

MANAGEMENT DISCUSSION AND ANALYSIS

Operations of the Company:

The land and building of the company at Sikandrabad, Bulandshahar has been sold and the consideration has been primarily used to pay off the outstanding liabilities.

Future Outlook:

As the company has sold-off its assets to pay the liabilities, it is proposed to start afresh with clean slate.

Opportunities and threats:

The only opportunity which the company have to start the business afresh with no old outstanding and may face stiff competition with present player in the industry.

Risk and concerns:

The business of the company was closed since long so there may be teething problem to start again and to streamline the same.

Internal control systems and their adequacy:

As already informed that the company is not in operation since long, the audit committee periodically reviews internal control system, which are designated to assure that the over head levels are reduced to the minimum.

Human resources/ industrial relations:

Industrial relations during the year under review were cordial and peaceful. The company is still in the process to recall the employees who have left their job due to closure and hope to resume the requisite staff for reopening the Unit in near future.

REPORT ON CORPORATE GOVERNANCE

The Directors present the Company's Report on Corporate Governance for the year ended March 31, 2013.

1. Company's Philosophy

The Company's philosophy on Code of Corporate Governance is based on the following principles:

- (i) The members of the Board are persons in whom the shareholders have reposed their confidence and trust. Persons appointed to the Board are conscious of their corporate and social responsibilities and maintain highest standards of integrity.
- (ii) Highest standards of compliance, disclosure and transparency are maintained by the Company.

2. Board of Directors

Mr. Vivek Jha and Mr. Narender Kumar Sood, who retire by rotation and being eligible, offer themselves for re-appointment.

Directors' Profile

Brief resume of all the Directors, nature of their expertise in specific functional areas and number of companies in which they hold directorships, memberships / chairmanships of Board Committees and their shareholding in the Company are as follows:

- (i) **Mr. Naveen Kohli**, aged 63, is a commerce graduate having more than 38 years of experience in their family business.
- (ii) **Mr. N. K. Sood**, aged 65, is a commerce graduate having more than 33 years of experience in the garments export business.
- (iii) **Mr. Anil Sood**, aged 54, is a qualified Chartered Accountant having an experience of more than 28 years in corporate and related economic legislations.
- (iv) **Mr. Vivek Jha**, aged 43, is graduate having an experience of 13 years in the field of office administration.

Details of designation of directors, attendance of Board Meetings / AGM and other directorship and chairmanships/memberships of Committees

S. No.	Name of Director	Category of Directorship	Attendance of Meetings during 2012-13		No. of Directorships and Committee Memberships/Chairmanships (including this Company)		
			Board Meetings	Last AGM	Directorships	Committee Memberships	Committee Chairmanships
1.	Mr. Naveen Kohli	Executive	6	Yes	2	1	1
2.	Mr. N. K. Sood	Non Executive	6	Yes	3	3	-
3.	Mr. Anil Sood	Non Executive	6	Yes	4	2	1
4.	Mr. Vivek Jha	Non Executive	6	Yes	1	-	-

3. Meetings of the Board / Committees

Board Meetings

During the year ended March 31, 2013 Six (6) meetings of the Board of Directors were held on May 29, 2012, August 14, 2012, September 03, 2012, October 05, 2012, November 14, 2012, and February 15, 2013.

Audit Committee

The Audit Committee is comprised of Mr. Anil Sood as Chairman and Mr. Naveen Kohli and Mr. N.K. Sood as Members.

The powers and role of the Audit Committee are in accordance with the provisions of Clause 49 of the Listing Agreement related to the Corporate Governance.

During the year ended March 31, 2013, five (5) meeting of the Audit Committee were held on May 29, 2012, August 14, 2012, September 03, 2012, November 14, 2012, and February 15, 2013.

Shareholders' Grievance Committee

The Shareholders' Grievance Committee is comprised of Mr. Naveen Kohli as Chairman and Mr. Anil Sood and Mr. N.K. Sood as Members.

During the year ended March 31, 2013, four (4) meeting of the Shareholders' Grievance Committee was held on April 10, 2012, May 10, 2012, October 10, 2012 and January 10, 2013.

Remuneration Committee

The Remuneration Committee is comprised of Mr. Anil Sood as Chairman and Mr. N.K. Sood as Member.

No meeting of the Remuneration Committee was held during the year ended March 31, 2013.

4. General Body Meetings

Location, date and time of the Annual General Meetings held during the preceding 3 years and the Special Resolutions passed thereat are as follows:

Year	Location	Date and Time	Special Resolutions Passed
2009-10	C-34, Site – C, Surajpur Industrial Area, Greater Noida – 201306 (U.P)	September 30, 2010 at 11.00 A.M.	Nil
2010-11	C-34, Site – C, Surajpur Industrial Area, Greater Noida – 201306 (U.P)	September 30, 2011 at 11.00 A.M.	Nil
2011-12	C-34, Site – C, Surajpur Industrial Area, Greater Noida – 201306 (U.P)	September 29, 2012 at 11.00 A.M.	Nil

5. Disclosures on materially significant related party transactions

None of the transactions with any of the related parties were in conflict with the interest of the Company.

6. Means of Communication

Quarterly Results

Quarterly Results are published in 'The Pioneer' and 'Veer Arjun' and are also uploaded on the Company's website www.vibrosorganics.com.

Annual Report

Annual Report containing, inter alia, Audited Annual Accounts, Directors' Report, Auditors' Report, and other important information is circulated to members and others entitled thereto. The Report on Management Discussion and Analysis (MD&A) forms part of the Annual Report.

7. General Shareholder Information

Company Registration Details

The Company is registered in the State of Uttar Pradesh, India. The Corporate Identity Number (CIN) allotted to the Company by the Ministry of Corporate Affairs (MCA) is L24112UP1987PLC021518

Annual General Meeting:

Day, Date, Time and Venue: Monday, September 30, 2013
B – 159, Sector 63,
Noida – 201307 (U.P.)

Book Closure Period:

Thursday, 26th September, 2013
to Monday, 30th September, 2013
(both days inclusive), for AGM

Listing on Stock Exchanges, Payment of Listing Fee, Stock Codes etc.

Stock Exchange	No. of Shares Listed	Trading ISIN
Bombay Stock Exchange Association Limited (BSE), Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai- 400001.	54,38,800	N.A.
Delhi Stock Exchange Association Limited (DSE) 3/1, Asaf Ali Road, New Delhi-110002.	54,38,800	
The U. P. Stock Exchange Association Limited Padam Towers, 14/113, Civil Lines, Kanpur- 208001	54,38,800	
Jaipur Stock Exchange Limited (JSE). Stock Exchange Building, Jawaharlal Nehru Marg, Malviya Nagar, Jaipur-302017.	54,38,800	

Stock Market Data

The shares of the Company have not been traded on BSE since revocation of suspension.

There has been no trading on the other stock exchanges where the shares of the Company are listed due to suspension of trading in the shares.

Application has also been made to the Delhi Stock Exchange for revocation of suspension in trading of shares of the Company and the same is under process.

Application has also been made to the U.P. Stock Exchange and the Jaipur Stock Exchange for delisting the shares of the Company from them and the same is under process.

Registrar and Share Transfer Agents:

Skyline Financial Services Pvt. Ltd.

D-153 A, 1st Floor, Okhla Industrial Area, Phase - I, New Delhi - 110020

E-Mail: viren@skylinerta.com

Telephone Nos. : 011-30857575

Share Transfer System

Presently, the share transfers which are received in physical form are processed and the share certificates returned within a period of 15 days from the date of receipt, subject to the documents being valid and complete in all respects. The Board has delegated the authority for approving transfer, transmission etc. of the Company's securities to the Shareholders' Grievance Committee. The Company obtains from a Company Secretary in Practice half-yearly certificate of compliance with the share transfer formalities as required under Clause 47(c) of the Listing Agreement with Stock Exchanges and files a copy of the certificate with the Stock Exchanges.

Distribution of Shareholding as on 31st March, 2013

S. No.	Category	Shares					
		Electronic Form		Physical Form		Total	
		No. of Shares	%age of Total Capital	No. of Shares	%age of Total Capital	No. of Shares	%age of Total Capital
1	Promoters	NIL	NIL	1903200	34.99	1903200	34.99
2	Bodies Corporate	NIL	NIL	123000	2.26	123000	2.26
3	Individuals	NIL	NIL	3412600	62.75	3412600	62.75
	Total	NIL	NIL	5438800	100.00	5438800	100.00

Shareholding Pattern by Size

S. No.	Category	Share holders		No. of Shares			
		No.	%age of Total Shareholders	Physical Form	Electronic Form	Total	%age of Total Capital
1	Upto 5000	2600	72.91	756400	NIL	756400	13.91
2	5001-10000	625	17.53	450200	NIL	450200	8.28
3	10001-20000	210	5.89	291600	NIL	291600	5.36
4	20001-30000	44	1.23	116400	NIL	116400	2.14
5	30001-40000	14	0.39	50740	NIL	50740	0.93
6	40001-50000	18	0.50	84600	NIL	84600	1.56
7	50001-100000	24	0.67	178000	NIL	178000	3.27
8	100001 and above	31	0.87	3510860	NIL	3510680	64.55
	Total	3566	100.00	5438800	NIL	5438800	100.00

Address for Correspondence

B – 159, Sector 63,
Noida - 201307

8. Compliance Certificate of the Practicing Company Secretary

Certificate from the practicing Company Secretary, Mr. Yatish Bhardwaj, confirming compliance with the conditions of Corporate Governance as stipulated under Clause 49, is annexed to the Directors' Report forming part of the Annual Report.

9. CEO Certification

The Chairman and Managing Director of the Company gives annual certification on financial reporting and internal controls to the Board in terms of Clause 49. The Chairman and Managing Director also gives quarterly certification on financial results while placing the financial results before the Board in terms of Clause 41 of the Listing Agreement.

10. Adoption of Requirements of Clause 49

The Company has complied with all the mandatory requirements of Clause 49.

For and on behalf of the Board

For VIBROS ORGANICS LIMITED

Sd/-

(NAVEEN KOHLI)

CHAIRMAN & MANAGING DIRECTOR

Place: Noida

Dated: 30th May, 2013

CP No. 10780
ACS-29932
Company Secretary in Practice
Yashish Bhardwaj
Sd/-

Date: 30th May, 2013
Place: New Delhi