

LINCOLN INDUSTRIES LIMITED

**Regd. Office: P-36, India Exchange Place Extn,
Room No. 43, 2nd Floor, Kolkata-700 001**

Directors' Report

to the members of M/s Lincoln Industries Ltd.

Your directors have pleasure in presenting the Annual Report and Audited statement of Accounts of the company for the year ended 31.03.2011.

FINANCIAL RESULTS:

	Year ended <u>31.03.2011</u>	Year ended <u>31.03.2010</u>
	(Rs.in Lacs)	
Sales & other Income	6064.98	2780.82
Profit/ (Loss) before Tax	7.57	14.18
Profit/ (Loss) after Tax	5.36	13.44
Balance in Profit & Loss Account of Previous Year	80.57	67.13
Balance Carried to Balance Sheet	85.93	80.57

DIVIDEND:

Considering the nominal profit earned during the year, the directors do not recommend any dividend for the year.

DIRECTORS:

Sri Sitaram Dhandhanian retires by rotation and being eligible offer himself for re-appointment.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE:

The particulars regarding conservation of energy, technology absorption, etc. in accordance with the provisions of Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of particulars in the report of Board of Directors) Rules, 1988 are enclosed and forms part of our report. The Company does not have any foreign exchange earning and outgo during the year under report.

PERSONNEL:

The Company did not have in its employment any employee as defined in Section 217(2A) of the Companies Act, 1956.

DEPOSIT:

The Company has not accepted any deposit pursuant to Section 58A of the Companies Act, 1956.

AUDITORS:

M/s B K S & Co., Chartered Accountants, auditors of the Company retire at the ensuing Annual General Meeting and are eligible for re-appointment.

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AUDITORS' OBSERVATIONS:

Auditors' observations are duly dealt in notes on accounts and are self-explanatory.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the provisions of Section 217(2AA) of the Companies Act, 1956 the directors confirm:

- (a) that in the preparation of the annual accounts, the applicable accounting standards has been followed along with proper explanation relating to material departures;
- (b) that the directors had selected such accounting policies and applied them consistently and made judgements 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 or loss of the Company for that period;
- (c) that the directors had 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;
- (d) that the directors had prepared the annual accounts on a going concern basis.

LISTING:

The Shares of the Company are listed at Calcutta and Delhi Stock Exchanges. The listing fee to all the stock exchanges are paid up-to-date

DEPOSITORY SYSTEM:

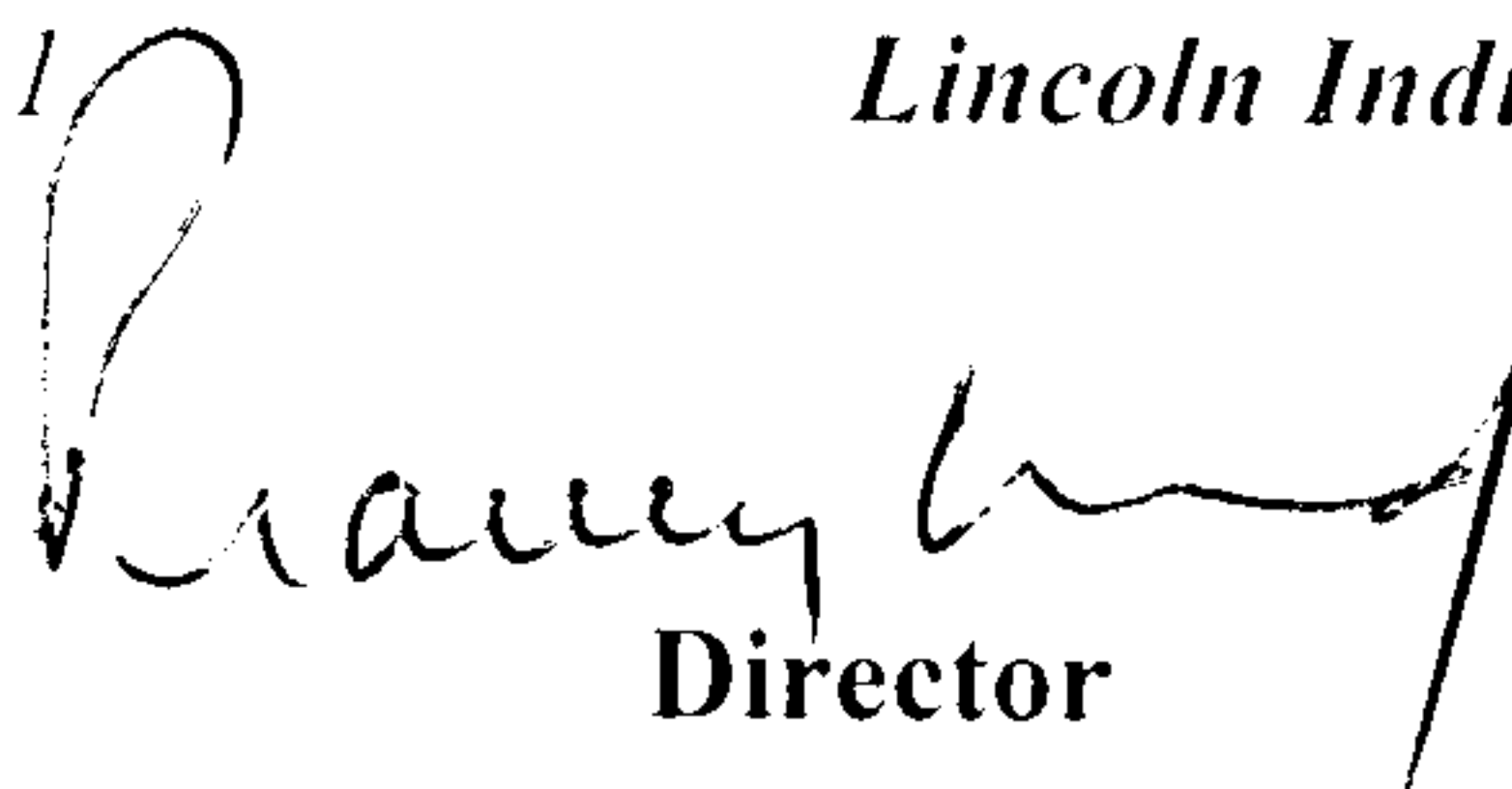
The Company's shares are under compulsory demat mode and hence the Company has entered into agreement with NSDL and CDSL and the shares of company are tradable in demat mode. Members are requested to dematerialize their holding for their operational convenience.

ACKNOWLEDGEMENT:

Industrial relation continues to be cordial during the year. Your directors acknowledge the continued support extended by the bankers, clients and employees of the Company.

Place: Kolkata
Dated: the 30th day of August, 2011

On behalf of the Board
Lincoln Industries Ltd


Director

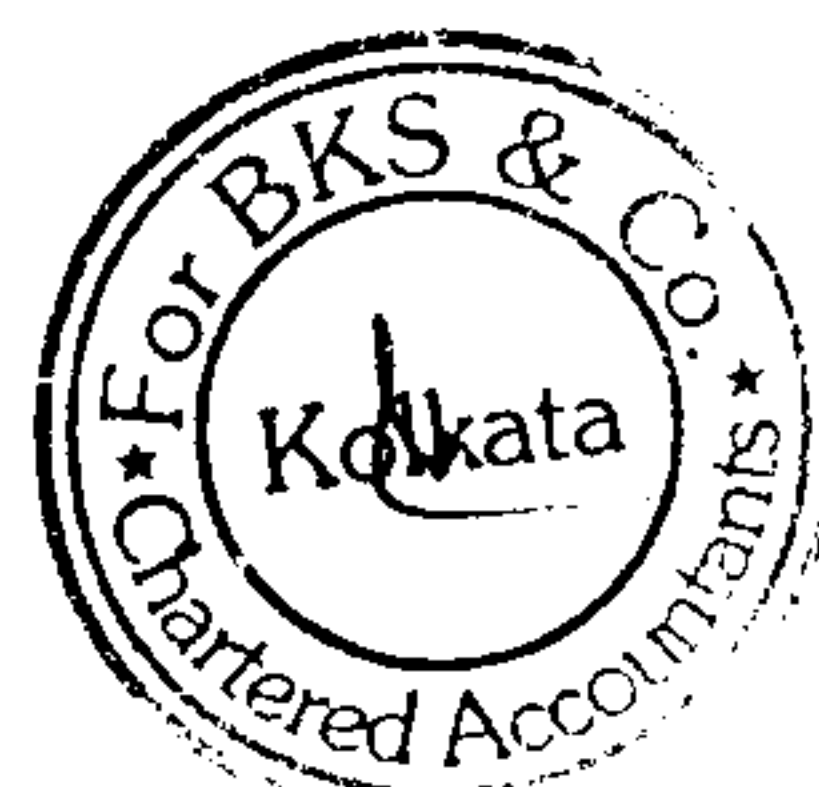

Director



Auditors' Report

To the Members,
Lincoln Industries Limited

- 1 We have audited the attached Balance Sheet of Lincoln Industries Limited as at 31st March, 2011 and also the Profit and Loss Account for the year 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.
- 2 We have conducted our audit in accordance with Auditing Standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
- 3 As required by the Companies (Auditor's Report) Order 2004 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956 and on the basis of such checks as considered appropriate and according to the information and explanations given to us during the course of our audit, we enclose in the Annexure hereto a statement on the matters specified in paragraphs 4 and 5 of the said Order to the extent applicable.
- 4 Further to our comments in the Annexure referred to in paragraph 3 above, we report that:
 - 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 those books;
 - c) The Balance Sheet and Profit Loss Account dealt with by this report are in agreement with the books of account;
 - d) In our opinion the Balance Sheet and Profit and Loss Account dealt with by this report comply with the mandatory Accounting Standards referred in sub-section (3C) of section 211 of the Companies Act, 1956;



ANNEXURE TO THE AUDIT REPORT

With reference to the Annexure referred to in Paragraph 3 of the report of the Auditors to the Members of Lincoln Industries Limited for the year ended 31st March, 2011, we report that :

1) In respect of its fixed assets:

- a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
- b) As explained to us, the fixed assets have been physically verified by the management during the year in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No discrepancies were noticed on such physical verification.
- c) In our opinion, the Company has not disposed of substantial part of fixed assets during the year and the going concern status of the Company is not affected.

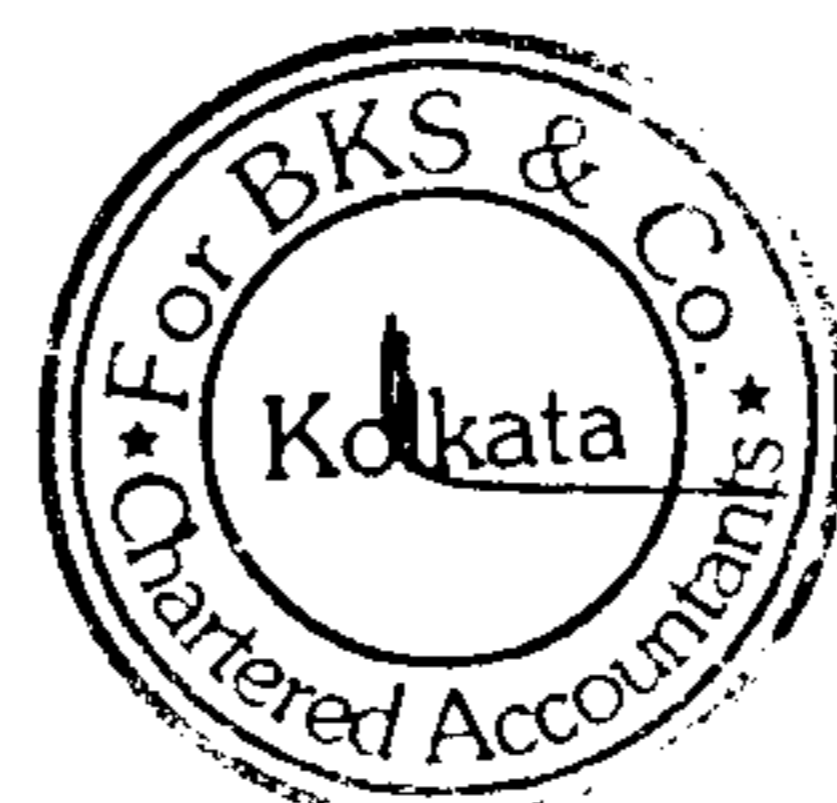
2) In respect of its inventories:

- a. As explained to us, inventories have been physically verified by the management at regular intervals during the year.
- b. 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.
- c. The Company has maintained proper records of inventories. As explained to us, there were no material discrepancies noticed on physical verification of inventory as compared to the book records.

3) In respect of loans, secured or unsecured, granted or taken by the Company to/from companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956:

- a) The Company has not granted any loans to and/ or taken loans from parties covered under section 301 of The Companies Act, 1956 during the year,

4) 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 for the purchase of inventory, fixed assets and also for the sale of goods. During the course of our audit, we have not observed any weaknesses in internal controls.



S & Co



Chartered Accountants

a) On the basis of written representations received from the director, as on 31st March, 2011 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on date mentioned above from being appointed as directors in terms of clause (g) of sub-section (1) of section 274 of the Companies Act 1956;

b) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the Significant Accounting Policies and other notes thereon give the information required by the Companies Act, 1956, in the manner so required, and present a true and fair view, in conformity with the accounting principles generally accepted in India:

a) In the case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2011; and

b) In the case of the Profit and Loss Account, of the Profit for the period ended on that date.

For **B K S & CO**
Chartered Accountant



B. Singhania

(Binay Kumar Singhania/Partner)

Firm Registration # 325718E

Membership No. 057889

Place: Kolkata

Date: 30th Day of August, 2011



- 6) In respect of transactions covered under Section 301 of the Companies Act, 1956:
- a) In our opinion and according to the information and explanations given to us, there were transactions made in pursuance of contracts or arrangements, that needed to be entered into in the register maintained under Section 301 of the Companies Act, 1956, however, the transactions (rent payment) were made at reasonable market rates.
 - b) In our opinion and according to the information and explanations given to us, there are no transactions in pursuance of contracts or arrangements entered in the register maintained under Section 301 of the Companies Act, 1956 aggregating during the year to Rs. 5,00,000/- (Rupees Five Lacs only) or more in respect of any party except stated above.
- 7) The Company has not accepted any deposits from the public within the meaning of the provisions of section 58A, 58AA or any other relevant provisions of the Companies Act, 1956.
- 8) In our opinion, the internal audit system of the Company is commensurate with its size and nature of its business.
- 9) The Central Government has not prescribed maintenance of Cost Records under Section 209 (1) (d) of the Companies Act, 1956 in respect of nature of goods dealt by the Company.
- 10) In respect of statutory dues:
- a) According to the records of the Company, no undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-Tax, Sales-tax, Wealth Tax, Customs Duty, Excise Duty, Cess and other statutory dues were remained unpaid for a period exceeding six months. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March, 2011 for a period of more than six months from the date of becoming payable.
 - b) According to the record of the company, there are no dues outstanding of sales tax, income tax, Wealth Tax, Customs Duty, Excise Duty, Cess and other statutory dues on account of dispute, other than the following:

Name of the statute	Nature of dues	Amount (Rs.)	Period to which the amount relates	Forum where dispute is pending
-----NIL-----				

- 10) The company has no accumulated losses at the end of the financial year and has not incurred cash losses during financial year.
- 11) The company has maintained proper records of the transactions and contracts and timely entries have been made therein. There is no investment made by the company in shares, securities and therefore the clause is not applicable to the company.



LINCOLN INDUSTRIES LIMITED

P-36, INDIA EXCHANGE PLACE EXTN, ROOM NO.43, 2ND FLOOR, KOLKATA -700001

BALANCE SHEET AS ON 31.03.2011			
PARTICULARS	SCHE DULE	AS AT 31/03/2011	AS AT 31/03/2010
		AMOUNT(Rs.)	AMOUNT(Rs.)
<u>SOURCES OF FUNDS</u>			
Shareholder's Funds			
Share Capital	"1"	52,450,000.00	52,450,000.00
Reserves & Surplus	"2"	12,925,530.86	12,389,377.41
Loan Funds			
Secured Loans	"3"	32,052,547.30	35,427,260.86
Deferred Tax Liabilities		701,980.00	491,208.00
		98,130,058.16	100,757,846.27
<u>APPLICATION OF FUNDS</u>			
<u>Fixed Assets</u>			
Net Block of Assets	"4"	39,567,030.64	44,505,966.64
Investments	"5"	803,000.00	803,000.00
Current Assets, Loans & Advances			
Stock in Hand	"6"	17,354,859.00	16,118,049.14
Loans & Advances	"7"	5,208,309.58	3,917,385.31
Sundry Debtors	"8"	40,738,423.00	31,336,305.00
Cash & Bank Balance	"9"	1,706,498.44	5,305,982.68
		65,008,090.02	56,677,722.13
Less: Current Liabilities & Provisions			
Current Liabilities	"10"	7,197,700.50	1,102,444.50
Provision for Taxation	"11"	80,362.00	166,398.00
		7,278,062.50	1,268,842.50
NET CURRENT ASSETS		57,730,027.52	55,408,879.63
Misc. Expenditure (to the extent not written off)		30,000.00	40,000.00
		98,130,058.16	100,757,846.27
Basic & Diluted EPS		2.19	5.49
Notes on Accounts	"18"		

As per our annexed report of even date

For B K S & CO
Chartered Accountants

B. Singhania
(B K Singhania Partner)
Membership No 057889
Firm Registration No.:325718E
Place: Kolkata
Date: 30th Day of August, 2011



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For LINCOLN INDUSTRIES LIMITED

Pranay
Director

For LINCOLN INDUSTRIES LIMITED

Pranay
Director

LINCOLN INDUSTRIES LIMITED

P-36, INDIA EXCHANGE PLACE EXTN, ROOM NO.43, 2ND FLOOR, KOLKATA -700001

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31.03.11			
PARTICULARS	SCHE DULE	FOR THE YEAR	PREVIOUS YEAR
<u>A) INCOME</u>			
Sales		606,305,622.99	277,118,211.48
Other Income		192,743.01	963,821.50
TOTAL(A)	"12"	606,498,366.00	278,082,032.98
<u>B) EXPENDITURE</u>			
Cost of Goods Sold	"13"	578,503,525.77	244,870,704.47
Direct Overhead	"14"	14,064,400.96	16,141,424.81
Employees Remuneration & Benefits	"15"	2,329,023.00	2,291,980.00
Manufacturing, Administrative & Selling Expenses	"16"	3,897,569.13	6,419,215.80
Interest/Finance Charges	"17"	1,868,885.69	1,900,237.93
Depreciation		5,077,791.00	5,040,254.00
TOTAL(B)		605,741,195.55	276,663,817.01
PROFIT BEFORE TAX (A-B)		757,170.45	1,418,215.97
Less: Income Tax Payable			
Excess Provision for Income Tax		(502.00)	-
Provision for Income Tax		-	33,000.00
Provision for Deferred Tax		210,772.00	41,266.00
Fringe Benefit Tax		10,747.00	-
PROFIT AFTER TAX		536,153.45	1,343,949.97
Balance Brought Forward from Previous Year		8,057,048.41	6,713,098.44
Balance carried to Balance Sheet		8,593,201.86	8,057,048.41
Basic & Diluted Earnings per share (in Rupees)		2.19	5.49
Notes on Accounts	"18"		

Significant Accounting Policies & Notes on Accounts
As per our annexed reports of even date
For B K S & CO
Chartered Accountants

B. Singhania
(B K Singhania/ Partner)
Membership No 057889
Firm Registration No.:325718
Place: Kolkata
Date: 30th Day of August, 2011



For LINCOLN INDUSTRIES LIMITED
Praveen
Director

For LINCOLN INDUSTRIES LIMITED
Kan
Director

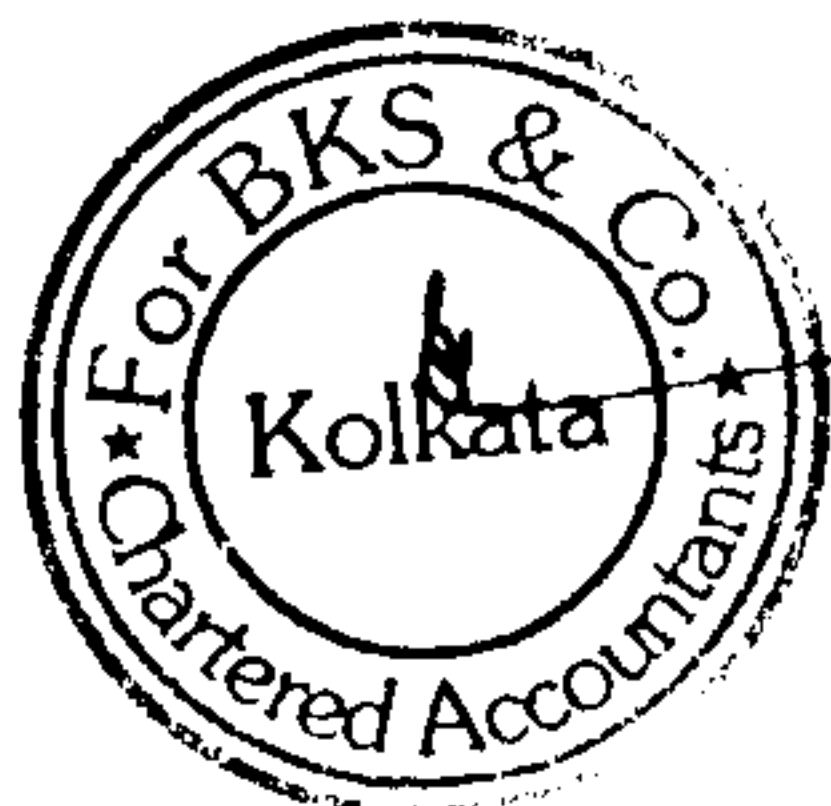
DIRECTORS

LINCOLN INDUSTRIES LIMITED

P-36, INDIA EXCHANGE PLACE EXTN, ROOM NO.43, 2ND FLOOR, KOLKATA -700001

Schedule annexed to and forming part of Balance Sheet as at 31st March, 2011 and Profit & Loss Account for the year ended on that Date

PARTICULARS	AS AT 31/03/2011	AS AT 31/03/2010
	AMOUNT(Rs.)	AMOUNT(Rs.)
<u>SCHEDULE '1' : SHARE CAPITAL</u>		
<u>AUTHORISED CAPITAL</u>		
10,00,000 Equity Shares of Rs.10/- each	10,000,000.00	10,000,000.00
5,00,000 6% Non-Cumulative Redeemable Preference shares of Rs. 100/- each	50,000,000.00	50,000,000.00
	60,000,000.00	60,000,000.00
<u>ISSUED, SUBSCRIBED & PAID UP CAPITAL</u>		
14,60,000 Equity Shares of Rs.10/- each	2,450,000.00	2,450,000.00
5,00,000 6% Non-Cumulative Redeemable Preference shares of Rs. 100/- each	50,000,000.00	50,000,000.00
	52,450,000.00	52,450,000.00
<u>SCHEDULE '2' : RESERVES & SURPLUS</u>		
Export Profit Reserve	240,000.00	240,000.00
Capital Reserve	4,092,329.00	4,092,329.00
Profit & Loss A/c (General Reserve)	8,593,201.86	8,057,048.41
	12,925,530.86	12,389,377.41
<u>SCHEDULE '3' : SECURED LOANS</u>		
Interest free loan - Govt. of Haryana	648,833.00	648,833.00
State Bank of Patiala, Bhuna, Dist Fatehabad, Haryana	31,403,714.30	34,778,427.86
(Secured by hypothecation of Plant & Machineries, Stock, Book Debts, Movable properties, Corporate Guarantees and Personal Guarantee of a Director)	32,052,547.30	35,427,260.86
<u>SCHEDULE '5' : INVESTMENTS (All long term) (Other than Trade)</u>		
Shares & Securities (At cost)		
Government Securities		
National Savings Certificate	3,000.00	3,000.00
Unquoted: Fully paid up 80000 Equity Shares of Sri Annapurna Cotton Mills & Inds. Ltd. of Rs.10/- each	800,000.00	800,000.00
	803,000.00	803,000.00
<u>SCHEDULE '6' : INVENTORIES</u>		
(At lower of cost or net realisable value)		
Raw Materials	9,592,200.00	8,711,352.00
Finished Goods	7,278,077.00	6,604,988.00
Trading Goods	-	6,820.14
Packing Materials	281,972.00	381,229.00
Store	202,610.00	413,660.00
	17,354,859.00	16,118,049.14
<u>SCHEDULE '7' : LOANS & ADVANCES</u>		
(Unsecured, considered good except stated otherwise)		
Advances	250,393.00	209,769.00
VAT Refundable	3,682,019.58	2,322,925.31
Tax Deducted at Source (TDS)	148,931.00	257,725.00
Security Deposits	1,126,966.00	1,126,966.00
	5,208,309.58	3,917,385.31



LINCOLN INDUSTRIES LIMITED

P-36, INDIA EXCHANGE PLACE EXTN, ROOM NO.43, 2ND FLOOR, KOLKATA -700001

Schedule annexed to and forming part of Balance Sheet as at 31st March, 2011 and Profit & Loss Account for the year ended on that Date

PARTICULARS	AS AT 31/03/2011	AS AT 31/03/2010
	AMOUNT(Rs.)	AMOUNT(Rs.)
SCHEDULE '8' : SUNDRY DEBTORS		
(Secured, considered good except stated otherwise)		
Accounts outstanding for a period exceeding six months	-	-
Other Debts	40,738,423.00	31,336,305.00
	40,738,423.00	31,336,305.00
SCHEDULE '9' : CASH & BANK BALANCE		
Cash in hand	1,288,475.45	617,295.45
Bank Balance (with scheduled bank)	418,022.99	4,688,687.23
	1,706,498.44	5,305,982.68
SCHEDULE '10' : CURRENT LIABILITIES		
Sundry Creditors for Trade	5,500,000.00	-
Sundry Creditors for Expenses	1,541,130.50	1,010,339.50
Sundry Creditors for Other Finance	156,570.00	92,105.00
	7,197,700.50	1,102,444.50
SCHEDULE '11' : PROVISIONS		
Provision For Taxation	33,000.00	119,036.00
Provision For FBT	47,362.00	47,362.00
	80,362.00	166,398.00
SCHEDULE '12' : OTHER INCOME		
Cash Discount	103,451.01	-
Commodity Trading Income	-	800,583.50
Printing & Pressing Charges	-	154,563.00
Insurance Claim	-	8,675.00
Profit on Sale Expenses	18,900.00	-
Profit on sale of Fixed Assets	70,392.00	-
	192,743.01	963,821.50
SCHEDULE '13' : COST OF GOODS SOLD		
Opening Stock	15,323,160.14	14,183,869.84
Add: Purchases	580,050,642.63	246,804,883.77
	595,373,802.77	260,988,753.61
Less: Closing Stock	16,870,277.00	16,118,049.14
	578,503,525.77	244,870,704.47
SCHEDULE '14' : DIRECT OVERHEAD		
Machinery Repairs	635,159.00	1,092,437.00
Packaging Materials Consumed	1,201,346.00	2,454,721.94
Power & Fuel	6,396,927.00	6,974,695.00
Stores Consumed	1,721,907.96	1,565,924.87
Sundry Repairs	16,848.00	-
Wages & Labour	4,092,213.00	4,053,646.00
	14,064,400.96	16,141,424.81
SCHEDULE '15' : EMPLOYEES REMUNERATION & BENEFITS		
Salaries & Bonus	2,141,400.00	2,100,280.00
Staff welfare	56,104.00	66,308.00
Contribution to EPF	71,519.00	65,392.00
Directors' Remuneration	60,000.00	60,000.00
	2,329,023.00	2,291,980.00



LINCOLN INDUSTRIES LIMITED

P-36, INDIA EXCHANGE PLACE EXTN, ROOM NO.43, 2ND FLOOR, KOLKATA -700001

Schedule annexed to and forming part of Balance Sheet as at 31st March, 2011 and Profit & Loss Account for the year ended on that Date

PARTICULARS	AS AT 31/03/2011	AS AT 31/03/2010
	AMOUNT(Rs.)	AMOUNT(Rs.)
<u>SCHEDULE '16' MFG., ADM. & SELLING EXPENSES</u>		
Advertisement	14,290.00	12,270.00
Association Fees	2,500.00	1,600.00
Audit Fees	9,927.00	9,927.00
Brokerage	1,134,691.00	576,703.00
Building Repairs	748,471.00	3,041,091.00
Car Expenses	226,806.00	266,636.00
Computer Expenses	14,500.00	21,280.00
Electricity Charges	10,000.00	10,000.00
Entertainment Expenses	41,710.00	40,848.00
General Expenses	184,929.14	305,156.78
Insurance Charges	203,373.00	125,239.00
Legal Expenses	76,034.00	132,994.00
Loss on Asset Sale	52,356.00	1,284,669.00
Office Expenses	49,195.00	47,736.00
Postage Expenses	40,397.00	41,397.00
Preliminary Expenses W/Off	10,000.00	10,000.00
Quality Claim	687,492.00	-
Rent, Rates & Taxes	76,540.00	88,882.00
Sample Testing Charges	-	6,320.00
Scooter & Bike Expenses	48,450.00	33,896.00
Stationery Expenses	33,973.00	55,026.00
Subscription	35,259.50	24,317.05
Telephone Expenses	138,486.49	169,336.97
Travelling Expenses	58,189.00	113,891.00
	3,897,569.13	6,419,215.80
<u>SCHEDULE '17' : INTEREST & FINANCE CHARGES</u>		
Bank Charges	86,673.33	67,459.13
Interest payable	1,782,212.36	1,832,778.80
	1,868,885.69	1,900,237.93



LINCOLN INDUSTRIES LIMITED

Information pursuant to the provisions of paragraph 3, 4c & 4d of part II of Schedule VI to the Companies Act, 1956

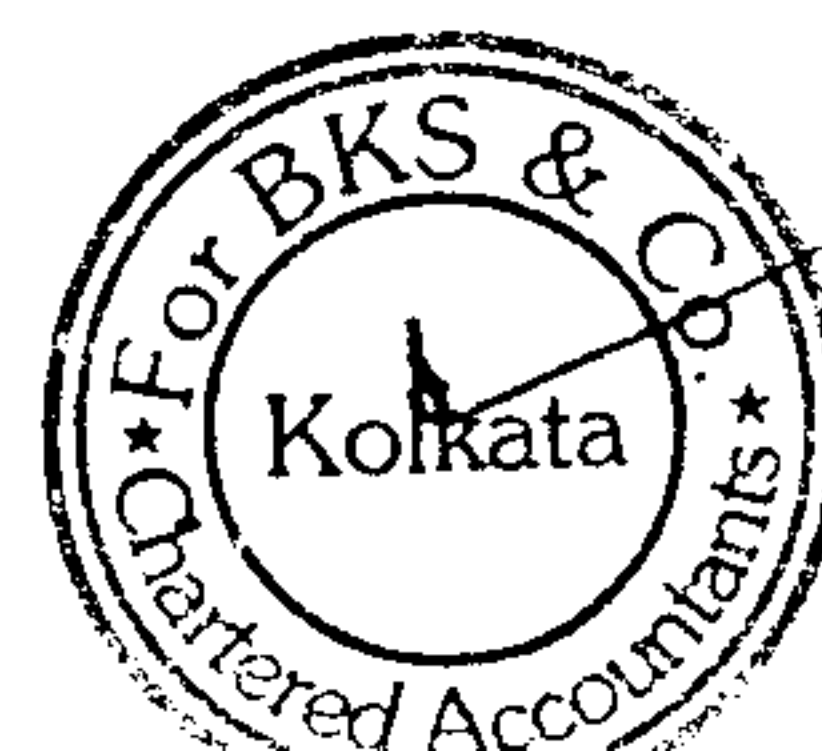
Quantitative information of goods manufactured / traded :

I) LICENSED, INSTALLED CAPACITY & PRODUCTION

Products	Units	Licensed Capacity	Installed Capacity	Production
Cotton	Qntls.	----	48 R/G 3 S/G	27599.58 (25548.05)
Cotton Seeds	Qntls.	----	----	49068.72 (43628.32)
C/Seed Oil Cake	Qntls.	----	9 Expellers	20803.31 (16581.34)
C/Seed Oil	Qntls.	---	----	2204.985 (2240.510)

OPENING STOCK, PRODUCTION, SALES, CONSUMPTION & CLOSING STOCK OF MANUFACTURING A/C

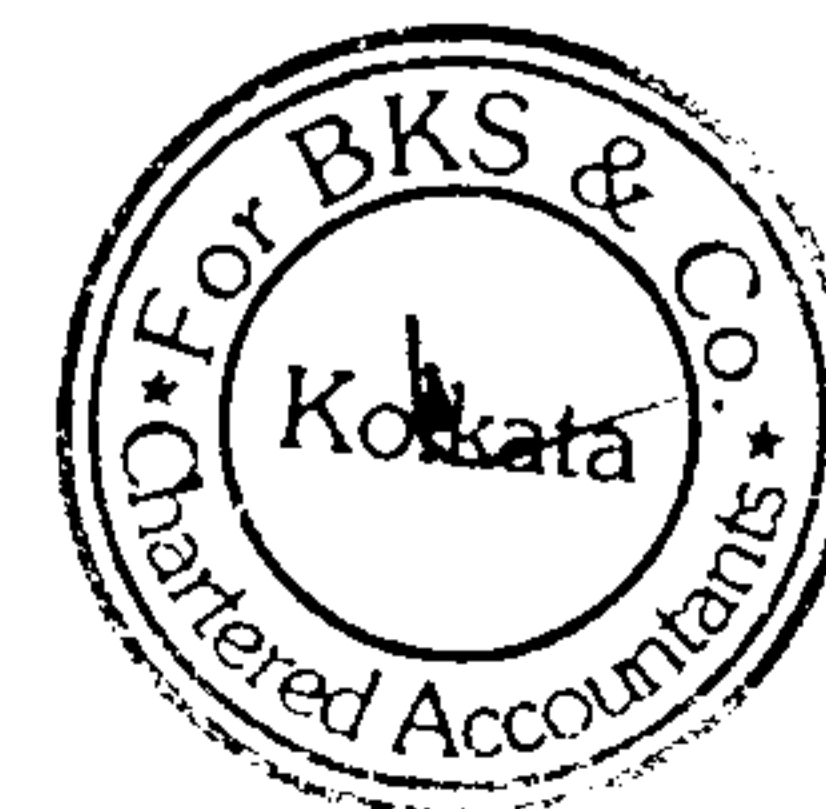
ITEM	OP. STOCK		PRODN. Qtls.	Sales		Consumed Qtls.	Closing Stock	
	Qtls.	Amount		Qtls.	Amount		Qtls.	Amount
Cotton	289.80 (493.14)	2269357.00 (2959829.44)	27599.50 (25548.05)	27745.85 (25751.39)	335369725.00 (173183050.48)	143.53 (289.80)	1269000.00 (2269357.00)	
Cotton Seed	2167.47 0.00	3112487.00 0.00	49068.72 (43628.32)	29708.22 (23135.68)	46455964.00 (35806152.00)	20050.47 (18325.17)	2514587.00 (3112487.00)	
C/Seed Oil Cake	331.11 (2307.87)	419942.00 (2840457.16)	20803.31 (16581.34)	20458.42 (18558.10)	25832625.00 (24500458.00)	676.00 (331.11)	957669.00 (419942.00)	
C/seed Oil	201.06 (112.96)	803202.00 (436633.32)	2204.985 (2240.51)	1947.675 (2152.41)	9400179.00 (8656466.00)	458.37 (201.06)	2536821 (803202.00)	



II) OPENING STOCK, PURCHASES, SALES, & CLOSING STOCK OF TRADING A/C

ITEM	Unit	OP. STOCK		Purchase		Sales		Consumed		Cl.STOCK	
		Units	Amount	Units	Amount	Units	Amount	Units	Amount	Units	Amount
Cotton	Bales	Nil	Nil	7945	184892220.01	7945	185604246.99	Nil	Nil	Nil	Nil
		Nil	Nil	(540.00)	(5186159.00)	(540.00)	(6263397.00)	Nil	Nil	Nil	Nil
Cotton Seed	Bags	Nil	Nil	9255	5444196.00	Nil	Nil	9255	5444196.00	Nil	Nil
		(5336.00)	(3207796.40)	(2015.00)	(1392338.05)	(5336.00)	(3464501.00)	(2015.00)	(1135633.45)	Nil	Nil
Guwar Seed	Bags	4	6820.14	Nil	Nil	4	9360.00	Nil	Nil	Nil	Nil
		(4)	(6820.14)	Nil	Nil	Nil	Nil	Nil	Nil	(4)	(6820.14)
Yarn	Kgs	Nil	Nil	19629.18	3440632.00	19629.18	3526188.00	Nil	Nil	Nil	Nil
		Nil	Nil	(64856.40)	(7930013.00)	(64856.40)	(8233581.00)	Nil	Nil	Nil	Nil

III) CII VALUE OF IMPORTS DURING THE YEAR	<u>2010-11</u> AMOUNT NIL	<u>2009-10</u> AMOUNT NIL
IV) EXPENDITURE IN FOREIGN CURRENCIES	NIL	NIL
V) EARINGS IN FOREIGN EXCHANGE	NIL	NIL



VI) DETAILS OF RAW MATERIALS CONSUMED

	<u>2010-11</u> QNTLS	<u>2010-11</u> AMOUNT	<u>2009-10</u> QNTLS	<u>2009-10</u> AMOUNT
NARMA	78259.52	385392746.62	69582.65	227553074.38
COTTON SEED	3996.72	5444196.00	913.49	1135633.45

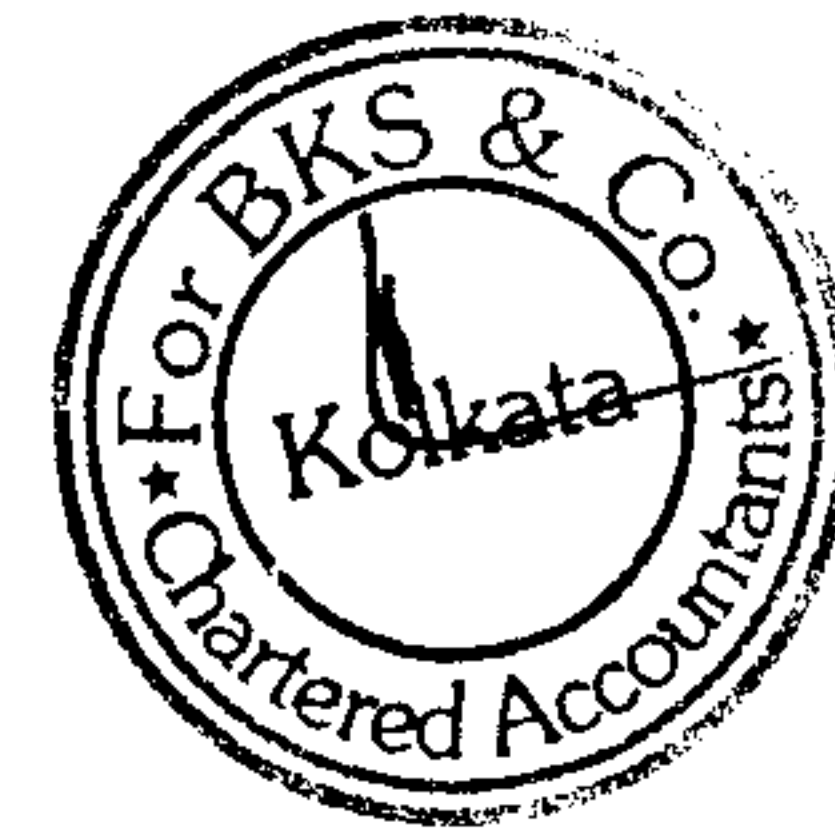
VII) BREAK UP OF CONSUMPTION OF RAW MATERIALS AND SPARE PARTS

	<u>2010-11</u> %	<u>2010-11</u> AMOUNT	<u>2009-10</u> %	<u>2009-10</u> AMOUNT
INDIGENOUS	100%	390836942.62	100%	228688707.83
IMPORTED	Nil	Nil	Nil	Nil

VIII) REMITTANCES (NET OF TAX) IN FOREIGN CURRENCIES
ON ACCOUNT OF DIVIDEND

NIL

NIL



LINCOLN INDUSTRIES LIMITED

SCHEDULE "4" OF FIXED ASSETS FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2011

DESCRIPTION	RATE %	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		AS AT 01/04/2010	ADDITION	SALE	AS AT 31/03/2011	UPTO 31/03/2010	FOR THE YEAR	ADJUSTMENT	AS ON 31/03/2011	AS AT 31/03/2011	AS AT 31/03/2010
AIR CONDITIONER	13.91	157,258.00	-	-	157,258.00	104,431.00	7,349.00	-	111,780.00	45,478.00	52,827.00
OFFICE EQUIPMENTS	13.91	79,982.00	-	-	79,982.00	29,735.00	6,989.00	-	36,724.00	43,258.00	50,247.00
MOBILE PHONE	13.91	42,150.00	-	-	42,150.00	16,814.00	3,524.00	-	20,338.00	21,812.00	25,336.00
MOTORCAR	25.89	1,061,829.00	596,030.00	504,867.00	1,152,992.00	623,543.00	120,772.00	317,511.00	426,804.00	726,188.00	438,286.00
MOPED & SCOOTER	25.89	64,855.00	-	-	64,855.00	37,243.00	7,149.00	-	44,392.00	20,463.00	27,612.00
CYCLE	20.00	7,150.00	-	-	7,150.00	4,896.00	450.00	-	5,346.00	1,804.00	2,254.00
COMPUTER	40.00	255,767.00	-	-	255,767.00	223,186.00	13,032.00	-	236,218.00	19,549.00	32,581.00
GENERATOR	13.91	1,379,462.00	-	-	1,379,462.00	463,160.00	127,457.00	-	590,617.00	788,845.00	916,302.00
WEIGHING SCALE	13.91	373,588.00	-	-	373,588.00	175,480.00	27,557.00	-	203,037.00	170,551.00	198,108.00
ELECTRICAL EQUIP.	13.91	4,623,486.83	-	-	4,623,486.83	1,498,487.40	434,687.00	-	1,933,174.40	2,690,312.43	3,124,999.43
BUILDING CONST.	5.00	15,086,557.04	-	-	15,086,557.04	2,695,527.00	619,552.00	-	3,315,079.00	11,771,478.04	12,391,030.04
PLANT & MACHINERY	13.91	34,713,997.36	-	424,873.00	34,289,124.36	8,776,753.47	3,575,774.00	155,054.00	12,197,473.47	22,091,650.89	25,937,243.89
FURINTURE & FIXTURE	18.10	618,962.32	-	-	618,962.32	321,985.60	53,753.00	-	375,738.60	243,223.72	296,976.72
LEASE HOLD LAND	-	24,620.00	-	-	24,620.00	-	-	-	-	24,620.00	24,620.00
FACTORY BUILDING	10	977,180.42	-	-	977,180.42	570,070.42	40,711.00	-	610,781.42	366,399.00	407,110.00
OFFICE BUILDING	5	753,903.55	-	-	753,903.55	285,851.55	23,403.00	-	309,254.55	444,649.00	468,052.00
WORKSHOP	13.91	162,817.56	-	-	162,817.56	50,436.00	15,632.00	-	66,068.00	96,749.56	112,381.56
TOTAL		60,383,566.08	596,030.00	929,740.00	60,049,856.08	15,877,599.44	5,077,791.00	472,565.00	20,482,825.44	39,567,030.64	44,505,966.64
PREVIOUS YEAR		51,702,139.71	14,090,369.37	5,408,943.00	60,383,566.08	12,755,381.44	5,040,254.00	1,918,036.00	15,877,599.44	44,505,966.64	38,946,758.27



LINCOLN INDUSTRIES LIMITED

P-36, INDIA EXCHANGE PLACE EXTN, ROOM NO.43, 2ND FLOOR, KOLKATA -700 001

BALANCE SHEET ABSTRACT AND COMPANY BUSINESS PROFILE AS PER PART IV OF SCHEDULE VI OF THE COMPANIES ACT, 1956

	<u>(AMOUNT)</u> (In Rs' 000)
1. <u>REGISTRATION DETAILS</u>	
Registration No	35957
State Code	21
Balance Sheet Code	31/03/2011
2. <u>CAPITAL RAISED DURING THE YEAR</u>	
Public Issue	NIL
Right Issue	NIL
Bonus Issue	NIL
Private Placement	NIL
3. <u>POSITION OF MOBILIZATION AND DEPLOYMENT OF FUNDS</u>	
Total Liabilities	98130
Total Assets	98130
<u>SOURCES OF FUNDS</u>	
Paid up Capital	52450
Reserves & Surplus	12925
Share application	NIL
Secured Loans	32053
Unsecured Loans	NIL
Deferred Tax Liability	702
<u>APPLICATION OF FUNDS</u>	
Net Fixed Assets	39567
Investments	803
Net Current Assets	57730
Misc. Expenditure	30
Accumulated losses	NIL
4. <u>PERFORMANCE OF THE COMPANY</u>	
Total Turnover	606498
Total Expenditure	605741
Profit Before Tax	757
Profit After Tax	536
Earning per Share (In Rs)	2.19
Dividend Rate (%)	NIL
5. <u>GENERIC NAMES OF PRINCIPAL PRODUCTS/ SERVICES OF THE COMPANY</u>	
(As per Monetary Terms)	
Item Code No	: N. A.
Product Description	: N. A.

Signed for the purpose of Identification

For B K S & CO

Chartered Accountants


(B K Singhania/ Partner)

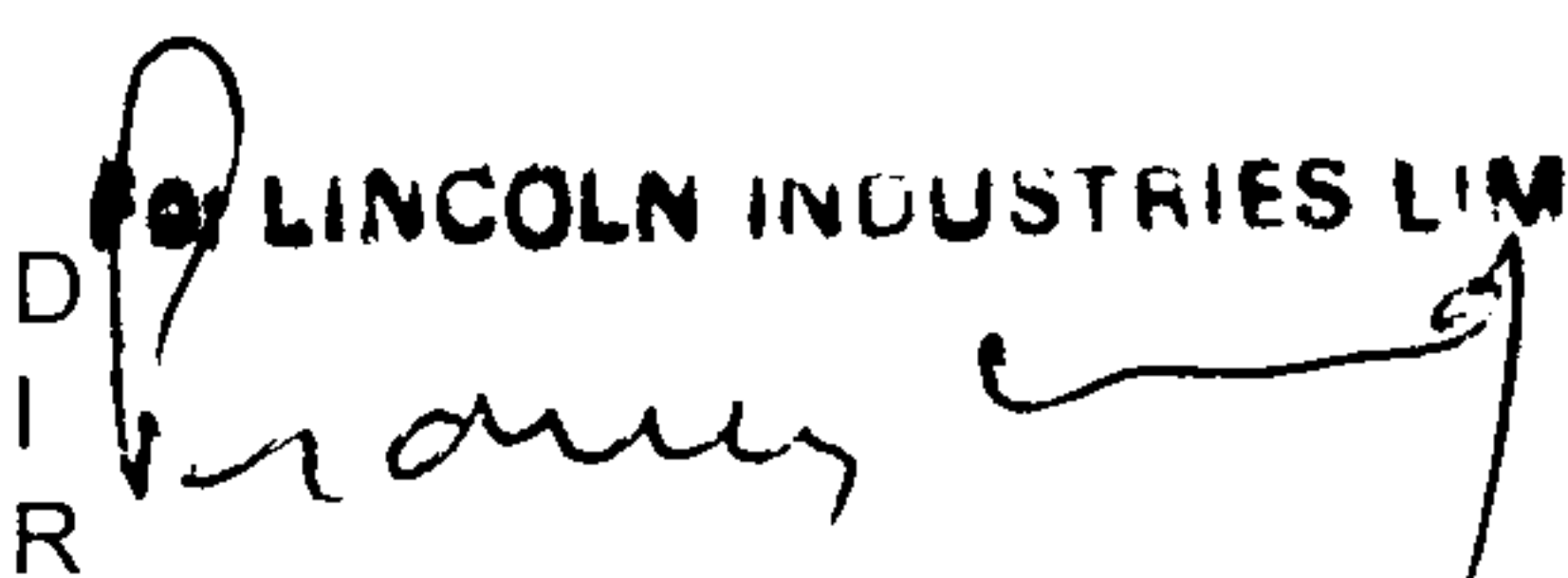
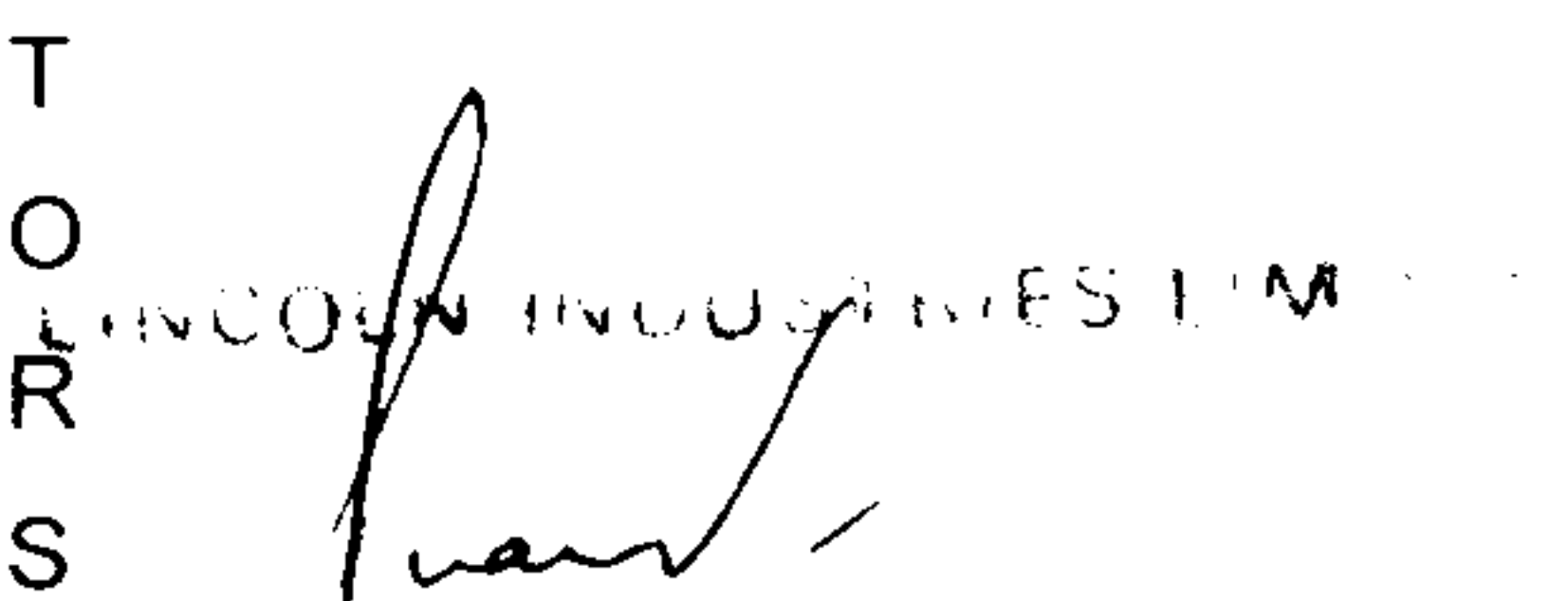
Membership No 057889

Firm Registration No.:325718E

Place: Kolkata

Date: 30th Day of August, 2011



For LINCOLN INDUSTRIES LIM
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LINCOLN INDUSTRIES LTD.
CASH FLOW STATEMENT AS AT 31st MARCH, 2011

DISCRIPTION	Year ended 31st MARCH, 2011		Year ended 31st MARCH, 2010	
A. Cash Flow From Operating Activities.				
Net Profit Before Tax	757,170.45		1,418,215.97	
Add: Non cash Items				
Depreciation	5,077,791.00	5,834,961.45	5,040,254.00	6,458,469.97
Adjustment for				
Add: Loss on sale of Fixed Assets		52,356.00		1,284,669.00
Add: Interest Paid		1,868,885.69		1,900,237.93
Add: Misc Expenditure		10,000.00		(40,000.00)
Less: Profit on Sale of Fixed Assets		(70,392.00)		-
		7,695,811.14		9,603,376.90
<u>Operating Profit before working capital changes</u>				
<u>Adjustment for Working Capital changes</u>				
Stock in Trade	(1,236,809.86)		(1,934,179.30)	
Sundry Debtors	(9,402,118.00)		(13,581,685.00)	
Loans & Advances	(1,290,924.27)		(938,141.75)	
Provisions	(86,036.00)		-	
Sundry Creditors	6,095,256.00	(5,920,632.13)	(9,888,054.00)	(26,342,060.05)
Cash Generated from Operations		1,775,179.01		(16,738,683.15)
Add: Extraordinary Items				
Subsidy from Government		-		934,317.00
Less: Tax Paid		10,245.00		-
Cash Flow before prior period adjustments		1,764,934.01		(15,804,366.15)
Less: Prior period adjustments		-		-
Net Cash Flow from operating activities		1,764,934.01		(15,804,366.15)
B. Cash Flow from Investing Activities				
Purchase of fixed Assets	(596,030.00)		(14,090,369.37)	
Sale of Fixed Assets	475,211.00		2,206,238.00	
Sale of Investment	-		-	
Net Cash from Investing Activities		(120,819.00)		(11,884,131.37)
B. Cash Flow from Financing Activities				
Proceeds from issue of Share Capital	-		10,000,000.00	
Secured Loan	(3,374,713.56)		20,376,061.80	
Interest Paid	(1,868,885.69)		(1,900,237.93)	
Net Cash from Financing Activities		(5,243,599.25)		28,475,823.87
<u>Summary Statements</u>				
Cash and Cash equivalent as at 01.04.2010		5,305,982.68		4,518,656.33
Net Change in Cash Flow during the year (A+B)		(3,599,484.24)		787,326.35
Cash and Cash equivalent as at 31.03.2011		1,706,498.44		5,305,982.68

Notes: 1) Figures in brackets are out flows/deductions

2) Previous year's figured have been regrouped wherever necessary

For **B K S & CO**
Chartered Accountants

B. Singhania
(B K Singhania/ Partner)
Membership No 057889
Firm Registration No.:325718E
Place: Kolkata
Date: 30th Day of August, 2011



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