59	391.74
c) Employees benefits expense	44.14	44.20	64.44	176.52	259.23
d) Depreciation and amortisation expense	234.64	57.14	67.24	398.35	246.30
e) Other expenditure	(369.41)	676.85	(236.72)	850.82	(251.29)
f) Foreign exchange loss/(Gain)	563.08	676.28	944.69	2464.32	3676.09
Total Expenses	640.04	-	937.97	640.04	2913.99
3. Profit/(Loss) from Operations before other income, finance costs and exceptional items (1-2)	(81.24)	(868.96)	394.92	(1844.27)	(81.38)
4. Other Income	94.22	634.06	147.64	885.79	385.16
5. Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)	12.98	(234.89)	542.56	(958.48)	324.78
6. Finance costs	100.96	72.93	59.28	278.34	217.12
7. Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)	(87.98)	(307.82)	483.28	(1236.82)	107.66
8. Exceptional items	-	-	-	-	-
9. Profit/(Loss) from ordinary activities before tax (7+8)	(87.98)	(307.82)	483.28	(1236.82)	107.66
10. Tax expense - Deferred Tax	(61.89)	(201.62)	122.69	(159.93)	101.32
11. Net Profit/(Loss) from ordinary activities after tax (9-10)	(26.09)	(106.20)	360.59	(1076.89)	6.34
12. Extraordinary item (net of tax expense)	(26.09)	(106.20)	360.59	(1076.89)	6.34
13. Net Profit/(Loss) for the period(11-12)	1717.05	1717.05	1717.05	1717.05	1717.05
14. Paid-up equity share capital (Face value Rs. 10/- per share)	-	-	-	-	-
15. Reserve excluding Revaluation Reserve as per balance sheet of previous accounting year	-	-	-	-	1,089.47
16. Earnings Per Share (EPS)					
Basic and diluted EPS	(0.15)	(0.62)	2.10	(6.27)	0.04
- before Extraordinary items (Rs.) - Not annualised	(0.15)	(0.62)	2.10	(6.27)	0.04
- after Extraordinary items (Rs.) - Not annualised	-	-	-	-	-

PARTICULARS OF SHAREHOLDING	3 months ended on 31-Mar-12	Previous 3 months ended on 31-Dec-11	Pre-Year 3 months ended on 31-Mar-11	Current accounting year ended 31-Mar-12	Previous accounting year ended 31-Mar-11
1. Public shareholding	11,501,582	11,501,582	11,501,582	11,501,582	11,501,582
- Number of shares	66.99	66.99	66.99	66.99	66.99
- Percentage of shareholding	-	-	-	-	-
2. Promoters & promoter group shareholding	3,800,000	3,800,000	3,800,000	3,800,000	3,800,000
a) Pledged/Encumbered	3,800,000	3,800,000	3,800,000	3,800,000	3,800,000
- Number of shares	67.03	67.03	67.03	67.03	67.03
- Percentage of shares(as a% of the total shareholding of promoter & promoter group)	22.13	22.13	22.13	22.13	22.13
- Percentage of shares(as a% of the total share capital of the company)	-	-	-	-	-
b) Non-encumbered	1,868,892	1,868,892	1,868,892	1,868,892	1,868,892
- Number of shares	32.97	32.97	32.97	32.97	32.97
- Percentage of shares(as a% of the total shareholding of promoter & promoter group)	10.88	10.88	10.88	10.88	10.88
- Percentage of shares(as a% of the total share capital of the company)	-	-	-	-	-



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Segmentwise Revenue, Results and Capital employed (Standalone)

(Rs in lakhs)

PARTICULARS	3 months ended on 31-Mar-12	Previous 3 months ended on 31-Dec-11	Pre. Year 3 months ended on 31-Mar-11	Current accounting year ended 31-Mar-12	Previous accounting year ended 31-Mar-11
	Unaudited	Unaudited	Audited	Unaudited	Audited
A. SEGMENT REVENUE	9.56	7.33	(18.03)	31.84	70.04
1. System Integration / Services	572.28	-	1,358.54	588.21	3,443.67
2. Telecom	581.84	7.33	1,339.51	620.05	3,513.71
Net Sales/Income from Operations	(75.45)	(65.58)	(188.02)	(236.37)	(204.07)
B. SEGMENT RESULTS	(128.88)	(37.70)	331.40	(273.93)	215.65
1. System Integration / Services	(204.33)	(103.26)	143.38	(510.30)	11.58
2. Telecom	100.98	72.03	59.28	278.34	217.12
Total Profit(+)/ Loss(-) Before Tax & Interest	(217.31)	131.63	(399.18)	448.18	(313.20)
Less :- Finance Cost	(87.98)	(307.82)	483.28	(1,236.82)	107.66
Less :- Unallocated Expenditure net of other unallocated income	527.20	845.28	1,061.13	527.20	1,061.13
Total Profit(+)/ Loss(-) before Tax	4,104.44	6,580.89	4,521.90	4,104.44	4,521.90
C. CAPITAL EMPLOYED	4,631.64	7,426.18	6,583.03	4,631.64	5,583.03
1. System Integration / Services	(3,538.62)	(5,670.47)	(2,778.51)	(3,538.62)	(2,778.51)
2. Telecom	1,095.02	1,755.71	2,806.52	1,095.02	2,806.52
3. Unallocable Corporate Assets less Corporate Liabilities					
Total Capital employed					

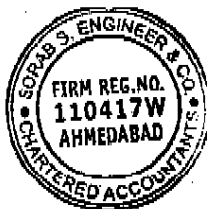
INVESTOR COMPLAINTS	Quarter ended 31.03.12
Pending at the beginning of the quarter	NIL
Received during the quarter	1
Disposed of during the quarter	1
Remaining unresolved at the end of the quarter	NIL

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 15th May, 2012.
- Auditors Qualifications in Limited Review Report and Responses to Auditors' qualifications by Board, Please refer Annexure I.
- The figures of the last quarter are the balancing figures between unaudited figures in respect of the full financial year and the published year to date figures upto the third quarter of the current financial year.
- 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
15th May, 2012

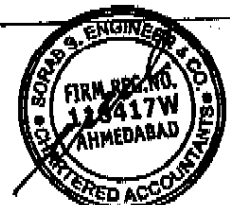


For ORG Informatics Limited

[Signature]
Managing Director

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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.	Regarding cash crunch problem and redressal of the same the company has suffered severely during the year 2007-08 to 2010-11. 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. The Board is now concentrating on completion of the delayed large system integration project to maintain business to continue, develop customer confidence and generate new system integration or services business. We are now able to achieve major project milestones and expect to close the projects very soon so that old pending receivable may be collected and cash flow situation may be eased off. New business acquisition is a challenge given the cash flow situation which leads to foregoing some new business in the recent past. Given the nature of System Integration business the company has change the method of accounting from trade based accounting to project based accounting. The Board feels that this method of revenue recognition is more appropriate for the nature of business, the company in. The Company is parallelly pursuing restructuring of Bank liabilities and amicably settlement with vendors.
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 to Rs. 24,690.93 Lacs;	The board is of the view that considering the business relationship with such sundry debtors, the amount of Rs.24,690.93Lacs 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 handing 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. 799.92 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. 303.79 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 year 2011-12 and previous years to Managing and Whole time Director of Rs. 45.32 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.	The company is under process of filing application for central Government Approval after eradicating the procedural constrain company was facing with the MCA21 in view of non filing of Balance Sheet with MCA.
No Provision has been made for :	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 herein. Wherever it is ascertainable and appropriate the same have been disclosed in the Contingent liabilities.
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. 6,761.75 Lacs due from Subsidiary Companies and Associate Company; c) Invocation of bank guarantees given in respect of various projects undertaken by the	



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- Company to the extent of Rs. 2,517.08 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;
- 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. 319.26 Lacs for the current quarter, Rs.394.43 Lacs for the quarter ended 31st December, 2011, Rs.1177.88 Lacs for year ended 31st March, 2012 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.

