

REPORT ON CORPORATE GOVERNANCE

Name of the Company : **SOUTHERN ONLINE BIO TECHNOLOGIES LTD**
Quarter Ending on : **31st December 2005**

Particulars	Clause of Listing Agreement	Compliance Status (Yes/No.)	Remarks
Board of Directors	49I	Yes	Constituted as per the provisions of Clause 49 I read with the Companies Act, 1956.
Audit Committee	49II	Yes	Constituted as per the provisions of Clause 49 II read with the Companies Act, 1956
Shareholders/Investors Grievance Committee	49VI©	Yes	Constituted as per Clause 49 VI © to redress shareholders and Investors complaints
Remuneration of Directors	49III	Yes	The Company has constituted remuneration committee to fix the remuneration of Managing /Whole time Directors(s)
Board Procedures	49IV	Yes	Board meetings were properly convened and conducted as per the provisions of the Companies Act, 1956.
Management	49V	Yes	Management Discussion and Analysis Report which forms part of the Directors Report in the Annual Report has been incorporated in the Annual Reports every year.
Shareholders	49VII	Yes	Complying with clauses A,C,D Clause B regarding posting of results etc on Company's web site www.sol.net.in
Report on Corporate Governance	49VIII	Yes	Report on corporate governance which forms part of the Directors Report in the Annual Report has been incorporated in the Annual Reports every year.

for **Southern Online Bio Technologies Ltd**


N. Satish Kumar
Managing Director

Place: Hyderabad
Date : 09.01.2006