

17th Annual General Meeting

29th December 2011

at 10.30 A.M.

at 4-243, Chivatam, Near NH-5 Road,
Tanuku - 534211 West Godavari District,
Andhra Pradesh**Contents :****Page No.**

| | |
|---|-------|
| ✧ Corporate Information | 2 |
| ✧ Notice | 3-10 |
| ✧ Director's Report | 11-17 |
| ✧ Compliance Certificate | 18-27 |
| ✧ Management Discussion and Analysis Report | 28-30 |
| ✧ Report on Corporate Governance | 31-45 |
| ✧ Auditor's Report | 46-50 |
| ✧ Balance Sheet, | 51 |
| ✧ Profit & Loss Account | 52 |
| ✧ Cash Flow Statement | 53 |
| ✧ Schedules | 54-56 |
| ✧ Notes on Accounts | 57-60 |
| ✧ Abstract of Balance Sheet | 61 |
| ✧ Attendance/Proxy | 62 |

CORPORATE INFORMATION**BOARD OF DIRECTORS**

- **Sri. G. Raghu Rama Raju** : Managing Director
- **Smt. G. Parvathi** : Director
- **Sri. G. Ganapathi Rama Prabhakara Raju** : Director
- **Sri V. Viswanada Raju** : Independent Director
- **Sri G. Ramalakshmi Narayana Rao** : Independent Director
- **Sri M. Kiran Phani Varma** : Independent Director

AUDITORS : **M/s Cherukuri Associates**
Chartered Accountants

REGISTERED OFFICE : Door No. 4-243
Chivatam, Near NH-5 Road
Tanuku – 534211
West Godavari Dist,
Andhra Pradesh, India

CORPORATE OFFICE : **Plot No. 21, Aswini Heights,**
Road No.7, Jubilee Hills,
Hyderabad – 500 033

BANKERS : **Axis Bank, Tanuku**

LISTED AT : The Bombay Stock Exchange Limited, Mumbai
Madras Stock Exchange Limited, Chennai

**REGISTRARS &
SHARETRANSFER AGENTS** : **M/s. Bigshare Services Private Limited**
Local office at 306, Right Wing,
Amrutha Ville, Opp. Yashoda Hospital,
Somajiguda, Rajbhavan Road,
Hyderabad – 500 082

NOTICE

Notice is hereby given that the Seventeenth Annual General Meeting of the members of the Company will be held on Thursday, the 29th December 2011 at 10.30 A.M. at the registered office of the company at 4-243, Chivatam, Near NH-5 Road, Tanuku - 534211 West Godavari District, Andhra Pradesh to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet of the Company as at 30th June, 2011 and the Profit and Loss Account for the financial year (15 Months) period ended on that date along with the Report of Directors and the Auditors thereon.
2. To appoint a Director in the place of Sri V Viswanada Raju, who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint Statutory Auditors of the Company to hold the office as such from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting and to authorize the Board of Directors to fix the remuneration.

SPECIAL BUSINESS

4. To consider and if thought fit, to pass with or without modification(s) the following resolution as Ordinary Resolution:

“RESOLVED THAT Sri G. Ganapathi Rama Prabhakara Raju, who was appointed as an Additional Director of the Company pursuant to the provisions of Section 260 of the Companies Act, 1956 and who holds office as such upto the date of this Annual General Meeting and in respect of whom the Company has received a Notice in writing under Section 257 read with Section 190 of the said Act, along with a deposit of Rs.500/- proposing his candidature for the office of Director of the Company be and is hereby appointed as a Director liable to retire by rotation.”

5. To consider and if thought fit, to pass with or without modification(s) the following resolution as Ordinary Resolution:

“RESOLVED THAT Sri M. Kiran Phani Varma who was appointed as an Additional Director of the Company pursuant to the provisions of Section 260 of the Companies Act, 1956 and who holds office as such upto the date of this Annual General Meeting and in respect of whom the Company has received a Notice in writing under Section 257 read with Section 190 of the said Act, along with a deposit of Rs.500/- proposing his candidature for the office of Director of the Company be and is hereby appointed as a Director liable to retire by rotation.”

6. To consider and if thought fit, to pass with or without modification(s) the following resolution as Ordinary Resolution:

“RESOLVED THAT Sri G Rama Lakshmi Narayana Rao, who was appointed as an Additional Director of the Company pursuant to the provisions of Section 260 of the Companies Act, 1956 and who holds office as such upto the date of this Annual General Meeting and in respect of whom the Company has received a Notice in writing under Section 257 read with Section 190 of the said Act, along with a deposit of Rs.500/- proposing his candidature for the office of Director of the Company be and is hereby appointed as a Director liable to retire by rotation.”

7. To consider and if thought fit, to pass with or without modification(s) the following resolution as **Ordinary Resolution**:

“RESOLVED THAT Smt G. Parvathi, who was appointed as an Additional Director of the Company pursuant to the provisions of Section 260 of the Companies Act, 1956 and who holds office as such upto the date of this Annual General Meeting and in respect of whom the Company has received a Notice in writing under Section 257 read with Section 190 of the said Act, along with a deposit of Rs.500/- proposing her candidature for the office of Director of the Company be and is hereby appointed as a Director liable to retire by rotation.”

8. To consider and if thought fit, to pass with or without modification(s) the following resolution as **Ordinary Resolution**:

“RESOLVED THAT Sri G Raghu Rama Raju, who was appointed as an Additional Director of the Company pursuant to the provisions of Section 260 of the Companies Act, 1956 and who holds office as such upto the date of this Annual General Meeting and in respect of whom the Company has received a Notice in writing under Section 257 read with Section 190 of the said Act, along with a deposit of Rs.500/- proposing his candidature for the office of Director of the Company be and is hereby appointed as a Director not liable to retire by rotation.”

9. To consider and if thought fit, to pass with or without modification(s) the following resolution as **Ordinary Resolution**

“RESOLVED THAT pursuant to the provisions of Section 269 read with the Schedule XIII and other applicable provisions if any of the Companies Act 1956 (including any statutory modification (s) or re- enactment (s) thereof, for the time being in force) and approval of the members be and is hereby accorded, for the appointment of Sri G Raghu Rama Raju as the Managing Director of the Company for a period of 5 (Five) years with effect from 14.02.2011 without any remuneration”

BY ORDER OF THE BOARD
For Radix Industries (India) Limited

Sd/-

G.Raghu Rama Raju
Managing Director

Place : Tanuku
Date : 29.11.2011

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND TO VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF AND SUCH A PROXY NEED NOT BE A MEMBER OF THE COMPANY. Proxies in order to be effective must be received at the Company's Registered Office not less than 48 hours before the meeting.
2. The Register of Members and the Share Transfer Books will remain closed from 26.12.2011 to 29.12.2011 (Both days inclusive).
3. Members / Proxies are requested to bring their copies of Annual Report with them for the Annual General Meeting and the attendance slip duly filled in for attending the Meeting. No copies of the Annual Report will be distributed at the meeting.
4. Members are requested to quote their Registered Folio No. on all correspondence with the Company.
5. Members are requested to send all communication relating to shares to the Company's RTA, M/s Bigshare Services Pvt. Ltd. 306, Right Wing, Amrutha Ville, Opp Yashoda Hospital, Rajbhavan Road, Somajiguda, Hyderabad – 500 082
6. The Ministry of Corporate Affairs has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliances by companies and has issued circular stating that service of notice/documents including annual report can be sent by e-mail to its members. We fully support the Ministry's green initiative. Accordingly, the members are requested to inform their e-mail addresses to RTA - M/s Bigshare Services Pvt. Ltd. 306, Right Wing, Amrutha Ville, Opp Yashoda Hospital, Rajbhavan Road, Somajiguda, Hyderabad – 500 082
7. The information pursuant to Clause 49 of the Listing Agreement with respect to the details of the Directors seeking appointment / re-appointment in this Annual General Meeting is annexed.
8. Explanatory Statement pursuant to the provisions of section 173(2) of the Companies Act, 1956, is annexed herewith.

EXPLANATORY STATEMENT

(Pursuant to section 173(2) of the Companies Act 1956)

Item No. 4

The Board of Directors co-opted Sri G. Ganapathi Rama Prabhakara Raju, as Additional Director w.e.f 14.02.2011. As per the provisions of Section 260 of the Companies Act, 1956, he holds office of director upto the date of the ensuing Annual General Meeting.

The Company has received notice in writing from a Member of the Company along with a deposit of Rs.500/- under Section 257 read with Section 190 of the Companies Act, 1956 proposing the candidature of Sri G. Ganapathi Rama Prabhakara Raju for the Office of Director whose period of office is determinable by retirement of Directors by rotation. As per the provisions of Section 257 of the Act, any such proposal ought to be approved by the members in their Meeting.

Hence, the resolution is commended for your approval.

The profile of the said directors is annexed hereto under the head "Additional Information"

Except Sri G Raghu Rama Raju and Smt G Parvathi, none of the Directors are interested in the above said resolution.

Item No.5

The Board of Directors co-opted Sri M. Kiran Phani Varma as Additional Director w.e.f 14.02.2011. As per the provisions of Section 260 of the Companies Act, 1956, he holds office of director upto the date of the ensuing Annual General Meeting.

The Company has received notice in writing from a Member of the Company along with a deposit of Rs.500/- under Section 257 read with Section 190 of the Companies Act, 1956 proposing the candidature of Sri M. Kiran Phani Varma for the Office of Director whose period of office is determinable by retirement of Directors by rotation. As per the provisions of Section 257 of the Act, any such proposal ought to be approved by the members in their Meeting.

Hence, the resolution is commended for your approval.

The profile of the said director is annexed hereto under the head "Additional Information"

None of the Directors is interested in the above said resolution.

Item No.6

The Board of Directors co-opted Sri G Rama Lakshmi Narayana Rao as Additional Director w.e.f 14.02.2011. As per the provisions of Section 260 of the Companies Act, 1956, he holds office of director upto the date of the ensuing Annual General Meeting.

The Company has received notice in writing from a Member of the Company along with a deposit of Rs.500/- under Section 257 read with Section 190 of the Companies Act, 1956 proposing the candidature of Sri Rama Lakshmi Narayana Rao for the Office of Director whose period of office is determinable by retirement of Directors by rotation. As per the provisions of Section 257 of the Act, any such proposal ought to be approved by the members in their Meeting.

Hence, the resolution is commended for your approval.

The profile of the said director is annexed hereto under the head "Additional Information"

None of the Directors is interested in the above said resolution.

Item No.7

The Board of Directors co-opted Smt G. Parvathi as Additional Director w.e.f 18.02.2011. As per the provisions of Section 260 of the Companies Act, 1956, she holds office of director upto the date of the ensuing Annual General Meeting.

The Company has received notice in writing from a Member of the Company along with a deposit of Rs.500/- under Section 257 read with Section 190 of the Companies Act, 1956 proposing the candidature of Smt G.Parvathi for the Office of Director whose period of office is determinable by retirement of Directors by rotation. As per the provisions of Section 257 of the Act, any such proposal ought to be approved by the members in their Meeting.

Hence, the resolution is commended for your approval.

The profile of the said director is annexed hereto under the head "Additional Information"

Except Sri G Raghu Rama Raju and Sri G.Ganapathi Rama Prabhakara Raju, none of the Directors are interested in the above said resolution.

Item No.8

The Board of Directors co-opted Sri G Raghu Rama Raju as Additional Director w.e.f 14.02.2011. As per the provisions of Section 260 of the Companies Act, 1956, he holds office of director upto the date of the ensuing Annual General Meeting.

The Company has received notice in writing from a Member of the Company along with a deposit of Rs.500/- under Section 257 read with Section 190 of the Companies Act, 1956 proposing the candidature of Sri G Raghu Rama Raju for the Office of Director whose period of office is not determinable by retirement of Directors by rotation. As per the provisions of Section 257 of the Act, any such proposal ought to be approved by the members in their Meeting.

Hence, the resolution is commended for your approval.

The profile of the said director is annexed hereto under the head "Additional Information"

Except Smt. G Parvathi and Sri G. Ganapathi Rama Prabhakara Raju, none of the Directors are interested in the above said resolution.

Item No.9

As discussed above, Sri G Raghu Rama Raju was co- opted as an Additional Director of the Company w.e.f 14.02.2011. In the said meeting held on 14.02.2011, the Board considering his versatile experience and expert knowledge in the field of Human Hairs & Wigs appointed him as Managing Director for a period of 5 years.

The appointment and remuneration payable to Sri G Raghu Rama Raju as Managing Director need to be approved by the shareholders in General Meeting by way of Ordinary Resolution in terms of provisions of part III of Schedule XIII of Companies Act, 1956. Hence the resolution is commended for your approval.

Except Smt G Parvathi and Sri G. Ganapathi Rama Prabhakara Raju, none of the Directors are interested in the above said resolution.

BY ORDER OF THE BOARD
For Radix Industries (India) Limited

Sd/-
G. Raghu Rama Raju
Managing Director

Place : Tanuku
Date : 29.11.2011

ADDITIONAL INFORMATION

(pursuant to Clause 49 VI (A) of the Listing Agreement)

Sri G. Ganapathi Rama Prabhakara Raju, aged about 47 years, hold a Diploma in Civil Engineering, with more than two decades of experience in different Industries including hairs. His forte is Interpersonal and problem solving skills.

He neither holds any directorship nor membership of any committee, other than that of the Company.

Shareholding in the Company: 50000 (1.41%)

Sri M Kiran Phani Varma, aged about 32 years, is a Bachelor of Engineering. He brings with him young and fresh perspective in all aspects of decision making.

He neither holds any directorship nor membership of any committee, other than that of the Company.

Shareholding in the Company: 55700 (1.57%)

Sri G Rama Lakshmi Narayana Rao, aged about 58 years, is a qualified Bachelor of Commerce with more than three decades of experience in different industries.

He is also Director in M/s. Arqube industries (India) Limited.

Shareholding in the Company: Nil

Smt G. Parvathi, aged 34 years, is a Director of M/s Arqube Industries (India) Limited. She is the wife of Mr. G. Raghu Rama Raju. She provides active support in the business affairs of the company and She looks after the day to day administration and production of the company.

She is also Director in M/s. Arqube Industries (India) Limited and M/s. Diamond Drop Property Holdings (India) Private Limited.

Shareholding in the Company: Nil

Sri G.Raghu Rama Raju, aged 44 Years, is a post graduate in Business Management from Shivaji University and Diploma in Labour Laws and Labour Welfare. In the year 1995, he floated a mini cement manufacturing Unit and erected a mini cement plant (clinker grinding unit) at Hyderabad. In the year 1998, he worked as Export Executive with M/S Geetha Enterprises, Eluru, pioneer in the field of Process and Export of Human Hair.

Later on he floated a Partner Ship firm M/s Veena Impex (100% E.O.U) during July 1999, which was later converted in to a company in the Name and style of M/S Arqube Industries (India) Limited which is also an 100% E.O.U and is the Managing director of the Company.

He is Managing Director of the Company M/s. Arqube Industries (India) Limited.

Shareholding in the Company: 2542100 (71.65%)

Sri V Viswanada Raju, aged about 64 years, is a qualified Bachelor of Commerce with more than three decades of experience in different industries. His practical approach to business issues and problems coupled with interpersonal skills, has been his strengths. The Board considers that the knowledge, experience will immensely benefit the Company.

He neither holds any directorship nor membership of any committee, other than that of the Company.

Shareholding in the Company: **Nil**

DIRECTORS' REPORT

Dear Members,

Your Directors hereby present the Seventeenth ANNUAL REPORT together with the Audited Accounts of the company for the financial year ended 30th June, 2011.

CHANGE IN MANAGEMENT :

The members may note that the Open Offer given by Sri. Gokaraju Raghu Rama Raju & Sri. G. Ganapathi Rama Prabhakara Raju in terms of the Takeover Regulations was successfully completed as certified by M/s Fedex Securities Limited, Mumbai. Merchant Bankers to the Open Offer, Vide their certificate dated 03rd February, 2011. Accordingly the new Board of Directors comprising of the new acquirers was formed and the erstwhile directors resigned from the Board.

FINANCIAL HIGHLIGHTS:

In order to carry out the scheme of arrangement, the company has changed its fiscal year end from March, 31 to June, 30. Hence, audited financial statements are accordingly prepared for the **15 months period ended 30th June, 2011** as compared to 12 months period ended 31st March, 2010. Accordingly all references to financial year for the current year shall be construed for 15 Months ended 30th June 2011.

The performance of the company for the financial year ended 30th June, 2011 is summarized below.

| | (Rs. In Lacs) | |
|--|---|--|
| Particulars | 30.06.2011 (15 Months) | 31.03.2010 12 Months) |
| Total Income | 16.22 | 61.94 |
| Increase / (Decrease)in stocks | -0.92 | -32.53 |
| Total Expenditure | 81.76 | 29.86 |
| Profit before Financial Charges, Depreciation and Taxation | -66.46 | -0.43 |
| Less: Depreciation | 0.00 | 0.00 |
| Less: Financial Charges | 0.00 | 0.00 |
| Profit Before Tax | -66.46 | -0.43 |
| Less: Provision for Tax & Deferred Tax | 0.00 | 0.00 |
| Profit After Tax | -66.46 | -0.43 |
| Loss from Previous Year | -489.02 | -488.58 |
| Net Loss carried to Balance Sheet | -555.48 | -489.02 |

OPERATIONS :

During the year under review, the company has changed its line of activity from storage and marketing of gas to dealing Human Hair, wigs & its products. However the company is yet to commence the commercial operations in the new line of activity. The income generated during the year under review is on account of write back of creditors and debtors and posted a Net Loss of Rs 66.46 Lakhs as against Rs0.43 Lakhs for the previous financial year.

FUTURE OUTLOOK:

The members of the company have approved the decision of the board to change the line of activity to dealing in Human Hair wigs & its products through postal ballot. The new Board is actively working on plans to commence commercial operations at the earliest.

DIVIDEND:

In view of the losses in the current year and also accumulated losses, your Directors do not recommend any dividend for the financial year 2010-11

FIXED DEPOSITS:

The company has neither accepted nor renewed any deposits falling within the provisions of Section 58A of the Companies Act, 1956 read with the Companies (Acceptance of Deposits) Rules, 1975 from the public during the financial year.

DIRECTORS:

Sri V Viswanada Raju retire at the ensuing Annual General Meeting and being eligible, offer himself for re-appointment.

During the year, Sri. Gokaraju Raghu Rama Raju, Sri. Gokraju Ganapathi Rama Prabhakara Raju Sri. M Kiran Phani Varma and Sri. G Rama Lakshmi Narayana Rao were appointed as Additional Directors w.e.f 14.02.2011 and Smt. G.Parvathi appointed as Additional Director w.e.f 18.02.2011 consequent to change in management of the company. As per the provisions of Section 260 of the Companies Act, 1956 their term of office is due to expire at the conclusion of this Annual General Meeting. The Company has received notices in writing, proposing their appointment as Directors of the Company. The relevant resolution proposing their appointments as Directors is included in the Notice of the Annual General Meeting for your approval.

Sri P. R. Ramadurai, Sri A. Prabhakaran, Sri T. Prabhakar Purnananda, Sri P. Lenin Babu, Sri Y Mallikharjuna Rao and Sri P.V.V. Subramanyam resigned as Directors w.e.f 14..02.2011 consequent to change in management of the company.

Sri Raghu Rama Raju was appointed as Managing Director of the company w.e.f 14.02.2011, the relevant resolution for ratification of his appointment as MD is included in the notice of the AGM for your approval.

SCHEME OF ARRANGEMENT

As you are aware the Board has proposed a Scheme of Arrangement between the Company and Its Shareholders and Unsecured Creditors. The Appointed date of the Scheme is 01st April 2010 and the scheme shall be effective upon filing of certified copies of the court order confirming the scheme of arrangement by the Hon'ble High Court of AP with the Registrar of Companies, A.P.

The salient features of the Scheme are :

- a. The Paid up share capital of the Company shall with effect from the appointed date stand reduced from Rs. 3,54,78,000/- (Rupees Three Crore Fifty Four Lakhs Seventy Eight Thousand Only) divided into 35,47,800 (Thirty Five Lakhs Forty Seven Thousand Eight Hundred Only) equity shares of Rs.10/- (Rupees Ten Only) each. to Rs. 35,47,800/- (Thirty Five Lakhs Forty Seven Thousand Eight Hundred Only) divided into 35,47,800 (Thirty Five Lakhs Forty Seven Thousand Eight Hundred Only) equity shares of Rs 1/- each (Rupees One Only) each with balance of Rs.9/- (Rupees Nine Only) being cancelled off the paid up value of each share in the paid up share capital of the company.
- b. Upon such reduction, the total number of shares shall be reduced and consolidated into equity shares of Rs.10/- each at the rate of 10 equity shares of Rs.1/- each into one (1) Equity share of Rs. 10/- each. Accordingly the Paid up share capital of the Company shall be 35,47,800 (Thirty Five Lakhs Forty Seven Thousand Eight Hundred Only) divided into 3,54,780 (Three Lacs Fifty Four Thousand Seven Hundred And Eighty) equity shares of Rs.10/- (Rupees Ten Only) each.
- c. Consequent to the reduction of the paid up share capital, an amount of Rs. 3,19,30,200 /- (Rupees Three Crores Nineteen Lakhs Thirty Thousand Two Hundred Only) representing the reduced paid up capital, shall be used to set off the accumulated losses, out of the total amount of Rs. 5,55,48,251/- (Rupees Five Crores Fifty Five Lakhs Forty Eight Thousand Two Hundred and Fifty One Only) as at 30.06.2011.
- d. The unsecured loans of Rs. 2,65,00,000/- as on 30.06.2011, will be converted into fully paid equity shares by allotment of 26,50,000 equity shares of Rs.10/- each at the rate of Rs.10/- per share.

Presently the Petition to Sanction the scheme, as approved by the shareholders, has been filed with the High Court of AP for its approval. Accordingly upon the scheme being effective, the restructuring of the company as contemplated in the scheme of arrangement will be carried out and a revised balance sheet will be prepared.

CHANGE IN THE NAME OF THE COMPANY :

During the year the name of the Company was changed from Ragson Petrochem Limited To Radix Industries (India) limited vide fresh certificate of incorporation dated 24th August, 2010 given by the Registrar of Companies, A.P.

AUDITORS REPORT:

With regard to clause 7.1 of the Annexure to the Auditors report, the Board would like to submit that, the company has not yet commenced commercial operations and hence there is no need for Internal Audit by Auditors. However the company has in place Internal control procedures which exercises enough checks and balances with regard to the minimum transactions being done at present. Further the Board is committed to put in place a formal Internal Audit System, commensurate with the operations and transactions of the company in the future.

With regard to other clauses in the Auditors reports on accounts of the company for the period under review, is self explanatory and requires no comments

AUDITORS:

As per the provisions of the Listing Agreement, the audit of the companies, shall be carried out only by Auditors who has subjected himself to the peer review process of Institute of Chartered Accountants of India (ICAI) and holds a valid certificate issued by the Peer Review Board of the ICAI. The existing Auditors have conveyed that they do not meet the above criteria and hence requested not to be proposed for re appointment as Auditors for FY 2011-2012. Accordingly the Board proposes M/s Chevuturi Associates , Vijayawada, Chartered Accountants as Statutory Auditors for FY 2011 -12. They have furnished a certificate stating that their re-appointment, if made, will be within the limits laid down under Section 224(1B) of the Companies Act, 1956.

PARTICULARS OF EMPLOYEES:

There are no employees whose particulars are required to be furnished under Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of employees) Rules, 1975, and as amended from time to time as remuneration of none of the employees is in excess of Rs.5,00,000- per month, if employed for the part of year or Rs. 60,00,000 / Rs. 75,00,000 per annum (March 2011 / June 2011) during the financial year .2010-2011

DIRECTORS' RESPONSIBILITY STATEMENT:

The Directors of your Company hereby report:

- (i) that in the preparation of Annual Accounts for the financial year ended 30th June, 2011, the applicable accounting standards have been followed along with the proper explanation relating to material departures, if any, there from;

- (ii) that 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 state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period:
- (iii) that the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities
- (iv) that the directors have prepared the annual accounts on a going concern basis.

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

The details regarding Energy Conservation, Technology Absorption, Foreign Exchange Earnings and Outgo as required by section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of the particulars in the report of the Board of Directors) Rules, 1988 are given as Annexure A and forms part of this report.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

Management Discussion and Analysis Report, pursuant to Clause 49 of the Listing Agreement forms part of this Report and is annexed hereto.

CORPORATE GOVERNANCE:

The Company has implemented the procedures and adopted practices in conformity with the Code of Corporate Governance enunciated in Clause 49 of the Listing Agreement with the Stock Exchanges. A separate report on Corporate Governance is annexed herewith, as a part of the Annual Report along with the Auditor's Certificate on its compliance.

COMPLIANCE CERTIFICATE :

A copy of Compliance Certificate pursuant to the provisions of Section 383A of the Companies Act, 1956, obtained from M/s P.S Rao & Associates, Company Secretary, Hyderabad is attached to this Report.

LISTING:

Your Company's shares are presently listed on The Bombay Stock Exchange Limited, Mumbai and Madras Stock Exchange Limited, Chennai and the listing fees upto FY 2011-12 is paid.

ACKNOWLEDGEMENTS:

Your directors acknowledge the continued support from regulatory, government authorities, staff and all the stake holders for their support and cooperation.

BY ORDER OF THE BOARD
For Radix Industries (India) Limited

Sd/-
G.Raghu Rama Raju
Managing Director

Sd/-
G.Parvathi
Director

Place : Tanuku
Date : 29.11.2011

Annexure-A

INFORMATION UNDER SECTION 217(1)(e) OF THE COMPANIES ACT, 1956, READ WITH COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF THE BOARD OF DIRECTORS) RULES, 1988.

A. CONSERVATION OF ENERGY:

- i. The Company has not commenced commercial operations. However it is very careful in using the power to reduce the cost of maintenance and conserve the resources.
- ii. The Company has not made any additional investments and has not proposed any amount for reduction of consumption of energy.
- iii. There is no impact of the measures at (i) and (ii) above for reduction of energy consumption and consequent impact on the cost of production of goods.
- iv. Disclosure under Form A is not applicable to the Company.

B. TECHNOLOGY ABSORPTION:

FORM B

(Disclosure of particulars with respect to technology Absorption)

i) Research and Development (R & D) :

Specific areas in which R & D carried out by the Company : NIL
 Benefits derived as a result of the above : NIL
 Future plan of action : NIL
 Expenditure on R & D : NIL

ii) Technology absorption, adaptation and innovation : NIL

C. FOREIGN EXCHANGE EARNINGS AND OUTGO:

Activities relating to exports and initiatives taken to increase export products, services and export plans : NIL

Foreign Exchange earnings and outgo:
 (on receipts and payments basis)

| Particulars | 2010-11 | 2009-10 |
|---------------------------|----------------|----------------|
| Foreign Exchange Earnings | Nil | Nil |
| Foreign Exchange Outgo | Nil | Nil |

BY ORDER OF THE BOARD
For Radix Industries (India) Limited

Place : Tanuku
 Date : 29.11.2011

Sd/-
G.Raghu Rama Raju
 Managing Director

Sd/-
G.Parvathi
 Director

**FORM
(See Rule 3)****COMPLIANCE CERTIFICATE**

To
The Members

| | |
|-------------------------|---------------------|
| Reg. No. of the Company | : 01- 016785 |
| Authorised Capital | : Rs.10,00,00,000/- |
| Paid-up Capital | : Rs. 3,54,78,000/- |

RADIX INDUSTRIES (INDIA) LIMITED

Door No. 4-243, Chivatam, Near NH-5 Road,
Tanuku Andhra Pradesh

We have examined the registers, records, books and papers of RADIX INDUSTRIES (INDIA) LIMITED as required to be maintained under the Companies Act, 1956, and the Rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the Financial Year ended 30th June, 2011. (The Company has closed its financial year for 15 Months from 01st April, 2010 to 30th June 2011 and hence all references to financial year shall be construed for 15 Months ended 30th June 2011). In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the company, and its officers, we certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all registers as stated in Annexure A to this certificate, for the financial year 2010-11, as per the provisions and the rules made thereunder and all entries therein have been recorded for the said period.
2. The Company has filed the forms and returns as stated in Annexure B to this certificate, with the Registrar of Companies, A.P.
3. The Company being a Public Limited Company has the minimum prescribed paid up capital.
4. The Board of Directors met Eight times on 30.05.2010, 28.06.2010, 14.08.2010, 13.11.2010, 04.01.2011, 14.02.2011, 18.02.2011 and 11.05.2011 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.
5. The Company has closed its Register of Members from 12th September, 2010 to 15th September 2010 (Both days inclusive) during the financial year.
6. The Annual General Meeting of the Company for the financial year ended on 31st March, 2010 was held on 15.09.2010 after giving due notice to the members of the company and the resolutions passed thereat were duly recorded in the Minutes Book maintained for the purpose.

7. No Extra-ordinary General Meeting was held during the financial year under scrutiny. However the company has obtained approval of the members by passing resolutions through Postal Ballot under section 192A of the Act, after giving due notice to the members of the company and the results of which were announced on 13th July, 2010 and 08th February, 2011 and the minutes duly recorded.
8. The Company has not advanced any loans to its Directors falling within the purview of Section 295 of the Act
9. The Company has not entered into any contracts falling within the purview of Section 297 of the Act during the financial year under scrutiny.
10. The Company has made necessary entries in the registers maintained under Section 301 of the Act.
11. As there were no instances falling within the purview of section 314 of the Act, during the financial year under scrutiny, the company has not obtained any approval from the Board of Directors, members and previous approval of the Central Government.
12. The Company / RTA has issued duplicate share certificates, in compliances with the provisions of the Act and Listing Agreement during the financial year ended FY 2010-11
13.
 - i) The Company has delivered all the certificates on transfer / split / consolidation or any other purpose within the prescribed time as per the provisions of the Act.
 - ii) The Company has not deposited any amount in a separate Bank account as no dividend was declared during the financial year.
 - iii) The Company has not posted warrants to any member of the Company as no dividend was declared during the financial year.
 - iv) There were no amounts lying with the Company in unpaid dividend account or any application money due for refund, matured deposits, matured debentures and the interest accrued thereon which have remained unclaimed or unpaid for a period of seven years or more.
 - v) The Company has complied with requirements of Section 217 of the Act.

14. The Board of Directors is constituted. During the year the following changes took place in the Board :

Sri V.Viswanada Raju appointed as Additional Director w.e.f 30.05.2010 and regularized as Director in the AGM held on 15.09.2010

Sri. Gokaraju Raghu Rama Raju, Sri. G. Ganapathi Rama Prabhakara Raju Sri. M Kiran Phani Varma and Sri. G Rama Lakshmi Narayana Rao appointed as Additional Directors w.e.f 14.02.2011 and Smt. G.Parvathi appointed as Additional Director w.e.f 18.02.2011 consequent to change in management of the company.

Sri P. R. Ramadurai, Sri A. Prabhakaran, Sri T. Prabhakar Purnananda, Sri P. Lenin Babu, Sri Y Mallikharjuna Rao, Sri P.V.V. Subramanyam resigned as Directors w.e.f 14.02.2011 consequent to change in management of the company.

There were no other instances of appointment of directors, additional directors, alternate directors and directors to fill casual vacancies during the financial year 2010-2011.

15. The Company has appointed Sri Raghu Rama Raju as Managing Director, in compliance with the provisions of section 269 read with Schedule XIII of the Act. There was no other instance of appointment of Whole-time Director / Managing Director / Manager during the financial year 2010-11.
16. The Company has not appointed any sole-selling agents during the financial year 2010-11.
17. The Company has obtained approval from the, Registrar of Companies, AP pursuant to the provisions of Section 21, for the change of name of the company from "RAGSAN PETROCHEM LIMITED" To "RADIX INDUSTRIES (INDIA) LIMITED" under the provisions of the Act during the financial year under scrutiny. There were no other instances wherein the Company has obtained any approval from the Central Government, Company Law Board, Regional Director, Registrar or such other authorities, under the provisions of the Act during the financial year under scrutiny.
18. The Directors disclosed their interest in other firms/Companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under during the year under review.
19. The Company has not issued / allotted any shares during the financial year under review.

20. The Company has not bought back any shares during the financial year under review.
21. There was no redemption of preference shares / Debentures during the year under review.
22. There were no transactions necessitating the Company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. As per the Balance Sheet as on 30th June, 2011, the Company has not invited / accepted any deposits falling within the purview of Section 58A of the Act.
24. The Company has not borrowed any amount from its Directors, members, public, financial institutions, banks and others in the financial year, falling within the purview of section 293(1)(d) of the Act.
25. The Company has not given any loans to / made investments in other body corporates during the year under review pursuant to the provisions of section 372A of the Companies Act, 1956
26. The Company has not altered the provisions of the memorandum with respect to situation of the company's registered office from one state to another during the financial year under review. However the company has shifted its registered office outside the local limits of the city, by obtaining the approval of the shareholders.
27. The Company has altered the provisions of the memorandum with respect to the main objects and other objects clause of the company during the year under review and complied with the provisions of Section 17 and 18 of the Act.
28. The Company has altered the provisions of the memorandum with respect to name of the Company during year under review and complied with the provisions of Section 21 of the Act.
29. The Company has not altered the provisions of the memorandum with respect to share capital during the year under scrutiny.
30. The Company has altered its Articles of Association after obtaining approval of members through Postal Ballot under section 192A of the Act, in connection with change of name of the Company and filed the requisite Form 23 with the Registrar of Companies within the prescribed time.

31. As per the information given by the Directors, there were no prosecutions initiated against or show cause notices received by the company during the financial year for offences under the Act.
32. The company has not received any money as security from its employees during the financial year.
33. The provisions of Section 418 of the Companies Act, 1956 are not applicable to the Company.

For P.S. Rao & Associates
Company Secretaries

P.S. Rao
Company Secretary
C.P. No.:3829

Place: Hyderabad
Date : 29.11.2011

ANNEXURE A

STATUTORY REGISTERS AS MAINTAINED BY THE COMPANY DURING THE YEAR.

1. Register of Directors' U/s 303
2. Register of Directors' Shareholdings U/s 307
3. Register of Members U/s 150
4. Minutes of Board Meetings U/s 193
5. Minutes of Annual and Extra-Ordinary General Meetings U/s 193
6. Register of contracts, firms and Companies in which Directors are interested U/s 301(3)
7. Register of Charges U/s 143
8. Register of Contracts U/s 301(1)

ANNEXURE B

FORMS AND RETURNS AS FILED BY THE COMPANY WITH THE REGISTRAR OF COMPANIES, ANDHRA PRADESH DURING THE FINANCIAL YEAR ENDED 30th JUNE, 2011.

| Sl. No | Forms / Returns | Section | Purpose | Remarks |
|--------|-----------------|---------|--------------------------------------|---|
| 1. | Form 23AC & ACA | 220 | Balance Sheet as on 31st March, 2008 | Filed on 09.07.2010 with 9 Times Additional Fees (Availed C.L.S.S 2010) |
| 2. | Form 23AC & ACA | 220 | Balance Sheet as on 31st March, 2009 | Filed on 09.07.2010 with 6 Times Additional Fees (Availed C.L.S.S 2010) |
| 3. | Form 23AC & ACA | 220 | Balance Sheet as on 31st March, 2010 | Filed on 09.08.2010 with 9 Times Additional Fees |
| 4. | Form 20B | 159 | Annual Return as on 30.09.2006 | Filed on 09.08.2010 with 9 Times Additional Fees (Availed C.L.S.S 2010) |
| 5. | Form 20B | 159 | Annual Return as on 29.09.2007 | Filed on 09.08.2010 with 9 Times Additional Fees (Availed C.L.S.S 2010) |
| 6. | Form 20B | 159 | Annual Return as on 30.09.2008 | Filed on 09.08.2010 with 8 Times Additional Fees (Availed C.L.S.S 2010) |

| | | | | |
|-----|----------|---------|--|---|
| 7. | Form 20B | 159 | Annual Return as on 30.09.2009 | Filed on 09.08.2010 with 6 Times Additional Fees (Availed C.L.S.S 2010) |
| 8. | Form 20B | 159 | Annual Return as on 15.09.2010 | Filed on 26.04.2011 with 9 Times Additional Fees |
| 9. | Form 66 | 383A | Compliance Certificate for the financial year 31.03.2009 | Filed on 08.07.2010 with 6 Times Additional Fees (Availed C.L.S.S 2010) |
| 10. | Form 66 | 383A | Compliance Certificate for the financial year 31.03.2010 | Filed on 29.01.2011 with 9 Times Additional Fees |
| 11. | Form 20A | 149(2A) | Commencement of Business in other objects clause of MOA | Filed on 15.07.2010 with Normal Fees |
| 12 | Form 25C | 269 | Re-appointment of Sri. P.R Ramdurai as Managing Director w.e.f 30.09.2009 for a period of 5 years. | Filed on 08.07.2010 with 6 Time Additional Fees (Availed C.L.S.S 2010) |
| 13 | Form 25C | 269 | Appointment of Sri. Gokaraju Raghu Rama Raju as M.D w.e.f 14.02.2011 | Filed on 19.02.2011 with Normal Fees |
| | | | Special Resolutions passed through Postal Ballot u/s 192A in connection with 1. Amendment of the Main Objects Clause III (A) of the Memorandum of Association of the Company by deleting the existing clauses 1 to 5 and insertion of Clause III (A) 1 so as to include Objects relating to Hair, Hair Products, Wigs, Hairdressing, Hair nets etc.,. | Filed on 15.07.2010 with Normal Fees |

| | | | | |
|----|---------|--------|--|---|
| 14 | Form 23 | 192 | 2. Amendment of the Other Objects Clause by inserting Sub Clauses 5 to 8 after existing Clause III (C) 4, so as to include Other Objects relating to Power, Spinning, Construction and Infrastructure. | |
| | | | 3. Commencement of Business in other objects Clause of the Memorandum of Association of the Company and | |
| | | | 4. Change of Name of the Company from “RAGSAN PETROCHEM LIMITED” To “RADIX INDUSTRIES (INDIA) LIMITED” | |
| 15 | Form 23 | 192 | Special Resolution passed through Postal Ballot u/s 192A in connection with shifting of Registered office outside local limits of the city. | Filed on 09.02.2011 with Normal Fees |
| 16 | Form 1A | --- | Name Availability | Filed on 13.05.2010 |
| 17 | Form 1B | 21 | Change of Name from Ragsan Petrochem ltd to Radix Industries(India)ltd. | Filed on 16.07.2010 with Normal Fees. |
| 18 | Form 32 | 303(2) | Appointment of Additional Directors Sri P. Lenin Babu, Sri Y Mallikharjuna Rao, and Sri P.V.V. Subramanyam w.e.f 30.10.2007 | Filed on 07.06.2010 with 9 Times Additional Fees (Availed C.L.S.S 2010) |
| 19 | Form 32 | 303(2) | Regularization of Directors in AGM held on 30.09.2008 - Sri. T P Prabhakar, Sri. P. Lenin Babu, Sri Y Mallikharjuna Rao, and Sri P.V.V. Subramanyam | Filed on 08.07.2010 with 8 Time Additional Fees (Availed C.L.S.S 2010) |

| | | | | |
|----|---------|--------|--|--|
| 20 | Form 32 | 303(2) | Appointment of Sri. V.Viswanada Raju as Additional Director w.e.f 30.05.2010 | Filed on 08.07.2010 with 1 Time Additional Fees (Availed C.L.S.S 2010) |
| 21 | Form 32 | 303(2) | 1) Appointment of Sri. Gokaraju Raghu Rama Raju, Sri. Gokraju Ganpathi Rama Prabhakara Raju Sri. M Kiran Phani Varma and Sri. G Rama Lakshmi Narayana Rao as Additional Directors w.e.f 14.02.2011 and | Filed on 15.02.2011 with Normal Fees |
| | | | 2) Resignation of Sri P. R. Ramadurai, Sri A. Prabhakaran, Sri T. Prabhakar Purnananda, Sri P. Lenin Babu, Sri Y Mallikharjuna Rao, Sri P.V.V. Subramanyam as Directors w.e.f 14..02.2011 | |
| 22 | Form 32 | 303(2) | Regularization of Sri. V.Viswanada Raju as Director in AGM held on 15.09.2010. | Filed on 19.02.2011 with 9 Times Additional Fees. |
| 23 | Form 32 | 303(2) | Appointment of Smt. G.Parvathi as Additional Director w.e.f 18.02.2011 and Sri Raghu Rama Raju as M.D w.e.f 14.02.2011 | Filed on 19.02.2011 with Normal Fees |
| 24 | Form 17 | 138 | Satisfaction of Charge in favor of Madhupala Credit Capitals Ltd. | Filed on 04.05.2010 with Normal Fees. |
| 25 | Form 17 | 138 | Satisfaction of Charge in favor of PRUTHVI SECURITIES LTD | Filed on 03.06.2010 with Normal Fees |
| 26 | Form 17 | 138 | Satisfaction of Charge in favor of PRUTHVI SECURITIES LTD | Filed on 03.06.2010 with Normal Fees |

| | | | | |
|----|---------|------|--|--------------------------------------|
| 27 | Form 18 | 146 | Shifting of Register office from Nalgonda to West Godavari Tanaku. w.e.f 08.02.2011 | Filed on 09.02.2011 with Normal Fees |
| 28 | Form 62 | 192A | Filing of Calendar of Events in connection with conducting of Postal Ballot u/s 192A of the Act. | Filed on 07.06.2010 with Normal Fees |
| 29 | Form 62 | 192A | Filing of Calendar of Events in connection with conducting of Postal Ballot u/s 192A of the Act. | Filed on 09.02.2011 with Normal Fees |

For P.S. Rao & Associates
Company Secretaries

P.S. Rao
Company Secretary
C.P. No.: 3829

Place: Hyderabad
Date: 29.11.2011

MANAGEMENT DISCUSSION & ANALYSIS**OVERVIEW:**

The financial statements have been prepared in compliance with the requirements of the Companies Act, 1956, guidelines issued by the Securities and Exchange Board of India (SEBI) and other statutory requirements. Our Management accepts responsibility for the integrity and objectivity of these financial statements, as well as for various estimates and judgments used therein. The estimates and judgments relating to the financial statements have been made on a prudent and reasonable basis, so that the financial statements reflect in a true and fair manner the form and substance of transactions and reasonably present our state of affairs, profits and cash flows for the year.

INDUSTRY STRUCTURE AND DEVELOPMENT:**ECONOMIC OVERVIEW**

According to the latest numbers made available by Central Statistical Office (CSO), India's GDP at factor cost at constant prices registered an increase of 8.5 percent in the year 2010-11. This revised estimate of 8.5 percent growth for GDP in 2010-11 is only a shade below the advance estimates that had pegged GDP growth for 2010-11 at 8.6 percent. The GDP growth range for the year 2011-12 is expected to be 8 to 8.5 percent. The inputs and projections provided by various participating economists show that while the agriculture and allied activities sector is projected to grow by 3.7 percent this year, industry and services sector are poised to grow by 8 percent and 9.2 percent respectively. The key risks to growth in India in the current year are the negative impact of continuous tightening of monetary policy by RBI and a slowdown in global growth due to various reasons.

INDUSTRY OVERVIEW

India is one of the leading exporters of human hair. According to the United Nations trade statistics, China and India exported more than \$154 million worth of human hair last year. That is precisely because Asian hair grows the fastest and has the greatest elasticity. Moreover, Indian hair is considered to be fine, lustrous and free from chemical treatments, making it suitable for manufacturing wigs.

FINANCIAL PERFORMANCE & OUTLOOK:

During the year under review, the company has changed its line of activity from storage and marketing of gas to dealing in Human Hair, Wigs & its products. However the company is yet to commence the commercial operations in the new line of activity. The income generated during the year under review is on account of write back of creditors and debtors and posted a Net Loss of Rs 66.46 Lakhs as against Rs 0.43 Lakhs for the previous financial year.

FUTURE OUTLOOK:

The members of the company has approved the decision of the board to change the line of activity to dealing in Human Hair Wigs & its products through postal ballot. The new Board is actively working on plans to bag orders and commence commercial operations at the earliest.

OPPORTUNITIES & THREATS

Strength: Huge demand for Hair wigs produced in India in foreign countries, providing high export potential.

Weakness: To get the Hairs for the manufacturing of wigs whenever required is not possible. So it needs to be purchased in bulk quantity whenever it is available, requiring heavy capital investments in stocks.

Opportunities: Asian hair grows the fastest and has the greatest elasticity, making it the most preferred wigs around the world. There is huge demand for human hair and Articles of human hair in China, Brazil, Spain, Korea, U.K, Hong kong, Indonesia, Italy, Austria, Germany etc.

Threats : Earlier the industry experienced serious threat from synthetic hair. However, the synthetic hair had not found favour with the consumers, as it is said to have caused allergic problems and cancer. Other perceived threats are Un Organized Sector, largely dependent on overseas market and normal market competition.

INTERNAL CONTROL SYSTEM AND ITS ADEQUACY

The philosophy we have with regard to internal control systems and their adequacy has been formulation of effective systems and their strict implementation to ensure that assets and interests of the Company are safeguarded; checks and balances are in place to determine the accuracy and reliability of accounting data. The Company has a well defined organization structure with clear functional authority, limits for approval of all transactions. The Company has a strong reporting system, which evaluates and forewarns the management on issues related to compliance. Company updates its internal control system from time to time, enabling it to monitor employee adherence to internal procedures and external regulatory guidelines.

PERSONNEL:

Human wealth is the ultimate wealth for any industry. The Company recognizes this fact and understands that employees are one of the most important sources for sustained growth of any business. Quality personnel delivering their optimum potential for the organization is the key differentiator. The Company maintained good relations with its employees and there was no unrest in the Company at any point of time.

Industrial relations in the organization continued to be cordial and progressive.

HEALTH AND SAFETY:

The Company places considerable emphasis on health and safety throughout its operation and displays commitment to ensure the high standards being maintained in compliance with applicable laws and regulations.

FORWARD LOOKING / CAUTIONARY STATEMENT:

Certain statements in the Management Discussion & Analysis Report detailing the Company's objectives, projections, estimates, expectations or predictions may be forward looking statements within the meaning of applicable securities laws and regulations. These statements being based on certain assumptions and expectation of future events, actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include economic conditions affecting domestic demand supply conditions, finished goods prices, changes in Government Regulations and Tax regime etc. The Company assumes no responsibility to publically amend, modify or revise any forward looking statements on the basis of subsequent developments, information or events.

Report on Corporate Governance

1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

The Company believes in transparency, empowerment, accountability and integrity in its operations duly delegated authority to various functional heads that are responsible for attaining the corporate plans with the ultimate purpose of enhancement of "Stake holder value".

Moreover, the Company believes that sound Corporate Governance practices that provide an important platform to assist the management and the Board in delivering its responsibilities. The Company has always been taking the spirit of various legislations as guiding principles and has done well beyond simple statutory compliance. The Board of directors of the company has the responsibility of protecting the long term interests of all the stakeholders, while adhering to sound principles of corporate governance.

The Company has professionals on its Board of Directors who are actively involved in the deliberations of the Board on all important policy matters.

2. BOARD OF DIRECTORS

The Company upholds the policy of having an optimum combination of Executive, Non-Executive and Independent Directors to ensure independent, transparent and professional conduct of Board Procedures in all aspects. The Managing Director heads the board and the number of Independent Non-executive directors is equal to 50% of the Board strength.

During the Financial year ended 30th June, 2011, Board of Directors met 8 times and gap between two Board meetings did not exceed four months. None of the Directors on the Board is a member in more than 10 committees and none of them act as Chairman of more than five committees across all companies in which he is a Director.

| | | | |
|------------|------------|------------|------------|
| 30.05.2010 | 28.06.2010 | 14.08.2010 | 13.11.2010 |
| 04.01.2011 | 14.02.2011 | 18.02.2011 | 11.05.2011 |

The attendance at the Board Meetings conducted during the 15 months period ended 30th June, 2011 and at the Annual General Meeting as also the number of Directorships and committee memberships (other than Radix Industries (India) Limited) are given below:

| Name of Director | Category | Designation | No. of Board Meetings Attended | Attendance at previous AGM | No. of Memberships in other companies (excluding private limited Companies) | | |
|--|---------------------------|-------------------|--------------------------------|----------------------------|---|-----------|-------------|
| | | | | | Boards | Chair man | Comm ittees |
| Sri P. R. Ramadurai # | Promoter Executive | Managing Director | 6 | Yes | Nil | Nil | Nil |
| Sri A. Prabhakaran # | Promoter Non-Executive | Director | 0 | Yes | Nil | Nil | Nil |
| Sri T. Prabhakar Purnananda # | Non-Executive | Director | 6 | No | 1 | 2 | 2 |
| Sri P. Lenin Babu # | Independent Non-Executive | Director | 6 | Yes | 1 | 2 | 2 |
| Sri Y Mallikharjuna Rao # | Independent Non-Executive | Director | 4 | No | 2 | 6 | 6 |
| Sri P.V.V. Subramanyam # | Independent Non-Executive | Director | 4 | No | Nil | Nil | Nil |
| G. Raghu Rama Raju \$ | Promoter Executive | Managing Director | 3 | No | 1 | Nil | Nil |
| Parvathi Gokaraju (Appointed w.e.f.18.02.2011) | Promoter Non-Executive | Director | 2 | No | 1 | Nil | Nil |
| G Ganapathi Rama Prabhakar Raju \$ | Promoter Non-Executive | Director | 3 | No | 1 | Nil | Nil |
| V Vishwanada Raju (Appointed w.e.f.30.05.2010) | Independent Non-Executive | Director | 5 | No | Nil | Nil | Nil |
| Rama Lakshmi Narayana Rao \$ | Independent Non-Executive | Director | 3 | No | 1 | Nil | Nil |
| M. Kiran Phani Varma \$ | Independent Non-Executive | Director | 3 | No | Nil | Nil | Nil |

Resigned w.e.f 14.02.2011, \$ Appointed w.e.f 14.02.2011

3. AUDIT COMMITEE

The Audit Committee consists of 3 Independent Directors. It provides assistance to the Board of Directors in fulfilling its oversight responsibilities. The Audit committee has been entrusted with the responsibilities as laid down under Section 292A of the Companies Act, 1956 and Clause 49 of the Listing Agreement, to the extent applicable and required.

Composition:

The committee was reconstituted w.e.f 14.02.2011 as follows :

- ✧ Sri. G Rama Lakshmi Narayana Rao – Chairman
- ✧ Sri. M Kiran Phani Varma – Member
- ✧ Sri. V.Viswanada Raju – Member

Terms of Reference:

- a. To review the results and announcement, and the report and accounts at the end of a quarter, half year and the full year before submission to the Board, focusing particularly on:
 - (i) Any changes in accounting policies and practices.
 - (ii) Compliance with accepted accounting standards.
 - (iii) Compliance with the Listing and other Legal requirements
 - (iii) Major Judgmental Decisions; etc.
- b. To consider appointment of Statutory Auditors, the Audit Fee, and any matter of resignation and dismissal.
- c. To discuss with the Statutory Auditor, before the audit commences, the nature and scope of the Audit.
- d. To discuss problems and reservations arising from the statutory audit, and any matters the statutory auditor may wish to discuss.
- e. To consider other matters as may be delegated by the Board from time to time.

Powers of Audit Committee:

- To investigate any activity within its terms of reference.
- To seek information from any employee
- To obtain outside legal or other professional advice.
- To secure attendance of outsiders with relevant expertise, if it considers necessary.

Meetings during the year:

During the Financial year ended 30th June, 2011, the Audit Committee met 5 times as follows, and all the members were present in each of such meetings.

| | | |
|------------|------------|------------|
| 30.05.2010 | 14.08.2010 | 13.11.2010 |
| 14.02.2011 | | 11.05.2011 |

The Company continued to derive immense benefit from the deliberations of the Audit Committee. Sri. G Rama Lakshmi Narayana Rao , who is heading the Audit Committee as Chairman has rich experience and professional knowledge in Finance and Accounts. The members always added value for the Company. Minutes of each Audit Committee were placed before the Board and discussed in the meeting.

4. REMUNERATION COMMITTEE:

The Remuneration Committee consists of 3 Independent Directors. It provides assistance to the Board and Shareholders to decide upon the appropriate remuneration package for the Directors.

Composition

The committee was reconstituted w.e.f 14.02.2011 as follows :

- ❖ Sri. V.Viswanada Raju – Chairman
- ❖ Sri. G Rama Lakshmi Narayana Rao – Member
- ❖ Sri.. M Kiran Phani Varma – Member

Terms of Reference:

- The Remuneration Committee recommends to the Board the compensation terms of the executive directors / non-executive directors
- Framing and implementing on behalf of the Board and shareholders, a credible and transparent policy on remuneration of executive directors including ESOP, Pension Rights and any compensation payment
- Considering, approving and recommending to the Board the changes in designation and increase in salary of the executive directors
- Ensuring the remuneration policy is good enough to attract, retain and motivate directors
- Bringing about objectivity in deeming the remuneration package while striking a balance between the interest of our Company and the shareholders.

Remuneration paid to Directors during the Financial Year

Executive Directors: NIL

Non - Executive Directors: NIL

No meeting of the remuneration committee was held during the financial year 2010-2011 since there was no remuneration paid to any director.

5. SHAREHOLDERS / INVESTORS GRIEVANCE COMMITTEE

The Shareholders / Investors Grievance Committee consists of 3 Independent Directors.

Composition

During the year the committee was reconstituted w.e.f 14.02.2011 with the following directors:

- ❖ Sri. M Kiran Phani Varma – Chairman
- ❖ Sri. G Rama Lakshmi Narayana Rao – Member
- ❖ Sri. V.Viswanada Raju – Member

Terms of reference:

The Committee focuses on shareholders' grievances and strengthening of investor relations. The committee looks after the services of the Registrars and share transfer agents and recommends measures for providing efficient services to investors.

The Committee specifically looks into investor complaints like Transfer/ transmission/ transposition of shares, non receipt of Annual Report, non – receipt of dividend, and other related issues.

The Company has received 1 complaints/ letters from the share holders during the financial year and the same was resolved. As on 30th June, 2011 there are no complaints outstanding.

6. SHARE TRANSFER COMMITTEE

The process of share transfers is carried in house. The Share transfer committee meets fortnightly every month to approve transfer of shares, if any.

Composition

- ❖ Mr. G Raghu Rama Raju – Chairman
- ❖ Mr M Kiran Phani Varma – Member
- ❖ Mr. V.Viswanada Raju – Member

7. MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

A Report of the Management Discussion and Analysis is attached as part of the Annual Report.

8. GENERAL BODY MEETINGS:

Venue and time where the last three AGMs held:

| Year | AGM | Venue | Day & Date | Time |
|------|------|--|------------------------------------|------------|
| 2010 | 16th | Pedda Kandukuru Village, Yadagirugutta Mandal, Aler, Nalgonda District, Andhra Pradesh | Wednesday, 15th September, 2010 | 11.00 A.M |
| 2009 | 15th | Pedda Kandukuru Village, Yadagirugutta Mandal, Aler, Nalgonda District, Andhra Pradesh | Wednesday, 30th September, 2009 | 11.00 A.M |
| 2008 | 14th | Pedda Kandukuru Village, Yadagirugutta Mandal, Aler, Nalgonda District, Andhra Pradesh | Tuesday, 30th September, 2008 | 11:00 A.M. |

Special Resolutions:

No Special Resolutions have been passed in the previous 3 AGM's.

Postal ballot:

Postal Ballot Notice Dated 30th May, 2010:

The Board of Directors sought the approval of members of the Company by way of special resolution through Postal Ballot for

1. Amendment of the Main Objects Clause III (A) of the Memorandum of Association of the Company by deleting the existing clauses 1 to 5 and insertion of Clause III (A) 1 so as to include Objects relating to Hair, Hair Products, Wigs, Hairdressing, Hair nets etc.,.
2. Amendment of the Other Objects Clause by inserting Sub Clauses 5 to 8 after existing Clause III (C) 4, so as to include Other Objects relating to Power, Spinning, Construction and Infrastructure.
3. Commencement of Business in other objects Clause of the Memorandum of Association of the Company and
4. Change of Name of the Company from "RAGSAN PETROCHEM LIMITED" To "RADIX INDUSTRIES (INDIA) LIMITED"

The Postal Ballot Notice dated 30th May, 2010 along with Postal Ballot Forms and the self- addressed envelopes, pursuant to Section 192A of the Companies Act, 1956 for passing the above Resolutions by postal ballot, was dispatched to the members of the Company on 11th June, 2010.

The Board of Directors at its meeting held on 30th May, 2010 had appointed Ms. Shilpa Kotagiri, Company Secretary, Hyderabad as Scrutinizer to receive and scrutinize the ballot forms received from the Members and for conducting the Postal Ballot process in a fair and transparent manner. The Postal Ballot Forms and the self-addressed business reply envelopes were also sent for use of Members. The shareholders were requested to return the postal ballot forms duly completed along with the assent (for) or dissent (against), so as to reach the scrutinizer on or before 12th July, 2010.

Ms. Shilpa Kotagiri, Company Secretary in Practice, Hyderabad submitted her report dated 13th July, 2010 with the Company and based on the said report, results of Postal Ballot were declared on 13th July, 2010 as under:

**RESOLUTION NO 1:
AMENDMENT OF MAIN OBJECTS CLAUSE OF THE MEMORANDUM OF ASSOCIATION OF THE COMPANY UNDER SECTION 16 & 17:**

| No. of Valid Forms Received | Total No. of Shares/Votes | In favour of Resolution | | Against the Resolution | | Remarks |
|-----------------------------|---------------------------|-------------------------|------------------|------------------------|------------------------|------------------------------|
| | | No. of Votes | % of Total Votes | No of Votes | % of total No of Votes | |
| 18 | 2,139,800 | 2,139,800 | 100 | --- | --- | Passed as Special Resolution |

**RESOLUTION NO 2:
AMENDMENT OF THE OTHER OBJECTS CLAUSE III (C) OF THE MEMORANDUM OF ASSOCIATION OF THE COMPANY UNDER SECTION 16 & 17:**

| No. of Valid Forms Received | Total No. of Shares/Votes | In favour of Resolution | | Against the Resolution | | Remarks |
|-----------------------------|---------------------------|-------------------------|------------------|------------------------|------------------------|------------------------------|
| | | No. of Votes | % of Total Votes | No of Votes | % of total No of Votes | |
| 18 | 2,139,800 | 2,139,800 | 100 | --- | --- | Passed as Special Resolution |

**RESOLUTION NO 3:
COMMENCEMENT OF BUSINESS IN OTHER OBJECTS CLAUSE OF THE MEMORANDUM OF
ASSOCIATION OF THE COMPANY UNDER SECTION 149 (2A):**

| No. of Valid Forms Received | Total No. of Shares/Votes | In favour of Resolution | | Against the Resolution | | Remarks |
|-----------------------------|---------------------------|-------------------------|------------------|------------------------|------------------------|------------------------------|
| | | No. of Votes | % of Total Votes | No of Votes | % of total No of Votes | |
| 18 | 2,139,800 | 2,139,800 | 100 | --- | --- | Passed as Special Resolution |

**RESOLUTION NO 4:
CHANGE OF NAME OF THE COMPANY UNDE SECTION 21:**

| No. of Valid Forms Received | Total No. of Shares/Votes | In favour of Resolution | | Against the Resolution | | Remarks |
|-----------------------------|---------------------------|-------------------------|------------------|------------------------|------------------------|------------------------------|
| | | No. of Votes | % of Total Votes | No of Votes | % of total No of Votes | |
| 18 | 2,139,800 | 2,139,800 | 100 | --- | --- | Passed as Special Resolution |

The Resolutions were approved unanimously by the shareholders. The results were also informed to the Bombay Stock Exchange and Madras Stock Exchange and necessary Forms filed with the Registrar of Companies, A.P.

Postal Ballot Notice Dated 04th January, 2011:

The Board of Directors sought the approval of members of the Company by way of special resolution through Postal Ballot for shifting of Registered office of the Company from Kandukuru Village, Yadagirugutta Mandal, Aler, Nalgonda District, A.P to Door No. 4-243, Chivatam, Near NH-5 Road, Tanuku - 534211 West Godavari District, Andhra Pradesh.

The Postal Ballot Notice dated 04th January, 2011 along with Postal Ballot Forms and the self- addressed envelopes, pursuant to Section 192A of the Companies Act, 1956 for passing the above Resolution by postal ballot, was dispatched to the members of the Company on 08.01.2011

The Board of Directors at its meeting held on 04.01.2011 had appointed Ms. Shilpa Kotagiri, Practicing Company Secretary, Hyderabad as Scrutinizer to receive and scrutinize the ballot forms received from the Members and for conducting the Postal Ballot process in a fair and transparent manner. The Postal Ballot Forms and the self-addressed envelopes were also sent for use of Members. The shareholders were requested to return the postal ballot forms duly completed along with the assent (for) or dissent (against), so as to reach the scrutinizer on or before 07.02.2011.

Ms. Shilpa Kotagiri, Company Secretary in Practice, Hyderabad submitted her report dated 08th February, 2011 with the Company and based on the said report, results of Postal Ballot were declared on 08th February, 2011 as under:

| No. of Valid Forms Received | Total No. of Shares/Votes | In favour of Resolution | | Against the Resolution | | Remarks |
|-----------------------------|---------------------------|-------------------------|------------------|------------------------|------------------------|------------------------------|
| | | No. of Votes | % of Total Votes | No of Votes | % of total No of Votes | |
| 23 | 9,22,500 | 9,22,500 | 100 | --- | --- | Passed as Special Resolution |

The Resolutions were approved unanimously by the shareholders. The results were also informed to the Bombay Stock Exchange and Madras Stock Exchange and necessary Forms filed with the Registrar of Companies, A.P.

There is no Special Resolution proposed to be passed by way of Postal ballot in the AGM.

9. DISCLOSURES:

- a. Materially significant related party transactions i.e. transactions of the Company of material nature, with its promoters, the Directors or the management, their subsidiaries or relatives etc., that may have potential conflict with the interests of Company at large: **As disclosed in notes to accounts**
- b. Details on non-compliance by the Company, penalties and strictures imposed on the Company by Stock Exchange or SEBI or any statutory authority, on any matter related to capital markets, during the last three years.:

During the year under review, the company had received Adjudication Notice for alleged violation of Regulation 6 and Regulation 8 of erstwhile SEBI (Substantial Acquisition of Shares and Takeover Regulations), 1997. After hearing the company, the Adjudication officer, imposed a monetary penalty of Rs. 2,00,000/- (Rupees Two Lakhs Only) and the same was paid by the company.

- c) Details of compliance with mandatory requirements and adoption of non-mandatory requirements of the clause

Pursuant to sub-clause VII of clause 49 of the listing agreement, the Company confirms that it has complied with all mandatory requirements prescribed.

As regards non-mandatory requirements, a Remuneration Committee has been formed to evaluate remuneration packages for directors and senior staff members.

10. MEANS OF COMMUNICATION:

- a. Quarterly Financial Results are furnished within the time frame to all the concerned Stock Exchanges as per clause 41 of the Listing Agreement.
- b. No presentations were made to the analysts or institutional investors during the year under review except the results are mailed electronically to those who have requested for regular information.
- c. All material information about the Company is promptly sent through facsimile to the Stock Exchanges where the Company's shares are listed.

11. GENERAL SHAREHOLDER INFORMATION:

Annual General Meeting :

| | | |
|----------------------------|---|--|
| Day, Date and time | : | Thursday, 29th December, 2011 at 10:30 A.M. |
| Venue | : | 4-243, Chivatam, Near NH-5 Road, Tanuku - 534211 West Godavari District, Andhra Pradesh |
| Book Closure Date | : | 26.12.2011 to 29.12.2011 (Both days inclusive). |
| Dividend | : | No dividend is recommended for the year. |
| Listing on Stock Exchanges | : | The Bombay Stock Exchange Limited, Mumbai Madras Stock Exchange Limited, Chennai |
| Scrip Code Number | : | 531412 - BSE RGPT - MSE |
| Market Price Data | : | No Shares were traded on the exchange during the Year 2010-2011 |

Registrars and Transfer Agents : Share Transfers & Communication regarding Share Certificates, Dividends & Change of Address may be sent to

M/s. Bigshare Services Private Limited
Local office at 306, Right Wing, Amrutha Ville,
Opp. Yashoda Hospital, Somajiguda,
Rajbhavan Road, Hyderabad – 500 082

Share Transfer System :

The transfer of shares in physical form is registered in-house, and the share certificates are duly transferred and dispatched to the shareholder within a maximum period of 30 days from the date of receipt, subject to the documents being valid and complete in all respects. All share transfers are approved by the Share Transfer Committee, which meets every fortnight.

Issue of Equity Shares : Nil

Distribution of Shareholdings as on 30.06.2011:

| Equity shares holding of Nominal Value (Rs) | No.of shareholders | % | Amount (in Rs) | % |
|---|--------------------|---------------|-----------------|---------------|
| Upto 5000 | 576 | 78.69 | 804000 | 2.27 |
| 5001 to 10000 | 60 | 8.20 | 496000 | 1.40 |
| 10001 to 20000 | 31 | 4.23 | 502000 | 1.41 |
| 20001 to 30000 | 18 | 2.46 | 452000 | 1.27 |
| 30001 to 40,000 | 13 | 1.78 | 475000 | 1.34 |
| 40001 to 50000 | 8 | 1.09 | 369000 | 1.04 |
| 50001 to 100000 | 11 | 1.50 | 834000 | 2.35 |
| 100001 & above | 15 | 2.05 | 31546000 | 88.92 |
| Total | 732 | 100.00 | 35478000 | 100.00 |

Outstanding GDR's / ADR's / Warrant or any convertible instruments, conversion date and likely impact on Equity:

The Company has not issued any of these instruments till date.

Secretarial Audit:

A qualified practicing Company Secretary carries out Secretarial Audit every quarter to reconcile the total issued and listed capital. The audit confirms that the total issued/paid up capital is in agreement with the aggregate total number of shares in physical form.

Address for correspondence:

Plant Office : 4-243, Chivatam, Near NH-5 Road,
Tanuku - 534211 West
Godavari District, Andhra Pradesh

Corporate Office : Plot No. 21, Aswini Heights,
Road No.7, Jubilee Hills,
Hyderabad – 500 033

Nomination Facility:

Shareholders holding shares in physical form and desirous of making a nomination in respect of their shareholding in the Company as permitted under Section 109A of the Companies Act, 1956 are requested to submit to the Company the prescribed Form 2B for this purpose

Code of Conduct for the Board & Senior Management Personnel:

The Company has laid down a Code of Conduct which has been effectively adopted by the Board Members and Senior Management Personnel of the Company.

DECLARATION OF COMPLIANCE OF CODE OF CONDUCT

Radix industries (India) Limited has adopted a Code of Business Conduct and Ethics (the Code) which applies to all the employees and Directors of the Company. Under the Code, it is the responsibility of all the employees and directors to familiarize themselves with the code and comply with its standards.

I hereby certify that the Board Members and Senior Management Personnel of the Company have affirmed compliance with the Code of Conduct of the Company for the year 2010-11.

Sd/-

G. Raghu Rama Raju
Managing Director

Sd/-

G. Parvathi
Director

Place : Tanuku
Date : 29.11.2011

CEO & CFO Certification

To
The Board Of Directors
Radix Industries (India) Limited

We G. Raghu Rama Raju, Managing Director and G Parvathi Director, to the best of our knowledge and belief, certify that:

1. We have reviewed financial statements and the cash flow statement for the FY 10 – 11 and that to the best of our knowledge and belief:
 - (i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (ii) these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
2. To the best of our knowledge and belief, no transactions were entered into by the company during the year under review, which are fraudulent, illegal or violative of the company's code of conduct.
3. We are responsible for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of internal control systems of the company pertaining to financial reporting.
4. There are no deficiencies in the design or operation of internal controls.
5. We have disclosed to the Company's Statutory Auditors and to the Audit committee of the Board that:
 - (i) There were no significant changes in internal control over financial reporting during the year under review.
 - (ii) There were no significant changes in accounting policies during the year.
 - (iii) There were no instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.

- (iv) In order to carry out the scheme of arrangement, the company has changed its fiscal year end from March, 31 to June, 30. Hence, audited financial statements are accordingly prepared for the 15 months period ended 30th June, 2011 as compared to 12 months period ended 31st March,2010. Accordingly all references to financial year for the current year shall be construed for 15 Months ended 30th June 2011.

Date : 29.11.2011
Place : Tanuku

Sd/-
G. Raghu Rama Raju,
Managing Director

Sd/-
G Parvathi
Director

**CERTIFICATE FROM PRACTISING COMPANY SECRETARY REGARDING
COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE**

To
The Members,
Radix industries (India)Ltd

We have examined the compliance of conditions of corporate governance by Radix industries (India)Ltd for the year ended 30th June, 2011, as stipulated in clause 49 of the Listing Agreement of the Company with Stock Exchanges.

The compliance of the conditions of the corporate governance is the responsibility of the Management. Our examination was limited to procedures and implementation thereof, adopted by the company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor expression of the opinion on the financial statements of the Company. In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned listing agreement.

We further state that such compliance is neither an assurance as to the future viability of the company nor the efficiency or effectiveness with which the management has conducted the affairs of the company.

For P.S. Rao & Associates
Company Secretaries

Sd/-
P.S. Rao
Company Secretary
C.P. No.:3829

Place : Hyderabad
Date : 29.11.2011

AUDITOR'S REPORT

To

THE SHAREHOLDERS OF
RADIX INDUSTRIES (INDIA) LIMITED

We have audited the attached Balance Sheet of RADIX INDUSTRIES (INDIA) LIMITED as at 30th June, 2011, its Profit and Loss Account and its Cash-flow statement for the period 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 these financial statements based on our audit.

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 that the financial statements are free from material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

- 1) As required by the Companies (Auditor's Report) Order, 2003 issued by the 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 paragraphs 4 and 5 of the said Order.
- 2) Further to our comments referred to in paragraph 1 above.
 - a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) In our opinion, proper books of account as required by law have been kept by the company so far as appears from our examination of such books;
 - c) The Balance Sheet, Profit and Loss Account and Cash-flow statement dealt with by this report are in agreement with the books of account;
 - d) 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;
 - e) On the basis of written representations received from the Directors, as on June 30, 2011, and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on June 30, 2011 from being appointed as a Director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956;

- f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts 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;
- i. In the case of the Balance Sheet, of the state of affairs of the Company as at 30th June, 2011;
- ii. In the case of the Profit and Loss account of the LOSS of the company for the 15 months ended on that date.

and

- iii. In the case of Cash-flow statement of the cash flows of the company for the 15 months ended on that date.

For CHERUKURI ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Reg.no.008823S

Sd/-
(CA.Ch.Srinivasa Rao)
Proprietor
M.No.209237

Place : Tanuku
Date : 29.11.2011

Annexure referred to in paragraph 3 of our report of even date

- 1.1 According to the information and explanations furnished to us, the company has no fixed assets neither at the beginning of the year nor as on the date of balance sheet, hence the reporting under sub clause (i)(b)and (c) of para 4 of the order does not arise.
- 2.1 According to the information and explanations furnished to us, the company has physically verified its inventories during the Financial Year. In our opinion, the frequency and extent of such verification is reasonable.
- 2.2 In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- 2.3 According to the information furnished to us, the company is maintaining proper records of its inventory. The discrepancies, if any, noticed on verification between the physical stocks and the book records were not material and have been properly dealt with in the books of account.
- 3.1 According to the information and explanations furnished to us, the company has not granted any loans to companies, firms or other parties covered by the register maintained under Section 301 of the Companies Act 1956, at the beginning of the Financial Year or during the Financial Year, and consequently reporting under sub-causes b, c, and d of clause 4 (iii) of the Order does not arise during the Financial Year.
- 3.2 According to the information and explanations furnished to us, the company has taken loans aggregating to Rs. 1,98,50,000/- from two directors who are covered by the register maintained under section 301 of the Companies Act, 1956.
- 3.3 In our opinion, the rate of interest and other terms and conditions on which Loan has been taken by the company from the party covered by register maintained under section 301 of the Companies Act, 1956 is not prima facie prejudicial to the interest of the company.
- 4.1 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 purchase of inventory, fixed assets and with regard to the sale of goods and services. Further, during the course of our audit, we have not come across any instances of major weaknesses in internal control system that in our opinion, require correction but have so continued without correction.

- 5.1 According to the information and explanations furnished to us, the company has not entered into any transactions with the parties covered in the register maintained under section 301 of the Act. Hence the reporting requirements in terms of clause (iv) (a) and (b) does not arise during the year under report.
- 6.1 According to the information and explanations given to us, the company has not accepted any deposits covered under the provisions of section 58A, 58AA or any other relevant provisions of the Act. Further, according to the information furnished to us, no order has been passed on the company by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal for non-compliance with the provisions of Sections 58A and 58AA of the Companies Act, 1956.
- 7.1 According to the information furnished to us, the company has no internal audit system during the financial year under report.
- 8.1 The requirement of maintenance of Cost Accounting records under Section 209(1) (d) of the Companies Act, 1956, does not apply to the company.
- 9.1 According to the information and explanations furnished to us and according to the books and records produced for our examination, in our opinion, the company is regular in depositing with the appropriate authorities, the undisputed statutory dues including Provident Fund, Employees' State insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, and other material statutory dues wherever applicable to it and further there are no undisputed statutory dues that were outstanding, as at the date of the Balance Sheet, for a period of more than six months from the date they became payable.
- 9.2 According to the information and explanations furnished to us and according to the records of the company, the company has no disputed dues on account of Income Tax, Wealth Tax, Service Tax, Sales Tax, Customs Duty, Excise Duty or Cess pending remittance as at June 30, 2011.
- 10.1 The company has accumulated losses of Rs.5,55,48,251 at the end of the 15 months period ended 30th June, 2011 and it incurred cash loss of Rs.66,46,427 during 15 months period covered by our report and the company had also made cash losses immediately preceding previous year ended by 31st March, 2010.
11. According to the information and explanations given to us, there were no defaults in repayment of dues to financial institutions, banks or debenture holders at the date of balance sheet.
12. According to the information and explanations given to us, the company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures, and other securities.
13. In our opinion and according to the information and explanations furnished to us, the company is not a chit fund or a nidhi / mutual benefit fund / society and hence, the

- requirements of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company during the Financial Year under report.
14. In our opinion and according to the information and explanations furnished to us, the company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the requirements of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company during the Financial Year under report.
 15. According to the information and explanations furnished to us, the company has not given any guarantee for loans taken by others from any banks or financial institutions during the year and also there are no such outstanding guarantees as on date of balance sheet.
 16. According to the information and explanation furnished to us, the Company has not obtained any term loans during the period.
 17. In our opinion and according to the information and explanations furnished to us, and on an overall examination of Balance Sheet of the company, we are of the opinion that the company during the period under report, funds raised by the company on short term basis have prima facie not been used for long term applications.
 18. According to the information and explanations given to us, the company has not made any preferential allotment of shares during the period to the parties covered by the register maintained under section 301 of the Companies Act, 1956.
 19. According to the information and explanations given to us, the company has not issued any debentures during the period under report.
 20. The company has not raised any monies through public issue of its securities during the period , and the question of end use of such monies did not arise during the period.
 21. According to the information and explanations furnished to us, and based on the audit procedures generally adopted by us, we report that, during the year, no fraud on or by the company has been noticed or reported that is either significant or could have caused a material misstatement in the financial statements.

For CHERUKURI ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Reg.no.008823S

Sd/-
(CA.Ch.Srinivasa Rao)
Proprietor
M.No.209237

Place : Tanuku
Date : 29.11.2011

RADIX INDUSTRIES (INDIA) LIMITED

51

| BALANCE SHEET AS AT 30TH JUNE, 2011 | | | | Amount in Rs. | |
|---|-----|--|---|--|--|
| Particulars | | Schedule No | 15 Months Period Ended 30/06/2011 | For the year Period Ended 31/03/2010 | |
| I. SOURCE OF FUNDS | | | | | |
| Shareholders' Funds: | | | | | |
| a. Share Capital | (A) | 1 | 35478000 | 35478000 | |
| b. General Reserves | | 2 | 10382500 | 10382500 | |
| Secured Loans | (B) | 3 | 0 | 2516996 | |
| Unsecured Loans | (C) | 4 | 26500000 | 1275000 | |
| T O T A L | | (A+B+C) | 72360500 | 49652496 | |
| II. APPLICATION OF FUNDS: | | | | | |
| Current Assets, Loans and Advances: | | | | | |
| a) Inventories | | 5 | 0 | 92350 | |
| b) Cash and Bank Balances | | 6 | 16456067 | 22800 | |
| c) Loans & Advances | | 7 | 380549 | 1044753 | |
| | | | 16836616 | 1159903 | |
| Less: Current Liabilities and Provisions | | | | | |
| a) Current Liabilities | | 8 | 24367 | 6170495 | |
| b) Provisions | | 9 | 0 | 8083 | |
| | | | 24367 | 6178578 | |
| Net Current Assets | (A) | | 16812249 | (5018675) | |
| Preliminary Expenditure (to the extent not written off) | (B) | 10 | 0 | 5769347 | |
| Deficit in Profit & Loss account | (C) | | 55548251 | 48901824 | |
| T O T A L | | (A+B+C) | 72360500 | 49652496 | |
| As per Our Report of Even Date | | | | | |
| For CHERUKURI ASSOCIATES | | | For RADIX INDUSTRIES (INDIA) LIMITED | | |
| Chartered Accountants | | | | | |
| F.R.NO.008823S | | | | | |
| Sd/- (CA.Ch.Srinivasa Rao) Proprietor M.No.: 209237 | | Sd/- Gokaraju Raghu Rama Raju Managing Director | | Sd/- Gokaraju Parvathi Director | |
| Place: Tanuku | | | | | |
| Date : 29.11.2011 | | | | | |

RADIX INDUSTRIES (INDIA) LIMITED

52

PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED FROM 01-04-10 TO 30-06-11

Amount in Rs.

| Particulars | Schedule No | 15 Months Period Ended 30/06/2011 | For the year Period Ended 31/03/2010 |
|---|----------------|-----------------------------------|--------------------------------------|
| INCOME | | | |
| Income from Operations | | 97500 | 3353036 |
| Other Income | 11 | 1524695 | 2842665 |
| | (A) | <u>1622195</u> | <u>6195701</u> |
| EXPENDITURE: | | | |
| Payments and benefits to Employees | 12 | 1394140 | 1140379 |
| Expenses | 13 | 6774832 | 1812199 |
| Taxes & Licenses | 14 | 7300 | 33530 |
| | | <u>8176272</u> | <u>2986108</u> |
| Decrease in Stocks | 15 | 92350 | 3253036 |
| | (B) | <u>8268622</u> | <u>6239144</u> |
| Loss for the year | (A)-(B) | -6646427 | -43443 |
| Deficit brought forward from previous year | | -48901824 | -48858381 |
| Balance taken to Balance Sheet | | <u>-55548251</u> | <u>-48901824</u> |
| Earning Per Share (Basic & Diluted in `) | Rs. | (-1.87) | -0.01 |

As per Our Report of Even Date

For CHERUKURI ASSOCIATES

Chartered Accountants

F.R.NO.008823S

For RADIX INDUSTRIES (INDIA) LIMITED

Sd/-

(CA.Ch.Srinivasa Rao)

Proprietor

M.No.: 209237

Sd/-

Gokaraju Raghu Rama Raju

Managing Director

Sd/-

Gokaraju Parvathi

Director

Place: Tanuku

Date : 29.11.2011

CASH FLOW STATEMENT FOR THE 15 MONTHS PERIOD ENDED 30TH JUNE 2011

Amount in Rs.

| Particulars | 15 Months Period Ended 30/06/2011 | For the year 31/03/2010 |
|--|--------------------------------------|----------------------------|
| I CASH FLOW FROM OPERATING ACTIVITIES | | |
| Net Profit before tax | -6646427 | -43443 |
| <u>Add/Less: Adjustments for</u> | | |
| Balances Written Off (Net) | -1472243 | -2285872 |
| Provisions no longer required towards expenses | -52452 | -556793 |
| Misc. Expenses written off | 5769347 | 0 |
| Operating profit before working capital changes | -2401775 | -2886108 |
| <u>Add/Less: Adjustments for working capital</u> | | |
| Increase / Decrease in inventories | 92350 | 4767940 |
| Increase in other current assets | 0 | 0 |
| Increase / Decrease in Loans and advances | -380549 | 0 |
| Increase / Decrease in current liabilities | -6101759 | -2250436 |
| Cash generated from operations | -8791733 | -368604 |
| Less: Direct taxes paid | 0 | 0 |
| Net cash used in operating activities | -8791733 | -368604 |
| II CASH FLOW FROM FINANCING ACTIVITIES | | |
| Proceeds from borrowings | 25225000 | 375000 |
| Net cash from financing activities | 25225000 | 375000 |
| Net increase / decrease in cash and cash equivalents | 16433267 | 6396 |
| Cash and cash equivalents at the beginning of the period | 22800 | 16404 |
| Cash and cash equivalents at the end of the period | 16456067 | 22800 |
| Net increase / decrease in cash and cash equivalents | 16433267 | 6396 |

As per Our Report of Even Date

For CHERUKURI ASSOCIATES

Chartered Accountants

F.R.NO.008823S

Sd/-

(CA.Ch.Srinivasa Rao)

Proprietor

M.No.: 209237

For RADIX INDUSTRIES (INDIA) LIMITED

Sd/-

Gokaraju Raghu Rama Raju

Managing Director

Sd/-

Gokaraju Parvathi

Director

Place : Tanuku

Date : 29.11.2011

| SCHEDULES FORMING PART OF BALANCE SHEET | | Amount in Rs. |
|---|----------------------------|----------------------------|
| Particulars | As at 30.06.2011 Rs. | As at 31.03.2010 Rs. |
| SCHEDULE 1 | | |
| SHARE CAPITAL | | |
| Authorised Capital 1,00,00,000 Equity Shares of Rs.10/- each | 100000000 | 100000000 |
| Issued, Subscribed Capital 77,00,800 Equity Shares of Rs.10/- each | 77008000 | 77008000 |
| Paidup Capital 35,47,800 Equity Shares of Rs.10/- each | 35478000 | 35478000 |
| RESERVES: 2 | | |
| General Reserve (Transfer from forfeiture of 41,53,000 Equity Shares of Rs.10/- each partially paid-up @ 2.50 per share) | 10382500 | 10382500 |
| SCHEDULE 3 | | |
| SECURED LOANS | | |
| Loan from a Company | 0 | 2516996 |
| SCHEDULE 4 | | |
| UNSECURED LOANS | | |
| Loan from Directors | 19850000 | 0 |
| Loan from Others (Amount repayable within a period of One year is Rs."NIL") | 6650000 | 1275000 |
| | 26500000 | 1275000 |
| SCHEDULE 5 | | |
| INVENTORIES: | | |
| Stock of Finished Goods | 0 | 92350 |

SCHEDULES FORMING PART OF BALANCE SHEET

Amount in Rs.

| Particulars | As at 30.06.2011 Rs. | As at 31.03.2010 Rs. |
|-------------|----------------------------|----------------------------|
|-------------|----------------------------|----------------------------|

SCHEDULE 6

CASH & BANK BALANCES:

| | | |
|-----------------------------|-----------------|--------------|
| Cash on Hand | 184632 | 19382 |
| Cash at Scheduled Banks in: | | |
| -Current Accounts | 16271435 | 3418 |
| | 16456067 | 22800 |

SCHEDULE 7

LOANS & ADVANCES:

(Advances recoverable in Cash or in kind or for value to be received, unsecured considered good)

| | | |
|---|---------------|----------------|
| Deposits with Govt. and Other Departments | 368549 | 1044753 |
| | 12000 | 0 |
| | 380549 | 1044753 |

SCHEDULE 8

CURRENT LIABILITIES

Sundry Creditors

| | | |
|------------------------------------|-------|---------|
| --Due to Micro & Small Enterprises | 0 | 0 |
| --Due to Others | 24367 | 6170495 |

| | |
|--------------|----------------|
| 24367 | 6170495 |
|--------------|----------------|

SCHEDULE 9

PROVISIONS:

| | | |
|------------------------|----------|-------------|
| For Fringe Benefit Tax | 0 | 8083 |
| | 0 | 8083 |

SCHEDULE 10

PRELIMINARY EXPENDITURE:

| | | |
|---------------------------------|---|---------|
| (to the extent not written off) | 0 | 5769347 |
|---------------------------------|---|---------|

SCHEDULES FORMING PART OF PROFIT & LOSS ACCOUNT Amount in Rs.

| Particulars | As on 30.06.2011 Rs. | As on 31.03.2010 Rs. |
|--|----------------------------|----------------------------|
| SCHEDULE - 11 | | |
| OTHER INCOME: | | |
| Balances Written Off (Net) | 1472243 | 2285872 |
| Provisions no longer required towards expenses | 52452 | 556793 |
| | 1524695 | 2842665 |
| SCHEDULE -12 | | |
| PAYMENTS & BENEFITS TO EMPLOYEES: | | |
| Salaries | 1394140 | 1140379 |
| SCHEDULE -13 | | |
| EXPENSES | | |
| Devaluation of Stocks | 0 | 1514904 |
| Freight Charges | 0 | 133795 |
| Electricity Charges | 4203 | 15000 |
| Office Maintenance | 36428 | 6500 |
| Rent | 117260 | 60000 |
| Traveling Expenses | 202755 | 16000 |
| Payment to Auditors (Note no.7) | 12030 | 10000 |
| Miscellaneous Expenses | 632809 | 56000 |
| Preliminary Expenses Written off | 5769347 | 0 |
| | 6774832 | 1812199 |
| SCHEDULE -14 | | |
| TAXES & LICENSES | | |
| Taxes & Licenses | 7300 | 33530 |
| SCHEDULE -15 | | |
| OPENING AND CLOSING STOCK | | |
| A. Opening Stock | | |
| Stock of Materials | 92350 | 3345386 |
| Total - A | 92350 | 3345386 |
| B. Closing Stock | | |
| Stock of Materials | 0 | 92350 |
| Total - B | 0 | 92350 |
| Total (A - B) | 92350 | 3253036 |

**ACCOUNTING POLICIES & NOTES FORMING PART OF ACCOUNTS
FOR THE 15 MONTHS PERIOD ENDED ON 30th JUNE, 2011**

1. The accounts are prepared under the historical cost convention and in accordance with generally accepted accounting practices.
2. The company has not carried out any operations during the year under report. Hence furnishing of quantitative particulars as required under part II of Schedule VI of the Companies Act, 1956 does not arise during the year.

3. Note for Share Capital, Unsecured Loans and Accumulated Losses:

The Company has proposed a Scheme of Arrangement between the Company and Its Shareholders and Unsecured Creditors. The Appointed date of the Scheme is 01st April 2010 and the scheme shall be effective upon filing of certified copies of the court order confirming the scheme of arrangement by the Hon'ble High Court of AP with the Registrar of Companies, A.P.

The salient features of the Scheme are :

- a. The Paid up share capital of the Company shall with effect from the appointed date stand reduced from Rs. 3,54,78,000/- (Rupees Three Crore Fifty Four Lakhs Seventy Eight Thousand Only) divided into 35,47,800 (Thirty Five Lakhs Forty Seven Thousand Eight Hundred Only) equity shares of Rs.10/- (Rupees Ten Only) each. to Rs. 35,47,800/- (Thirty Five Lakhs Forty Seven Thousand Eight Hundred Only) divided into 35,47,800 (Thirty Five Lakhs Forty Seven Thousand Eight Hundred Only) equity shares of Rs 1/- each (Rupees One Only) each with balance of Rs.9/- (Rupees Nine Only) being cancelled off the paid up value of each share in the paid up share capital of the company.
- b. Upon such reduction, the total number of shares shall be reduced and consolidated into equity shares of Rs.10/- each at the rate of 10 equity shares of Rs.1/- each into one (1) Equity share of Rs. 10/- each. Accordingly the Paid up share capital of the Company shall be 35,47,800 (Thirty Five Lakhs Forty Seven Thousand Eight Hundred Only) divided into 3,54,780 (Three Lacs Fifty Four Thousand Seven Hundred And Eighty) equity shares of Rs.10/- (Rupees Ten Only) each.
- c. Consequent to the reduction of the paid up share capital, an amount of Rs. 3,19,30,200 /- (Rupees Three Crores Nineteen Lakhs Thirty Thousand Two Hundred Only) representing the reduced paid up capital, shall be used to set off the accumulated losses, out of the total amount of Rs. 5,55,48,251/- (Rupees Five Crores Fifty Five Lakhs fourty eight Thousand Two Hundred and Fifty OneOnly) as at 30.06.2011.

- d. The unsecured loans of Rs. 2,65,00,000/- as on 30.06.2011, will be converted into fully paid equity shares by allotment of 26,50,000 equity shares of Rs.10/- each at the rate of Rs.10/- per share.
- e. The Capital Structure of the Company subsequent to reduction, consolidation and fresh issue and allotment of shares as contemplated in this Scheme shall be as follows:

(Amt in Rs.)

| Particulars | Pre Scheme | Post Restructuring (upon sanctioning of the Scheme) |
|--|--------------|---|
| Authorised Share Capital 1,00,00,000 Equity shares of Rs.10 each | 10,00,00,000 | 10,00,00,000 |
| Issued and Subscribed Share capital: 77,00,800 Equity shares of Rs.10 each | 7,70,08,000 | |
| 30,04,780 Equity Shares of Rs.10 each | | 3,00,47,800 |
| Paid up Share capital: 35,47,800 Equity shares of Rs.10 each. 30,04,780 Equity Shares of Rs.10 each | 3,54,78,000 | 3,00,47,800 |

Note :

- i. For the purpose of the scheme, 90% reduction of capital has also been effected on 41,53,000 Equity Shares representing the Forfeited Shares.
- ii. For Issue of Fresh Shares upon conversion of unsecured loans, 4,15,300 balance shares out of the Forfeited Shares after reduction of capital will be first used to issue fresh shares.
- iii. The post restructuring paid up capital includes reduction of capital, consolidation of shares and fresh issue of shares upon conversion of unsecured loans into equity shares.
 - f. We have been informed that, the Scheme has been approved unanimously by the shareholders and presently the Petition to Sanction the scheme has been filed with the High Court of AP.
 - g. Accordingly upon the scheme being effective, the above restructuring will be carried out and a revised balance sheet will be prepared.

4. The company decided to change its fiscal year end from March, 31 to June, 30. Hence, audited financial statements are accordingly prepared for the 15 months period ended 30th June, 2011 and compared to 12 months period ended 31st March, 2010.
5. There are no earnings and no expenditure incurred in foreign currency during the year and in previous year.
6. Balances written off consists of the written off amounts due to loan creditor of Rs.25,16,996/- and written off of amount due to a debtor of Rs.10,44,753/-

7. PAYMENT TO AUDITORS:

| | Cur.Year | Pr.Year |
|---------------------------|---------------|---------------|
| Towards Statutory Audit | 11,030 | 10,000 |
| Towards Certification Fee | 1,000 | -- |
| | <u>12,030</u> | <u>10,000</u> |

8. As per the information submitted by the suppliers regarding their status under “Micro Small and Medium Enterprises Development Act, 2006, there are no dues to such suppliers remaining unpaid beyond the appointed day as at the date of Balance Sheet.

9. Particulars disclosed pursuant to “AS-18 Related Party Disclosures”.

A. List of Related parties:

Key Management Personnel

- a) Sri.G.Raghu Rama Raju, Managing Director
- b) Smt.G.Parvathi, Director
- c) Sri.G.G.R.Prabhakara Raju, Director

Companies Controlled by Key Management Personnel:

M/s.Diamond Drop Property Holdings (India) Private Limited (Smt.G.Parvathi Director interested as Director in the Company)

Amount in Rs.

| Particulars | Key Management Personnel | Relative of Key Management Personnel | Companies/ Firms/Controlled KMP/Relatives of KMP |
|---|--------------------------|--------------------------------------|--|
| Transaction during the year | | | |
| Rent paid by | | | 117260 |
| Balance as at 30-06-2011 | | | |
| <u>Share Capital in the Company held by</u> | | | |
| Sri. Gokaraju Raghu Rama Raju | 25421000 | | |
| Sri. G.G.R.Prabhakara Raju | 500000 | | |
| <u>Unsecured Loan from</u> | | | |
| Sri. Gokaraju Raghu Rama Raju | 15850000 | | |
| Sri. Gokaraju Pravathi | 400000 | | |

10. Outstanding balances in respect of Sundry Debtors, Sundry Creditors and Loans & Advances are subject to confirmation from the parties. In the opinion of the Board of Directors, the Current Assets, Loans and advances have a value on realization in the ordinary course of business at least equal to the amount at which they are stated.
11. The Previous year's figures are for the year ended 31st March, 2010, while those of current period are for 15 months ended 30th June, 2011. Hence, the same are not comparable. The previous year's figures have been regrouped/reclassified wherever necessary to conform to the current period presentation.
12. Paise have been rounded off.

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

Part IV of Schedule VI of the Companies Act, 1956

(Amount in '000)

| | | |
|---|--|-----------------------|
| I) Registration details: | | |
| a) Registration No. | | L37200AP1993PLC016785 |
| b) State Code | | 01 |
| c) Balance Sheet date | | 30/06/2011 |
| II) Capital raised during the year: | | |
| a) Public Issue | | NIL |
| b) Right Issue | | NIL |
| c) Bonus Issue | | NIL |
| d) Private Placement | | NIL |
| III) Position of mobilisation and deployment of funds : | | |
| a) Total assets | | 72361 |
| b) Total liabilities | | 72361 |
| Sources of funds: | | |
| a) Paid up Capital | | 35478 |
| b) Share Application Money | | 0 |
| c) Reserve & Surplus | | 10383 |
| d) Secured Loans | | 0 |
| e) Unsecured Loans | | 26500 |
| f) Deferred Tax(Net) | | 0 |
| Total: | | 72361 |
| Application of funds: | | |
| a) Net fixed assets | | 0 |
| b) Investments | | 0 |
| c) Net Current Assets | | 16812 |
| d) Miscellaneous expenditure | | 0 |
| e) Accumulated Losses | | 55549 |
| f) Deferred Tax(Net) | | 0 |
| Total: | | 72361 |
| IV) Performance of Company: | | |
| a) Turnover | | 98 |
| b) Other income | | <u>1525</u> |
| Total | | <u>1623</u> |
| c) Total Expenditure | | 8269 |
| d) Profit before tax | | -6646 |
| e) Profit after tax | | -6646 |
| f) Earning per share in Rs. | | -1.87 |
| V) Generic name of three principal products/ Services of the company (as per monetary terms) | | |
| Item Code No.(ITC Code) | | 67030010 |
| Product Description | | Human Hair |

As per Our Report of Even Date

For CHERUKURI ASSOCIATES

For RADIX INDUSTRIES (INDIA) LIMITED

Chartered Accountants

F.R.NO.008823S

Sd/-

Sd/-

Sd/-

(CA.Ch.Srinivasa Rao)

Gokaraju Raghu Rama Raju

Gokaraju Parvathi

Proprietor

Managing Director

Director

M.No.: 209237

Place: Tanuku

Date : 29.11.2011

RADIX INDUSTRIES (INDIA) LIMITED

Regd Off : 4-243, Chivatam, Near NH-5 Road, Tanuku - 534211 West Godavari District, Andhra Pradesh

PROXY

Regd. Folio No. :

No. of Shares Held:

I / we..... of
..... in the district of.....
..... hereby appoint
of..... or failing him..... of
..... as my/our Proxy to attend and to vote for me/us on my/
our behalf at the 17h Annual General Meeting of the Company to be held on Thursday, 29th
December 2011 at 10.30 A.M. at : Door No. 4-243 Chivatam, Near NH-5 Road Tanuku A.P
and at any adjournment thereof.

Signed this day ofTwo Thousand Eleven.

Signature
(on Re.1
Revenue
Stamp)

Note : 1. The proxy must be deposited at the Registered Office of the Company not less than 48 Hours before the time for holding the meeting.



RADIX INDUSTRIES (INDIA) LIMITED

Regd Off : 4-243, Chivatam, Near NH-5 Road, Tanuku - 534211 West Godavari District, Andhra Pradesh

ATTENDANCE SLIP

(Please present this slip at the Meeting Venue)
17th ANNUAL GENERAL MEETING

Regd. Folio No. :

No. of Shares Held:

I hereby record my presence at the 17th ANNUAL GENERAL MEETING of the members of the Company held on Thursday, 29th December 2011 at 10.30 A.M. at : Door No. 4-243 Chivatam, Near NH-5 Road Tanuku A.P

Name of the Shareholder:

Name of the Proxy:

Signature of Member / Proxy:

17th

Annual Report

2010-11

RADIX INDUSTRIES (INDIA) LIMITED
(Formerly : Ragsan Petrochem Limited)

BOOK - POST

If undelivered please return to :

RADIX INDUSTRIES (INDIA) LIMITED

Corporate Office : Plot No. 21, Aswini Heights,
Road No.7, Jubilee Hills, Hyderabad – 500 033