

Lincoln Industries Limited

(CIN: L51109WB1983PLC035957)

Registered Office: P – 36, India Exchange Place Extn., Kolkata - 700001

E-mail: sacmill@hotmail.com; Website: www.lincoln-industries.net

Telephone: (033) 2225-4573; Fax: (033) 2225-4850

NOTICE

NOTICE is hereby given that the 38th Annual General Meeting of **Lincoln Industries Limited** will be held on Thursday, the 30th day of September, 2021 at 3.00 p.m. IST through Video Conferencing (“VC”)/Other Audio Visual Means (“OAVM”) to transact the following business:

ORDINARY BUSINESS

1. To consider and adopt the Audited Financial Statements of the Company for the financial year ended 31st March, 2021 together with the Reports of the Directors’ and Auditors’ thereon.
2. To appoint a Director in place of Mrs. Rinku Dhandhanian (DIN: 05230255), who retires by rotation and being eligible, offers herself for re-appointment.

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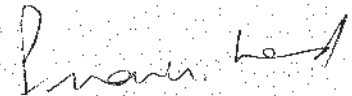
E-mail: sacmill@hotmail.com

Telephone: (033) 2225-4573

Fax: (033) 2225-4850

Dated: 11.08.2021

By Order of the Board
For **Lincoln Industries Limited**



Praveen Chand Dhandhanian
Managing Director
(DIN: 00154048)

NOTES:

1. In view of the continuing COVID-19 pandemic, the Ministry of Corporate Affairs ('MCA') vide its Circular No. 02/2021 dated January 13, 2021 read with Circular No. 14/2020 dated April 8, 2020, Circular No. 17/2020 dated April 13, 2020 and Circular No. 20/2020 dated May 5, 2020 (collectively referred to as 'MCA Circulars'), and Securities and Exchange Board of India ('SEBI') vide its Circular Nos. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 and SEBI/HO/CFD/ CMD2/CIR/P/2021/11 dated January 15, 2021 (collectively referred to as 'SEBI Circulars'), have permitted the holding of AGM through Video Conferencing ('VC') or Other Audio-Visual Means ('OAVM'), without the physical presence of the Members at a common venue. In accordance with the MCA Circulars and SEBI Circulars, the 38th AGM of the Company is being held through VC / OAVM on Thursday, September, 30, 2021 at 03.00 p.m. (IST). The venue of the meeting shall be deemed to be the Regd. Office of the Company i.e. P – 36, India Exchange Place Extn., Kolkata - 700001.
2. Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
3. Pursuant to the provisions of the Act, a Member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a Member of the Company. Since this AGM is being held pursuant to the MCA Circulars through VC / OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.
4. Additional information, pursuant to Regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standards on General Meetings issued by The Institute of Company Secretaries of India, in respect of the Directors seeking appointment / re-appointment at this AGM, forms part of the Notice.
5. The attendance through VC/OAVM is restricted and hence will be made available to only 1000 Members on first come first served basis. However attendance of Members holding 2% or more of the shares of the Company, Institutional Investors as on closure of the business hours on 4th day of September, 2021, Promoters, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors, Scrutinizer, etc. are allowed to attend the AGM without restriction of first come first served basis.
6. Members desirous of obtaining any information concerning the accounts and operations of the Company are requested to address their questions in writing to the Secretary of the Company by Thursday, 23rd September, 2021.
7. Members who would like to express their views or ask questions during the AGM may register themselves as a speaker by sending their request from their registered email address mentioning their name, DP ID and Client ID/folio number, PAN, mobile number at sacmill@hotmail.com from 25th September, 2021 (9:00 a.m. IST) to 29th September, 2021 (5:00 p.m. IST). Those Members who have registered themselves as a speaker will only be allowed to express their views /ask questions during the AGM. The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM. In the interest of time, each speaker is requested to express his / her views in 2 – 3 minutes.
8. However, shareholders may post their comments/queries (not more than 150 characters) in the chat box available on the Video Conferencing interface. Message posted by the shareholders will be dealt with accordingly.
9. Corporate Members are required to send to the company a duly certified copy of the Board Resolution, pursuant to Section 113 of the Companies Act, 2013, authorizing their representative to attend and vote at the AGM.

10. In case of joint holders attending the meeting, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote.
11. The Company's shares are available in demat mode. The shares of the company can be dematerialized under ISIN: INE911E01012. In terms of SEBI Circular, physical shares cannot be transferred on or after 01.04.2019. Members are requested to dematerialize the shares for operational convenience.
12. The Register of Directors and Key Managerial Personnel and their shareholding maintained under Section 170 of the Act, the Register of Contracts or Arrangements in which the directors are interested, maintained under Section 189 of the Act, and the relevant documents referred to in the Notice will be available electronically for inspection by the members during the AGM.
13. **The e-Voting procedure to be followed by the shareholders to cast their votes:**

Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is offering e-voting facility to its Members in respect of the businesses to be transacted at the Thirty Eighth Annual General Meeting scheduled to be held on Thursday, 30th September, 2021 at 03:00 P.M. The Company has engaged the services of Central Depository Services (India) Limited ("CDSL") to provide e-voting facilities. The e-voting particulars are set out below:

ELECTRONIC VOTING PARTICULARS

EVSN (E-voting Sequence Number)	USER ID	PERMANENT ACCOUNT NUMBER (PAN)
210820034		

- (i) The remote e-voting period begins on 27th September, 2021 from 09:00 a.m. (IST) and ends on 29th September, 2021 upto 5:00 p.m. (IST). During this period members of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date i.e. 23rd September, 2021 may cast their vote electronically. The remote e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to abovesaid SEBI Circular, Login method for e-Voting and joining virtual meetings for **Individual shareholders holding securities in Demat mode** is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	<p>1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi.</p> <p>2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly.</p> <p>3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration</p> <p>4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.</p>
Individual Shareholders holding securities in demat mode with NSDL	<p>1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsd.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p> <p>2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsd.com. Select "Register Online for IDeAS "Portal or click at https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp</p> <p>3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsd.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting</p>

<p>Individual Shareholders (holding securities in demat mode) login through their Depository Participants</p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p>
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Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

(iv) **Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL**

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 22-23058542-43.
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

(v) **Log in method for e-Voting and joining virtual meeting for shareholders other than individual shareholders holding in Demat form & physical shareholders.**

- a. The shareholders should log on to the e-voting website www.evotingindia.com.
- b. Click on "Shareholders" module.
- c. Now enter your User ID
 - For CDSL: 16 digits beneficiary ID,
 - For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - Shareholders holding shares in Physical Form should enter Folio Number registered with the Company. OR
 Alternatively, if you are registered for CDSL's **EASI/EASIEST** e-services, you can log-in at <https://www.cdslindia.com> from **Login - Myeasi** using your login credentials. Once you successfully log-in to CDSL's **EASI/EASIEST** e-services, click on **e-Voting** option and proceed directly to cast your vote electronically.
- d. Next enter the Image Verification as displayed and Click on Login.
- e. If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.
- f. If you are a first time user follow the steps given below:

	For Shareholders holding shares in Demat Form other than individual and Physical Form
PAN	<p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> • Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number indicated in the PAN field of the email sent to them. • Members who have not registered their email address may obtain the sequence number from the Company after registering their email address as per process defined in point no. h
Dividend Bank Details OR Date of Birth (DOB)	<p>Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login.</p> <ul style="list-style-type: none"> • If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (v).

- g. After entering these details appropriately, click on "SUBMIT" tab.
- h. Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- i. For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- j. Click on the EVSN for the relevant <LINCOLN INDUSTRIES LIMITED>.
- k. On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- l. Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- m. After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- n. Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- o. You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- p. If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- q. Shareholders can also cast their vote using CDSL's mobile app "m-Voting". The m-Voting app can be downloaded from respective Store. Please follow the instructions as prompted by the mobile app while Remote Voting on your mobile.

r. **Note for Non – Individual Shareholders and Custodians**

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the "Corporates" module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; aklabhcs@gmail.com / sacmill@hotmail.com, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

- s. All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call on 022-23058542/43.

(vi) **Process for those shareholders whose email addresses are not registered with the Depositories/Company for obtaining login credentials for e-voting for the resolutions proposed in this notice:**

- (i) For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to sacmill@hotmail.com or mdpl@cal.vsnl.net.in
- (ii) For Demat shareholders -, Please update your email id & mobile no. with your respective Depository Participant (DP).
- (iii) For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

(vii) **Instructions for Members attending the Annual General Meeting (AGM) through VC/OAVM and e-voting during the Annual General Meeting (AGM) are as under:**

1. The procedure for attending meeting & e-Voting on the day of the AGM/ EGM is same as the instructions mentioned above for Remote e-voting.
2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for Remote e-voting.
3. Only those members, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.

4. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.
5. Shareholders who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM. If a member casts vote(s) by both modes, then voting done through remote e-voting shall prevail and vote(s) cast at the Meeting shall be treated as "INVALID"
6. Members are encouraged to join the Meeting through Laptops / IPads for better experience.
7. Further members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
8. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
9. If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at 022- 23058738 and 022-23058542/43

(vii) General Information

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution / Authority letter etc. together with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote through e-mail at sacmill@hotmail.com or mdpl@cal.vsnl.net.in or aklabhcs@gmail.com with a copy marked to helpdesk.evoting@cdslindia.com on or before 29th September, 2021 without which the vote shall not be treated as valid.
2. In case you have any queries or issues regarding e-voting, please contact the Company or Registrar & Share Transfer Agents or send mail to sacmill@hotmail.com or mdpl@cal.vsnl.net.in. You may also send mail to helpdesk.evoting@cdslindia.com or refer to the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com.
3. The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company held on the cut-off date of 23rd September, 2021.
4. The member already cast his/her vote through remote e-voting would not be allowed to cast vote again through e-voting at the AGM. However, he/she can attend the AGM.
5. Mr. A. K. Labh, Practicing Company Secretary (FCS : 4848) of M/s. A. K. Labh & Co., Company Secretaries, has been appointed as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner, whose e-mail address is aklabhcs@gmail.com.
6. The Scrutinizer shall within a period not exceeding 48 hrs from the conclusion of the e-voting period, unblock the votes in the presence of at least two (2) witnesses not in the employment of the Company and make a Scrutinizer's Report of the votes cast in favour or against, if any, forthwith to the Chairman of the Company.

7. The Results shall be declared on or after the AGM of the Company. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website www.lincoln-industries.net and on the website of CDSL within two (2) days of passing of the resolutions at the AGM of the Company. On receipt of requisite number of votes, the Resolutions shall be deemed to have been passed on the date of the Annual General Meeting.
8. Members holding shares in physical form are requested to notify immediately change of address, transfer, demat, ECS credit request, if any, to the Registrars and Transfer Agents of the Company i.e. M/s Maheshwari Datamatics Pvt. Ltd. at 23, R. N. Mukherjee Road, 5th Floor, Kolkata - 700 001. Tel No.: (033) 2243 5809 / 5029; 2248 2248; Fax No.: (033) 2248 4787; e-mail: mdpl@cal.vsnl.net.in or mdpldc@yahoo.com or skchaubey@mdpl.in.
9. Members may also note that the Notice of the 38th AGM and the Annual Report 2020-2021 will be available on the Company's website, www.lincoln-industries.net.
10. Members holding shares in demat mode are requested to notify any change in address, Bank Details, ECS Credit request to their respective depository participants and make sure that such changes are recorded by them.
11. The Register of Members and Share Transfer Books of the Company will remain closed from Friday, 24th September, 2021 to Thursday, 30th September, 2021 (both days inclusive). Duly executed and stamped transfer deeds, along with the relative Share Certificates, should be submitted to the Company's Registrar & Share Transfer Agents before the closure of the Register of Members for registration of transfers.
12. The Securities & Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market transaction and off-market/private transaction including, transfer of shares held in physical form, deletion of name of the deceased shareholder(s), where the shares are held in the name of two or more shareholders, transmission of shares to the legal heir(s), where deceased shareholder was the sole holder of shares and transposition of shares - when there is a change in the order of names in which physical shares are held jointly in the names of two or more shareholders.
13. Since the AGM will be held through VC / OAVM, the Route Map is not annexed in this Notice.

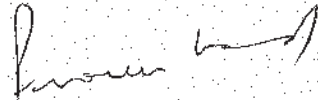
Details of Directors seeking appointment/reappointment at the Annual General Meeting pursuant to Regulation 26(4) and 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Clause 1.2.5 of Secretarial Standard on General Meeting (SS-2) as amended.

Name of the Director	Mrs. Rinku Dhandhanian
Category	Director
DIN	00154048
Date of Birth	05.09.1978
Nationality	Indian
Date of Appointment	31.07.2014
Qualifications	Graduate
Experience and Expertise	More than 10 years of experience in Business and Finance management
Number of Meetings of the Board attended during the year	10
List of Directorships : Listed Companies	-
Other Companies	-
List of Membership/Chairmanship of Committees of other Board	-
Number of shares held by him in the Company	100
Relationship with any Director(s) and KMPs of the Company	Husband of Mr. Praveen Chand Dhandhanian, Director

Registered Office:

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Telephone: (033) 2225-4573
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Dated: 11.08.2021

By Order of the Board
For Lincoln Industries Limited


Praveen Chand Dhandhanian
Managing Director
(DIN: 00154048)

Lincoln Industries Limited

(CIN: L51109WB1983PLC035957)

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DIRECTORS' REPORT TO THE SHAREHOLDERS

Your Directors hereby present the 38th Annual Report and Audited financial statement of the Company for the year ended 31st March, 2021.

Financial Performance:

The Company's financial performance for the year ended 31st March, 2021 is summarized below:

Financial Result	Amount in Rs.	
	Year Ended 31.03.2021	Year Ended 31.03.2020
Total Revenue	1,01,21,402	16,50,91,005
Profit /(Loss) Before Tax	14,405	(12,42,267)
Profit /(Loss) After Tax	14,17,596	36,62,931
EPS	0.27	0.70

Financial Performance

During the financial year under review, total revenue decreased from Rs. 16,50,91,005/- to Rs. 1,01,21,402/- .Your Company reported a profit of Rs. 14,17,596/-vis-à-vis a profit of Rs. Rs. 36,62,931/-in the previous year.

Impact of covid-19

COVID-19 pandemic has impacted the business affairs of the Company. However, the Company has tried its best to negate the effect of several lock downs, discontinuation of the operations and business functioning of the company by adopting best of business policies and has taken all efforts to normalize the smoothness of business activities.

Dividend

The Board of Directors regrets their inability to recommend any dividend for the financial year under report.

Change in the nature of business, if any

There is no change in the nature of the business of the Company.

Details of significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future

There were no significant and material orders passed by regulators or courts or tribunals impacting the going concern status and Company's operations in future.

Material changes and commitments, if any, affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report

There were no material changes and commitments affecting the financial position of the Company occurring between March 31, 2021 and the date of this Report of the Directors.

Subsidiary / Joint Ventures / Associates

The Company has no subsidiary / joint venture / associate as on 31.03.2021.

Share Capital

The paid up Equity Share Capital as on March 31, 2021 was Rs. 5,24,50,000. During the year under review, the Company has not issued any shares or any convertible instruments.

Internal Financial Control

The Company has in place an established internal control system designed to ensure proper recording of financial and operational information and compliance of various internal controls and other regulatory and statutory compliances. Code on Internal Control which require that the Directors review the effectiveness of internal controls and compliance controls, financial and operational risks, risk assessment and management systems and related party transactions, have been complied with.

Risk Management

The Board members were informed about risk assessment and minimization procedures after which the Board formally adopted steps for framing, implementing and monitoring the risk management plan for the company.

Board of Directors

In accordance with the provisions of Companies Act, 2013, Mrs. Rinku Dhandhanian (DIN: 05230255), Director of the Company retires by rotation and being eligible, offers herself for re-appointment.

Key Managerial Personnel

The Company had the following persons as KMP as on 31.03.2021:

- a) Mr. Praveen Chand Dhandhanian – Managing Director
- b) Mr. Shyam Sunder Bhageria – Chief Financial Officer (Resigned on 06.08.2021)
- c) Mr. Praveen Chand Dhandhanian- Chief Financial Officer(Appointed on 06.08.2021)
- d) Mr. Nitin Gupta - Company Secretary

Meetings of Board and Committees:

Board Meetings

During the financial year 2020-2021, the Board met 10 times on 01.04.2020, 22.06.2020, 23.06.2020, 31.07.2020, 15.09.2020, 21.09.2020, 21.10.2020, 11.11.2020, 13.02.2021 and 19.03.2021.

Audit Committee Meetings

During the financial year 2020-2021 the Committee met 4 times on 31.07.2020, 15.09.2020, 11.11.2020 and 13.02.2021.

Nomination and Remuneration Committee

During the financial year 2020-2021, the Committee met once on 01.04.2020.

Stakeholders Relationship Committee

During the financial year 2020-2021, the Committee met once on 19.03.2021.

Declaration by Independent Directors

All Independent Directors of your Company have given declarations that they meet the criteria of independence as laid down under Section 149(6) of the Companies Act, 2013. The Board also hereby confirms that in its opinion, the Independent Directors of the Company fulfill the conditions / criteria specified under the Act and SEBI (LODR) Regulations, 2015, as amended, and also are independent of the management. The Independent Directors have also registered themselves in the databank with the Institute of Corporate Affairs of India as per Rule 6(1) of the Companies (Appointment and Qualifications of Directors) Rules, 2014. The declaration was placed and noted by the Board in its meeting held on 01.04.2020. The independent directors meeting in term of Schedule IV to the companies Act, 2013 was held on 31.12.2020.

Annual Evaluation of Boards Performance

The Board of Directors has carried out an annual evaluation of its own performance, Board committees, and individual directors pursuant to the provisions of the Companies Act, 2013.

The performance of the Board was evaluated by the Board after seeking inputs from all the directors on the basis of criteria such as the Board composition and structure, effectiveness of Board processes, information and functioning, etc. Whereas, the performance of the committees was evaluated by the Board after seeking inputs from the committee members on the basis of criteria such as the composition of committees, effectiveness of committee meetings, etc.

In a separate meeting of independent directors, performance of non-independent directors, the Board as a whole and Chairman of the Company was evaluated, taking into account the views of executive directors and non-executive directors.

At the Board meeting that followed the meeting of the independent directors and meeting of Nomination and Remuneration Committee, the performance of the Board, its committees, and individual directors was also discussed. Performance evaluation of independent directors was done by the entire Board, excluding the independent directors being evaluated.

Remuneration Policy

Nomination and Remuneration Committee has formulated the Nomination, Remuneration and Evaluation Policy for Directors, Key Managerial Personnel (KMPs) and other employees in terms of the provisions of Section 178(3) of the Companies Act, 2013. The said policy which has been approved by the Board outlines the appointment criteria and qualifications, the term/ tenure of the Directors on the Board of Company and the matters related to remuneration of the Directors.

The Company's Remuneration Policy is available on the Company's website: www.lincoln-industries.net and is attached as **Annexure -1** and forms a part of this Report of the Directors.

Audit Committee

The composition of the Audit Committee as on 31st March, 2021 is as follows:

1. Mr. Sushil Kumar Sureka - Chairman
2. Mr. Sushovan Saharoy
3. Mr. Praveen Chand Dhandhanian

Nomination & Remuneration Committee

The composition of the Nomination & Remuneration Committee as on 31st March, 2021 is as follows:

1. Mr. Sushil Kumar Sureka - Chairman
2. Mr. Sushovan Saharoy
3. Mrs. Rinku Dhandhanian

Stakeholders Relationship Committee

The composition of the Stakeholders relationship committee as on 31st March, 2021 is as follows:

1. Mr. Sushil Kumar Sureka - Chairman
2. Mr. Sushovan Saharoy
3. Mr. Praveen Chand Dhandhanian

Vigil Mechanism

The Company has in place a vigil mechanism details of which are available on the Company's website www.lincoln-industries.net

Contracts and Arrangements with Related Party

The Company follows a policy of disclosure of Related Party Transactions in each Meeting of the Audit Committee and also of the Board of Directors. The details of Related Party Transactions are enclosed as **Annexure -2**.

Loans, guarantees and investments

The Company has not given any guarantee for loans taken by others from banks or financial institutions. The particulars of loans and advances given and investments made in securities under Section 186 of the Companies Act, 2013 has been provided in the financial statements of the Company.

Disclosure under Section 197 (12) and Rule 5 of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014 as amended

Information in accordance with the provisions of Section 197(12) of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, as amended, regarding employees is given in **Annexure-3** forming part of the Directors' Report.

Annual Return

Pursuant to Section 92(3) of the Companies Act, 2013 read with Proviso under Rule 12(1) of the Companies (Management and Administration) Rules, 2014, as amended, the Annual Return is available on the Company's website at www.lincoln-industries.net and may be accessed through the web-link: http://www.lincoln-industries.net/Lincoln/MGT-7-%20LINCOLN_2020-2021.pdf.

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo

The prescribed particulars of Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo required under section 134(3)(m) read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is attached as **Annexure – 4** and forms a part of this Report of the Directors.

Directors' Responsibility Statement

Pursuant to Section 134(3) (c) read with Section 134(5) of the Companies Act, 2013 the Directors of your Company confirm that -:

- (i) in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- (ii) 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 of the Company for that period;
- (iii) 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) the Directors have prepared the annual accounts on a going concern basis;
- (v) the Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and
- (vi) there is a proper system to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

Cost Audit & Cost Record

The provisions of Companies Act, 2013 pursuant to Cost Audit and maintenance of Cost records does not apply on your Company.

Fraud

There were no cases of any fraud as reported during the year.

Deposits

The Company has not accepted any deposits from the public, and as such, there are no outstanding deposits in terms of the Companies (Acceptance of Deposits) Rules, 2014.

Corporate Social Responsibility (CSR)

The provisions of Sections 135 of the Companies Act, 2013 relating to Corporate Social Responsibility is not applicable to the Company.

Listing

The Equity Shares of the Company continues to be listed with Calcutta and Delhi Stock Exchange. Since, Delhi Stock Exchange has been derecognized by SEBI, henceforth the Company is listed only on the Calcutta Stock Exchange. The Company has made an application for delisting of shares from Calcutta Stock Exchange and the same is under process.

Corporate Governance

Corporate Governance is not applicable to the company in terms of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Audit and Auditors

In terms of the provisions of Section 139 of the Companies Act, 2013 read with provisions of the Companies (Audit and Auditors) Rules, 2014 as amended, M/s. Chhaparia & Associates, Chartered Accountants, (Firm Registration No – 322169E) was appointed as the Auditors of the Company from conclusion of the 37th AGM until conclusion of the 42nd AGM of the Company scheduled to be held in the year 2025.

The members may note that consequent to the changes made in the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 by the Ministry of Corporate Affairs (MCA) vide notification dated May 7, 2018, the proviso to Section 139 of the Companies Act, 2013 read with explanation to sub-rule 7 of Rule 3 of the Companies (Audit and Auditors) Rules, 2014, the requirement for ratification of Auditors appointment at every AGM has been done away. Therefore, the requirement of ratifying the appointment of M/s. Chhaparia & Associates., as the Auditors of the Company at the every AGM does not arise.

Your Company has received a certificate from M/s. Chhaparia & Associates., Chartered Accountants confirming their eligibility to continue as Auditors of the Company in terms of the provisions of Section 141 of the Companies Act, 2013 and the Rules framed thereunder. They have also confirmed that they hold a valid certificate issued by the Peer Review Board of the Institute of Chartered Accountants of India (ICAI) as required under the provisions of Regulation 33 of the Listing Regulations.

The Auditor's Report on the financial statements for the financial year 2020-2021 does not contain any modified opinion or adverse remarks.

Secretarial Audit & Observations:

Secretarial Audit was conducted during the year by Mr. Asit Kumar Labh, Practicing Company Secretary (ACS-32891, CP No.- 14664) in accordance with the provisions of Section 204 of the Companies Act, 2013. The Secretarial Auditor's Report is attached as Annexure – 5 and forms a part of this Report of the Directors and does not contain any observation / adverse remark.

Internal Audit & Controls

In terms of Section 138 of the Companies Act, 2013 read with Rule 13 of the Companies (Accounts) Rules, 2014, M/s VKC & Co., Kolkata was the Internal Auditor for the Company during the financial year.

Internal Auditors' findings are discussed and suitable corrective actions are taken as per the directions of Audit Committee on an ongoing basis to improve efficiency in operations.

Disclosures under Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

There were no cases/ complaints reported under Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act during the financial year under review.

Secretarial Standards

The Board of Directors hereby affirms that your Company has adhered to the Secretarial Standards as prescribed by the Institute of Company Secretaries of India during the financial year under report.

Other disclosures:

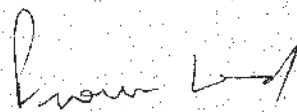
- (a) The Company has not entered into any one time settlement proposal with any Bank or financial institution during the year.
- (b) As per available information, no application has been filed against the Company under the Insolvency and Bankruptcy Code, 2016 nor any proceedings thereunder is pending as on 31.03.2021.
- (c) The Company had empowered its Board, subsequent to approval of shareholders at an Extra Ordinary General Meeting held on 20.12.2020, to take appropriate decision at appropriate time regarding selling, leasing or disposing off on slump sale basis on as and where basis or otherwise, the manufacturing unit situated at Bhuna, Haryana.

Acknowledgement

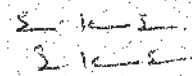
Your Directors wish to place on record their appreciation of assistance and co-operation received from bankers, lenders, suppliers, customers, Government authorities, employees & other stake holders.

Place: Kolkata
Date: 11.08.2021

On behalf of the Board of Directors
For Lincoln Industries Limited



Praveen Chand Dhandhania
Managing Director
(Din: 00154048)



Sushil Kumar Sureka
Director
(Din: 00154068)

Remuneration Policy of LINCOLN INDUSTRIES LIMITED

LIL's remuneration strategy is aimed at attracting and retaining high standard of relevant talent. The Remuneration Policy, therefore, is market-led and takes into account the competitive circumstance of each business situation of the Company so as to attract and retain high quality talent fulfilling the requisite qualification and leverage performance significantly.

PREAMBLE

Pursuant to Section 178 of the Companies Act, 2013 and Clause 49 of the Listing Agreement, the Board of Directors of every listed Company shall constitute the Nomination and Remuneration Committee. In order to align with the provisions of the Companies Act, 2013 and the amended Listing Agreement from time to time, the Board on 31st July, 2014 changed the nomenclature of the "Remuneration Committee" as "Nomination and Remuneration Committee" and reconstituted the Committee with two non-executive Independent Directors and one executive Director as Member of the Committee

Remuneration of Manager, Directors, Company Secretary, CFO Etc.

Remuneration of Manager under the Companies Act, 2013 ('Manager') and the Executive Directors, if any, the Company Secretary, Chief Financial Officer (CFO) and immediately one level below Senior Employees of the Company is determined by the Board of Directors ('Board') of the Company within the broad Policy formulated by the Nomination and Remuneration Committee comprising only Non-Executive Directors and in conformity with the relevant provisions of the Companies Act, 2013 and also subject to the approval of the Shareholders in their General Meeting. The aforesaid personnel are entitled to performance bonus for each financial year up to such an amount as may be determined by the Board. Such remuneration is linked to short and long term performance objectives appropriate to the working of the Company and its goals as well as the group to which the Company belongs to as well as on the concerned employee's qualification and the grade and the overall performance of such employee of the Company as a whole.

Commission of the Non-Executive and the Independent Directors of the Company is determined by the Board based, inter alia, on Company performance and the prevailing regulatory provisions and is payable on a uniform basis to reinforce the principle of collective responsibility. Non-Executive Directors and the Independent Directors are also entitled to sitting fees for attending Meetings of the Board and Committees thereof, the quantum of which is determined by the Board within the limits as laid down in the Articles of Association of the Company. The sitting fees shall be determined by the Board for attending each meeting of the Board, Audit Committee, Nomination and Remuneration Committee and Stakeholders 'Relationship Committee. The Non-Executive and the Independent Directors may be reimbursed out of pocket expenses for attending Board and Committee Meetings of the Company at a city other than the one in which they reside.

Service Contracts, Severance Fee and Notice Period:

The appointment of the Manager, the Executive Directors, if any, the Company Secretary, CFO and immediately one level below Senior Employees of the Company is governed by resolutions passed by the Board and the Shareholders of the Company, which cover the terms and conditions of such appointment read with the service rules of the Company. A separate Service Contract is not entered into by the Company with those elevated to the Board from the management cadre, since they already have a Service Contract with the Company. There is no separate provision for payment of severance fee under the resolutions governing the appointment of Manager and Executive Directors, if any, who have all been drawn from amongst the management cadre. The prevailing statutory provisions will however, apply. As per his terms of appointment, a notice of three month's is required to be given by the concerned employee, as the case may be, seeking to vacate office and such resignation takes effect upon the expiration of such notice or its earlier acceptance by the Board.

Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis: NIL

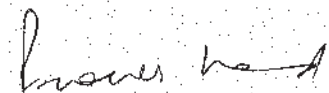
2. Details of material contracts or arrangement or transactions at arm's length basis:

1.	<p>a) Name(s) of the related party and nature of relationship – Mr. Praveen Chand Dhandhanian, Managing Director</p> <p>(b) Nature of contracts/arrangements/transactions – Director's Remuneration</p> <p>(c) Duration of the contracts / arrangements/transactions – 01.04.2020 – 31.03.2021</p> <p>(d) Salient terms of the contracts or arrangements or transactions including the value, if any: Rs. 0.60 lakhs</p> <p>(e) Date(s) of approval by the Board, if any:</p> <p>(f) Amount paid as advances, if any: Nil</p>
2.	<p>a) Name(s) of the related party and nature of relationship – Mr. Nitin Gupta-Company Secretary</p> <p>(b) Nature of contracts/arrangements/transactions – Remuneration</p> <p>(c) Duration of the contracts / arrangements/transactions – 01.04.2020 – 31.03.2021</p> <p>(d) Salient terms of the contracts or arrangements or transactions including the value, if any: Rs. 1.08 lakhs</p> <p>(e) Date(s) of approval by the Board, if any:</p> <p>(f) Amount paid as advances, if any: Nil</p>
3.	<p>a) Name(s) of the related party and nature of relationship – Mr. Shyam Sundar Bhageria - CFO</p> <p>(b) Nature of contracts/arrangements/transactions – Remuneration</p> <p>(c) Duration of the contracts / arrangements/transactions – 01.04.2020-31.03.2021</p> <p>(d) Salient terms of the contracts or arrangements or transactions including the value, if any: Rs. 1.00 lakhs</p> <p>(e) Date(s) of approval by the Board, if any:</p> <p>(f) Amount paid as advances, if any: Nil</p>
4.	<p>a) Name(s) of the related party and nature of relationship – Mr. Praveenchand Dhandhanian, Managing Director</p> <p>(b) Nature of contracts/arrangements/transactions -Rent</p> <p>(c) Duration of the contracts / arrangements/transactions – 01.04.2020-31.03.2021</p> <p>(d) Salient terms of the contracts or arrangements or transactions including the value, if any: Rs. 0.10 lakhs</p> <p>(e) Date(s) of approval by the Board, if any:</p> <p>(f) Amount paid as advances, if any: Nil</p>
5.	<p>a) Name(s) of the related party and nature of relationship – Prem Chand Dhandhanian (HUF)</p> <p>(b) Nature of contracts/arrangements/transactions – Rent</p> <p>(c) Duration of the contracts / arrangements/transactions – 01.04.2020-31.03.2021</p> <p>(d) Salient terms of the contracts or arrangements or transactions including the value, if any: Rs. 0.24 lakhs</p> <p>(e) Date(s) of approval by the Board, if any:</p> <p>(f) Amount paid as advances, if any: Nil</p>

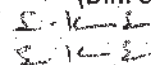
6.	<p>a) Name(s) of the related party and nature of relationship – Sri Annapurna Cotton Mills & Industries Ltd.</p> <p>(b) Nature of contracts/arrangements/transactions – Interest income</p> <p>(c) Duration of the contracts / arrangements/transactions – 01.04.2020-31.03.2021</p> <p>(d) Salient terms of the contracts or arrangements or transactions including the value, if any: Rs. 25.00 lakhs</p> <p>(e) Date(s) of approval by the Board, if any:</p> <p>(f) Amount paid as advances, if any: Nil</p>
7.	<p>a) Name(s) of the related party and nature of relationship – Original Commotrade LLP</p> <p>(b) Nature of contracts/arrangements/transactions – Share of Profit from LLP firm</p> <p>(c) Duration of the contracts / arrangements/transactions – 01.04.2020-31.03.2021</p> <p>(d) Salient terms of the contracts or arrangements or transactions including the value, if any: Rs. 36.41lakhs</p> <p>(e) Date(s) of approval by the Board, if any:</p> <p>(f) Amount paid as advances, if any: Nil</p>
8.	<p>a) Name(s) of the related party and nature of relationship – Pragati Dealmark LLP</p> <p>(b) Nature of contracts/arrangements/transactions – Share of Profit from LLP firm</p> <p>(c) Duration of the contracts / arrangements/transactions – 01.04.2020-31.03.2021</p> <p>(d) Salient terms of the contracts or arrangements or transactions including the value, if any: Rs.0.12 lakhs</p> <p>(e) Date(s) of approval by the Board, if any:</p> <p>(f) Amount paid as advances, if any: Nil</p>
9.	<p>a) Name(s) of the related party and nature of relationship – Sri Annapurna Cotton Mills & Industries Ltd.</p> <p>(b) Nature of contracts/arrangements/transactions – Loans and advances given</p> <p>(c) Duration of the contracts / arrangements/transactions – 01.04.2020-31.03.2021</p> <p>(d) Salient terms of the contracts or arrangements or transactions including the value, if any: Rs.115.00 lakhs</p> <p>(e) Date(s) of approval by the Board, if any:</p> <p>(f) Amount paid as advances, if any: Nil</p>
10.	<p>a) Name(s) of the related party and nature of relationship – Sri Annapurna Cotton Mills & Industries Ltd.</p> <p>(b) Nature of contracts/arrangements/transactions – Receipt of Loans and advances given</p> <p>(c) Duration of the contracts / arrangements/transactions – 01.04.2020-31.03.2021</p> <p>(d) Salient terms of the contracts or arrangements or transactions including the value, if any: Rs.11.25 lakhs</p> <p>(e) Date(s) of approval by the Board, if any:</p> <p>(f) Amount paid as advances, if any: Nil</p>

Place: Kolkata

Date: 11.08.2021



Praveen Chand Dhandhan
Managing Director
(Din: 00154048)



Sushil Kumar Sureka
Director
(Din: 00154068)

PARTICULARS OF EMPLOYEES PURSUANT TO SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) AMENDMENT RULES, 2016

Name of the Director / CEO / CFO / Company Secretary / Manager	Designation	(i) Ratio of the remuneration of each director to the median remuneration of the employees of the Company for the financial year 2020-21	(ii) Percentage increase in Remuneration during 2020-21
Mr. Praveenchand Dhandhania	Managing Director	0.8:1	Nil
Ms. Rinku Dhnadhania	Director	-	-
Mr. Sushil Kumar Sureka	Director	-	-
Mr. Sushovan Saharoy	Director	-	-
Mr. Shyam Sunder Bhageria	CFO	1.4:1	-77%
Mr. Nitin Gupta	CS	1.5:1	Nil

Sl. No.	Description	Remarks
iii.	the percentage increase in the median remuneration of employees in the financial year;	-39.31%
iv.	the number of permanent employees on the rolls of company;	14
v.	average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration;	Average Salary Increase of non-manual employees is -51.72% Average Salary increase of managerial employees is -62.72%
vi.	It is hereby affirmed that the remuneration to managerial personnel referred to above is as per the remuneration policy of the Company.	

PARTICULARS OF EMPLOYEES PURSUANT TO SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5 (2) and 5(3) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) AMENDMENT RULES, 2016

It is hereby affirmed that:

- (i) No employee was in receipt of remuneration for the year in aggregate of more than Rs. 1.02 Crores (if employed throughout the financial year);
- (ii) No employee was in receipt of remuneration for any part of the year at a rate which in aggregate was more than Rs. 8.5 lacs per month (if employed for a part of the financial year);
- (iii) No employee was in receipt of remuneration in excess of that drawn by the Managing Director of Whole-time Director or Manager nor holds by himself or along with his spouse and dependent children more than two percent of the equity shares of the Company.

Top Ten Employees in terms of Remuneration drawn for F.Y. 2020-21:

Sl. No.	Name	Designation	Remuneration (in Rs.)	Nature of Employment	Qualification and Experience	Date of Commencement of Employment	Age	Last Employment Held	% of equity shares held	Whether relative of any Director / Manager
1	ROOP DAS SWAMI	SUPERVISOR	228000/-	Permanent	8 th	01/05/2005	50	NA	Nil	No
2	RAJKUMAR JAISWARA	ACCOUNTANT	126000/-	Permanent	B.COM	01/04/2019	45	NA	Nil	No
3	NIHIN GUPTA	COMPANY SECRETARY	108000/-	Permanent	ACS	01/02/2019	30	NA	Nil	No
4	YOGESH SHARMA	ACCOUNTANT	100000/-	Permanent	B.A	15/10/2005	35	NA	Nil	No
5	SHYAM SUNDER	MANAGER	100000/-	Permanent	10 th	01/05/2005	46	NA	Nil	No
6	KRISHNA DAS	CLERK	90000/-	Permanent	12 th	01/04/2019	37	NA	Nil	No
7	JAGIR SINGH	CLERK	72000/-	Permanent	10 th	01/04/2019	31	NA	Nil	No
8	ANIL KUMAR	ACCOUNTANT	70000/-	Permanent	B.COM	01/11/2006	34	NA	Nil	No
9	LAKHAN YADAV	CLERK	69500/-	Permanent	9 th	01/04/2014	28	NA	Nil	No
10	MANISH DAS	CLERK	54929/-	Permanent	10 th	01/04/2019	36	NA	Nil	No

ANNEXURE – 4

Information pursuant to clause (m) of sub-section (3) of Section 134 of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 and forming part of the Directors' Report for the year ended 31st March, 2021.

A) CONSERVATION OF ENERGY:

- (i) Energy conservation measures taken and impact of the measures:

Energy optimization schemes and pollution control measures have been fully incorporated in the design and engineering of the plant. The company continues to lay a great deal of emphasis on conservation of energy.

- (ii) Steps taken for utilisation of alternate sources of energy:

The company continues to lay a great deal of emphasis on conservation of energy and utilization of alternate sources of energy.

- (iii) Capital Investment on energy conservation equipments:

The company maintained satisfactory and acceptable pollution control measures and environmental management system during the year.

B) TECHNOLOGY ABSORPTION:

- (i) The efforts made towards technology absorption:

The company has an in-house Research and Development Department which always keeps on adopting latest development in improving quality and productivity thereby making the products most cost effective.

- (ii) The benefits derived like product improvement, cost reduction, product development or import substitution:

The company has always been aware of the latest technological development and has adopted them to attain high levels of quality at lowest cost of production.

- (iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year): NIL

- (iii) Expenditure incurred on Research and Development:

The expenditure incurred on Research and Development was commensurate with the scale of operation of the Company.

C) FOREIGN EXCHANGE EARNINGS AND OUTGO:

There was no Foreign Exchange earnings and outgo during the financial year under review.

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31.03.2021

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To
The Members,
Lincoln Industries Limited
P – 36, India Exchange Place Extn.
2nd Floor, Kolkata - 700 001
West Bengal

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Lincoln Industries Limited**, P-36, India Exchange Place Extn., 2nd Floor, Kolkata – 700001; West Bengal (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended 31.03.2021 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

Auditors' Responsibility

Maintenance of Secretarial Records is the responsibility of the management of the Company. My responsibility is to express an opinion on existence of adequate Board process and compliance management system, commensurate to the size of the Company, based on these secretarial records as shown to me during the said audit and also based on the information furnished to me by the officers' and the agents of the Company during the said audit.

I have followed the audit practices and processes as were appropriate to the best of my understanding to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed, provide a reasonable basis for my opinion.

I have not verified the correctness, appropriateness and bases of financial records, books of accounts and decisions taken by the Board and by various committees of the Company during the period under scrutiny. I have checked the Board process and compliance management system to understand and to form an opinion as to whether there is an adequate system of seeking approval of respective committees of the Board, of the Board, of the members of the Company and of other authorities as per the provisions of various statutes as mentioned hereinafter.

Wherever required I have obtained the management representation about the compliance of the laws, rules and regulations and happening of events, etc.

I have relied upon the accuracy of the documents and information as shared by the Company with me through appropriate Information Technology tools to assist me in completing the secretarial audit work during lock down period due to unprecedented situation prevailing in the Country due to CoVID-19 virus pandemic and the same is subject to physical verification by me post normalization of the situation.

The Compliance of the provisions of Corporate and other applicable laws, rules, regulations and standards is the responsibility of the management. My examination was limited to the verification of compliance procedures on test basis.

My report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness or accuracy with which the management has conducted the affairs of the Company.

I report that, I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended 31.03.2021 according to the provisions of (*as amended*):

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) Secretarial Standards as issued by The Institute of Company Secretaries of India;
- (iii) The Securities Contracts (Regulation) Act, 1956 and the rules made there under;
- (iv) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (v) Foreign Exchange Management Act, 1999 and the rules and regulation made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (vi) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992:
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulation, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

- (c) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- (d) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

I further report that, having regard to the compliance system prevailing in the Company and on examination of the relevant documents and records in pursuance thereof, on test-check basis, the Company has generally complied with the provisions of the laws to the extent of their applicability to the Company during the financial year ended 31.03.2021 and my examination and reporting is based on the documents, records and files as produced and shown to me and the information and explanations as provided to me by the Company and its management and to the best of my judgment and understanding of the applicability of the different enactments upon the Company.

Further, to the best of my knowledge and understanding there are adequate systems and processes in the Company commensurate with its size and operation to monitor and ensure compliances with applicable laws.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. as mentioned above.

During the period under review, provisions of the following regulations/guidelines/standards were not applicable to the Company:

- (i) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018;
- (ii) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;

- (iii) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- (iv) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;
- (v) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018.

I further report that :

- (a) The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
- (b) Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- (c) Majority decision is carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes.
- (d) There are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that:

- (a) In view of the outbreak of COVID-19 pandemic, Company's Offices have been closed as per lockdown directives issued by the Government since the last week of March, 2020 and normal operations has resumed gradually during the financial year under report in a phased manner with restrictive attendance and proper sanitization with due permission of the local district authorities as applicable and in accordance with the guidelines stipulated by the Ministry of Home Affairs of the Government of India and the local authorities.

Sd/-
(Asit Kumar Labh)
Practicing Company Secretary
ACS – 32891 / C.P. No. – 14664
UDIN: A032891C000769011

Place: Kolkata
Dated: 11.08.2021



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INDEPENDENT AUDITORS' REPORT

To
The Members of
Lincoln Industries Limited

Report on the Audit of Standalone Financial Statements

Opinion

We have audited the standalone financial statements of Lincoln Industries Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2021, the Statement of Profit and Loss for the year ended on that date, the Cash Flow Statement for the year ended on that date, the Statement of Changes in Equity and Notes to the Financial Statements including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India of the state of affairs of the Company as at 31st March, 2021, its Profit for the year ended on that date and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. We have determined that there are no key audit matters to communicate in our report.

Information other than the Standalone Financial Statements and Auditors' Report thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's Report including the Annexures to the Board's Report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.





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In connection with our audit of the standalone financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report such fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.





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- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ('the Order'), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give, in the Annexure A, a statement on the matters specified in paragraph 3 and 4 of the Order.
2. As required by section 143 (3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;

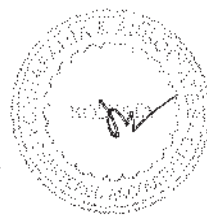




CHHAPARIA & ASSOCIATES
Chartered Accountants

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- b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- c. The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of accounts;
- d. In our opinion, the Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement comply with the Ind AS specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 except non-provision of Employees Benefits in terms of Accounting Standard-15, the amount of which cannot be ascertained;
- e. On the basis of the written representations received from the directors as on 31st March, 2021, and taken on record by the Board of Directors, none of the directors are disqualified as on 31st March, 2021, from being appointed as a director in terms of section 164(2) of the Act;
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, we attach herewith a report on the same in Annexure B
- g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.



For Chhaparia & Associates
Chartered Accountants
FRN : 322169E

Subhash Kumar Baid
(Subhash Kumar Baid)
Partner
Membership No. 064917

Place : Kolkata
Dated : The 30th day of June, 2021.
UDIN : 21064917AAAAIW8235



LINCOLN INDUSTRIES LIMITED

ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in Paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

i. In respect of its fixed assets :

- (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) As per information and explanations given to us, a substantial portion of fixed assets were physically verified by the management during the year and in our opinion, the frequency of verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) As per information and explanations given to us, the title deeds of the Immovable Properties are held in the name of the company.

ii. In respect of its inventories :

The Company does not have any Inventories, hence, this clause is not applicable.

iii. According to the information and explanations given to us with regard to loans, secured or unsecured, granted by the Company to companies, firms, Limited Liability Partnership or other parties covered in the register maintained under section 189 of the Companies Act, 2013, we report as follows:

- (a) The Company has granted loan to one Company covered in the register maintained under section 189 of the Act. In our opinion and according to the information and explanations given to us, the terms and conditions of such loans are not prejudicial to the Company's interest.
- (b) In respect of the loan covered under the register maintained under section 189 of the Act, the schedule of repayment of the principal and payment of Interest amount has been stipulated and payment of interest and principal are regular.
- (c) In our opinion and according to the information given to us there are no amounts of loans granted to companies, firms, LLPs or other parties covered in the register maintained under section 189 of the Act which are outstanding for more than ninety days.

iv. In our opinion and according to the information and explanations given to us, the Company has complied with provisions of section 185 and section 186 of the Companies Act, 2013 in respect of granting of loans and making any investment. The Company has not providing any guarantees and giving securities.





CHHAPARIA & ASSOCIATES
Chartered Accountants

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- v. The Company has not accepted any deposits from the public within the meaning of the provisions of section 73 to 76 of the Companies Act, 2013 and rules made there under. Hence clause 3(v) of the Order is not applicable to the Company.
- vi. In our opinion and according to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under section 148 (1) of the Act. Hence, clause 3(vi) of the said Order is not applicable to the Company.
- vii. In respect of statutory dues:
- (a) According to the information and explanations given to us, in our opinion, the Company has been generally regular in depositing undisputed statutory dues including income tax, goods and service tax, cess and any other material statutory dues as applicable to it with the appropriate authorities. According to the information and explanation given to us, there were no undisputed dues payable in respect of the above as at the end of the year for a period exceeding six months from the date they became due for payment.
- (b) According to the information and explanations given to us and the records of the Company, there are no amounts due, in respect of income tax or cess etc, which have not been deposited by the Company on account of any dispute as on 31st March, 2021 except for the following.

Name of the Statutes	Nature of the Dues	Period to which the amount relates	Forum where dispute is pending	Amount under dispute, not yet deposited (₹)
Income Tax Laws (Income Tax)	Income Tax	A.Y. 2010-11	CIT Appeal, Kolkata	6,135,250/-

- viii. Based on our audit procedures and according to the information and explanations given to us, we are of the opinion that the Company has not defaulted in repayment of loans and borrowings to any financial institutions, banks or Government.
- ix. The company has not raised any money during the year by way of initial public offer or further public offer but has taken term loans and it has been applied for the purpose for which term loan was taken.
- x. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company by its officers or employee has been noticed or reported during the year.
- xi. In our opinion, since the Company is a private limited company, the provisions of section 197 of the Act are not applicable to the Company. Hence, clause 3(xi) of the said Order is not applicable to the Company.
- xii. The company is not a Nidhi company. Hence, clause 3(xii) is not applicable to the Company.





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- xiii. In our opinion and according to the information and explanations given to us, the transactions entered into by the Company with related parties are in compliance with section 177 and 188 of the Act where applicable and the details have been disclosed in the Financial Statements, as required by the Accounting Standards.
- xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Hence, clause 3(xiv) of the said Order is not applicable to the Company.
- xv. In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him/her. Hence, clause 3(xv) of the said Order is not applicable to the Company.
- xvi. In our opinion and according to the information and explanations given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, clause 3(xvi) of the said Order is not applicable to the Company.



For

Chhaparia & Associates
Chartered Accountants
ERN : 322169E

Subhash Kumar Baid
(Subhash Kumar Baid)
Partner
Membership No. 064917

Place : Kolkata
Dated : The 30th day of June, 2021.
UDIN : 21064917AAAAIW8235



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LINCOLN INDUSTRIES LIMITED
ANNEXURE B TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in Paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

We have audited the internal financial controls over financial reporting of **Lincoln Industries Limited** ("the Company") as of 31st March, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

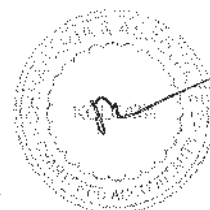
Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We have conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.





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Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Chhaparia & Associates
Chartered Accountants
ERN : 322169E



Subhash Kumar Baid

(Subhash Kumar Baid)
Partner
Membership No. 064917

Place : Kolkata

Dated : The 30th day of June, 2021.

UDIN : 21064917AAAAIW8235

LINCOLN INDUSTRIES LIMITED

Amount in ₹

BALANCE SHEET AS AT 31ST MARCH 2021

Particulars	Note No.	As at 31st March 2021	As at 31st March 2020
ASSETS			
Non-Current Assets			
(a) Property, Plant & Equipment	1	3,04,672	1,31,66,280
(b) Financial Assets			
(i) Investments	2	4,03,23,298	3,79,73,297
(c) Deferred Tax Assets	3	33,61,827	25,50,084
(d) Other Non Current Assets	4	23,55,762	42,05,655
Current Assets			
(a) Inventories	5	-	5,04,521
(b) Financial Assets			
(i) Trade Receivable	6	6,78,603	37,96,280
(ii) Cash and cash equivalents	7	4,98,623	6,08,072
(iii) Loans	8	3,60,56,476	2,33,68,684
(iv) Other Financial Assets	9	1,62,00,037	1,26,59,363
(c) Other Current Assets	10	5,46,344	5,64,975
TOTAL ASSETS		10,03,25,642	9,93,97,212
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share Capital	11	5,24,50,000	5,24,50,000
(b) Other equity	12	4,76,46,979	4,44,70,831
Liabilities			
Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	13	-	11,68,810
(ii) Other Financial Liabilities	14	1,28,486	1,20,002
(b) Other Current Liabilities	15	1,00,177	11,87,570
TOTAL EQUITY AND LIABILITIES		10,03,25,642	9,93,97,212

Significant Accounting Policies

Notes forming part of the Financial Statements

1 to 39

In terms of our report of even date annexed

For Chhaparia & Associates

Chartered Accountants

FRN: 322169E

Subhash Kumar Baid

(Subhash Kumar Baid)

Partner

Membership No. 064917



For and on behalf of the Board

Shyam Sunder Bhageria

Chief Financial Officer

Shyam Sunder Bhageria

Pan: AGDPB2968B

Sushil Kumar Sureka

Director

Sushil Kumar Sureka

DIN: 00154068

Nitin Gupta

Company Secretary

Nitin Gupta

Pan: AQNPG8747P

Praveen Chand Dhandhanla

Director

Praveen Chand Dhandhanla

DIN: 00154048

Place : Kolkata

Dated : The 30th day of June , 2021

LINCOLN INDUSTRIES LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2021

Particulars	Note No.	2020-2021	2019-2020
I Income			
Revenue from Operations	16	38,31,184	15,59,22,056
Other Income	17	62,90,218	91,68,949
Total Income (I)		1,01,21,402	16,50,91,005
II Expenses			
Cost of Materials Consumed	18	-	14,48,56,764
Employee Benefits Expense	19	21,84,595	60,94,800
Finance Costs	20	18,431	3,30,488
Depreciation Expense	1	9,42,141	20,06,248
Other Expenses	21	69,61,830	1,30,44,973
Total Expenses (II)		1,01,06,997	16,63,33,272
III Profit/(loss) before Exceptional items & tax (I-II)		14,405	(12,42,267)
IV Add : Exceptional Item		-	-
V Profit/(loss) before tax (III-IV)		14,405	(12,42,267)
VI Tax Expense :			
Current Tax		-	-
Less: MAT Credit Entitlement		-	-
Deferred Tax		(14,03,191)	(49,05,198)
Earlier Years		-	-
Net Tax Expense		(14,03,191)	(49,05,198)
VII Profit/(loss) for the Year (V-VI)		14,17,596	36,62,931
VIII Other Comprehensive Income			
A. Items that will not be reclassified to Profit & Loss			
(a) Equity Instruments through other comprehensive income-net change in fair value		23,50,001	(55,00,021)
(b) Income Tax relating to items that will not be reclassified to Profit & Loss		(5,91,448)	13,84,245
Total Other Comprehensive Income		17,58,553	(41,15,776)
IX Total Comprehensive Income for the period (VII+VIII)		31,76,149	(4,52,844)
X Paid-up equity share capital (Face Value of ₹10 each)		52,45,000	52,45,000
XI Reserves/other equity (other than revaluation reserve)		-	-
XII Earnings Per Equity Share (F. V. of ₹ 10/- each) :	22		
Basic		0.27	0.70
Diluted		0.27	0.70

Significant Accounting Policies

Notes forming part of the Financial Statements

1 to 39

In terms of our report of even date annexed

For Chhaparia & Associates

Chartered Accountants

FRN: 322169E

Subhash Kumar Baid

(Subhash Kumar Baid)

Partner

Membership No. 064917



For and on behalf of the Board

Shyam Sunder Bhageria

Chief Financial Officer

Shyam Sunder Bhageria

Pan: AGDPB2968B

Sushil Kumar Sureka

Director

Sushil Kumar Sureka

DIN: 00154068

Place : Kolkata

Dated : The 30th day of June , 2021

Nitin Gupta

Company Secretary

Nitin Gupta

Pan: AQNPG8747P

Praveen Chand Dhandhan

Director

Praveen Chand Dhandhan

DIN: 00154048

LINCOLN INDUSTRIES LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2021

Particulars	Equity Share Capital	Surplus in the Statement of Profit and Loss		Total
		Revenue Reserve		
Balance at April 1, 2019	5,24,50,000	60,93,605	3,88,30,070	9,73,73,675
Profit / (Loss) for the year	-	-	(4,52,844)	(4,52,844)
Balance at March 31, 2020	5,24,50,000	60,93,605	3,83,77,226	9,69,20,831
Profit / (Loss) for the year	-	-	31,76,149	31,76,149
Balance at March 31, 2021	5,24,50,000	60,93,605	4,15,53,374	10,00,96,979

Significant Accounting Policies
Notes forming part of the Financial Statements

In terms of our report of even date annexed

For Chhaparia & Associates
Chartered Accountants
FRN: 322169E
Subhash Kumar Baid
(Subhash Kumar Baid)
Partner
Membership No. 064917



Shyam Sunder Bhageria
Chief Financial Officer
Shyam Sunder Bhageria
Pan: AGDPB2968B

Nitin Gupta
Company Secretary
Nitin Gupta
Pan: AQNPG8747P

For and on behalf of the Board

Sushil Kumar Sureka
Director
Sushil Kumar Sureka
DIN: 00154068

Praveen Chand Dhandhanian
Director
Praveen Chand Dhandhanian
DIN: 00154048

Place : Kolkata

Dated : The 30th day of June , 2021

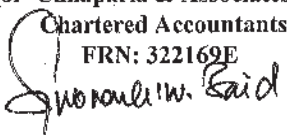
LINCOLN INDUSTRIES LIMITED

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31ST MARCH 2021


Particulars	Amount in ₹	
	2020-2021	2019-2020
A. Cash Flow from Operating Activities		
Profit Before Tax	14,405	(12,42,267)
Adjustments for :		
Depreciation Expense	9,42,141	20,06,248
Finance Costs	18,431	3,30,488
Loss on Sale of Investment	-	38,058
Interest Income	(26,57,167)	(24,77,770)
Interest on Income Tax Return	-	(46,943)
Profit from Sale of Fixed Assets	-	(49,60,328)
Profit from Partnership Firm	(36,33,051)	(14,79,317)
Operating Profit Before Working Capital Changes	(53,15,241)	(78,31,831)
Movements in Working Capital :		
(Increase) / Decrease in Inventories	5,04,521	11,507
(Increase) / Decrease in Trade Receivables	31,17,677	(19,44,656)
(Increase) / Decrease in Advances & Other Receivables	22,28,315	17,72,103
Increase / (Decrease) in Other Liabilities	(10,78,909)	5,89,818
Cash Generated from / (used in) Operations	(5,43,637)	(74,03,059)
Direct Taxes Paid (net of refunds)	(2,67,413)	(3,91,036)
Net Cash flow from / (used in) Operating Activities	(8,11,050)	(77,94,095)
B. Cash Flow from Investing Activities		
Sale of Fixed Assets	1,19,19,467	56,17,784
(Increase) / Decrease in Investment	-	6,42,500
(Increase) / Decrease in Loan	(1,26,87,792)	36,00,551
Interest Income	26,57,167	24,77,770
Net Cash from / (used in) Investing Activities	18,88,842	1,23,38,605
C. Cash Flow from Financing Activities		
Finance Cost	(18,431)	(3,30,488)
Increase / (Decrease) in Short-Term Borrowings	(11,68,810)	(40,64,428)
Net Cash from / (used in) Financing Activities	(11,87,241)	(43,94,916)
Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)	(1,09,450)	1,49,594
Cash and Cash Equivalents at beginning of the year	6,08,072	4,58,478
Cash and Cash Equivalents at end of the year	4,98,623	6,08,072


Significant Accounting Policies
Notes forming part of the Financial Statements

In terms of our report of even date annexed

For Chhaparia & Associates
Chartered Accountants
FRN: 322169E

(Subhash Kumar Baid)
Partner
Membership No. 064917



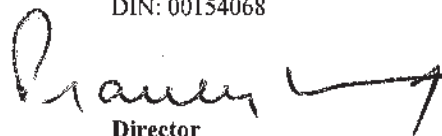

Chief Financial Officer
Shyam Sunder Bhageria
Pan: AGDPB2968B

For and on behalf of the Board

Director
Sushil Kumar Sureka
DIN: 00154068

Place : Kolkata

Dated : The 30th day of June , 2021


Company Secretary
Nitin Gupta
Pan: AQNPG8747P


Director
Praveen Chand Dhandhanian
DIN: 00154048

LINCOLN INDUSTRIES LIMITED

Notes to the Financial Statements for the year ended 31 March 2021

1 Company Overview

Lincoln Industries Limited ("the Company") is a public company incorporated in India on 28th February, 1983 having its registered office at P 36, India Exchange Place, 2nd Floor, Kolkata-700001. The company is listed on the Calcutta Stock Exchange. The Company is principally engaged in the business of ginning, pressing and oil mill. The company has its operating plant located at Bhuna (Haryana) and Khajuwala (Rajasthan).

2 Basis of preparation

a) Statement of Compliance

These financial statements are prepared in accordance with the provisions of the Companies Act, 2013 ('Act') (to the extent notified) and Indian Accounting Standards (Ind AS) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values. The Ind AS are prescribed under section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules issued. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing standard requires a change in the accounting policy hitherto in use.

b) Functional and presentation currency

The financial statements are presented in Indian Rupees ('Rs') which is Company's presentation currency. The functional currency of the Company is also Indian Rupees ('Rs').

c) Basis of measurement

The financial statements have been prepared on historical cost convention on the accrual basis, except certain financial assets and financial liabilities have been measured at fair value.

Fair value is the price that would be received on the sale of an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date under current market conditions, regardless of whether that price is directly observable or estimated using another valuation technique. In determining the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

d) Use of judgments and estimates

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized prospectively.

Critical accounting judgements and key sources of estimation uncertainty: Key assumptions-

(i) Useful lives of Property, plant and equipment:

The Company uses its technical expertise along with historical and industry trends for determining the economic life of an asset/component of an asset. The useful lives are reviewed by management periodically and revised, if appropriate. In case of a revision, the unamortised depreciable amount is charged over the remaining useful life of the assets.

(ii) Fair value measurement of financial instruments:

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using certain valuation techniques. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility.

(iii) Recognition and measurement of provisions and contingencies:

The certain key assumptions about the likelihood and magnitude of an outflow of resources. Provision is towards known contractual obligation, litigation cases and pending assessments in respect of taxes, duties and other levies, if any, in respect of which management believes that there are present obligations and the settlement of such obligations are expected to result in outflow of resources, to the extent provided for.

e) Measurement of fair values

A number of the Company's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

The Company has an established control framework with respect to the measurement of fair values.

The management regularly reviews significant unobservable inputs and valuation adjustments.



LINCOLN INDUSTRIES LIMITED

Notes to the Financial Statements for the year ended 31 March 2021

Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

3 Significant accounting policies

a) Operating Cycle

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013 and Ind AS 1 – Presentation of Financial Statements based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents.

b) Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

i. Financial Assets

Initial recognition and measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Trade receivables are initially measured at transaction price. Regular way purchase and sale of financial assets are accounted for at trade date.

Subsequent measurement

For purposes of subsequent measurement, financial assets are classified in three categories:

- Amortised cost
- Fair value through other comprehensive income (FVTOCI)
- Fair value through profit or loss (FVTPL)

Financial assets at amortised cost

A financial asset is measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

The effective interest rate (EIR) amortisation is included in finance income in the profit or loss.

Financial assets at FVTOCI

A financial asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at FVTPL

A financial asset which is not classified in any of the above categories are measured at FVTPL.

Financial assets included within the FVTPL category are measured at fair value with all changes recognised in the Statement of Profit & Loss.

Other equity investments

All other equity investments are measured at fair value, with value changes recognised in Statement of Profit and Loss, except for those equity investments for which the Company has elected to present the value changes in 'Other Comprehensive Income'.

Derecognition

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109.

ii. Financial liability

Initial recognition and measurement

Financial liabilities are initially recognised at fair value plus any transaction cost that are attributable to the acquisition of the financial liabilities except financial liabilities at fair value through profit or loss which are initially measured at fair value.



LINCOLN INDUSTRIES LIMITED

Notes to the Financial Statements for the year ended 31 March 2021

Subsequent measurement

For purposes of subsequent measurement, financial liabilities are classified in following categories:

- Financial liabilities through profit or loss (FVTPL)
- Financial liabilities at amortised cost

Financial liabilities through FVTPL

A financial liability is classified as at FVTPL if it is classified as held-for-trading, or it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognised in profit or loss.

Financial liabilities at amortised cost

Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and any gain or loss on derecognition are recognised in profit or loss.

Interest bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximates fair value due to the short maturity of these instruments.

Derecognition

A financial liability (or a part of a financial liability) is derecognized from the Company's Balance Sheet when the obligation specified in the contract is discharged or cancelled or expires.

iii. Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount presented in the balance sheet when, and only when, the Company currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

e) Property, Plant and Equipment

i. Recognition and measurement

Items of property, plant and equipment are measured at cost, which includes capitalised borrowing costs, less accumulated depreciation and accumulated impairment losses, if any. The cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located. Borrowing costs directly attributable to the acquisition or construction of those qualifying property, plant and equipment, which necessarily take a substantial period of time to get ready for their intended use, are capitalised.

Assets retired from active use and held for disposal are stated at the lower of their net book value and net realisable value and shown under 'Other current assets'.

A fixed asset is eliminated from the financial statements on disposal or when no further benefit is expected from its use and disposal. Any gain or loss on disposal of an item of property, plant and equipment is recognised in profit or loss.

ii. Transition to Ind AS

On transition to Ind AS, the Company has elected to continue with the carrying value of all of its property, plant and equipment recognised as at 1st April, 2016, measured as per the previous GAAP, and use that carrying value as the deemed cost of such property, plant and equipment.

iii. Subsequent expenditure

Subsequent expenditure is capitalized only when it is probable that the future economic benefits associated with the expenditure will flow to the Company. Ongoing repairs and maintenance are expensed as incurred.

iv. Depreciation and amortisation

Depreciation and amortisation for the year is recognised in the Statement of Profit and Loss.

Depreciation on Property, Plant and Equipment are provided on written down value method over the useful lives of assets, at the rates and in the manner specified in Part C of Schedule II of the Act.

Freehold land is not depreciated.

Depreciation methods, useful lives and residual values are reviewed at each financial year end and adjusted as appropriate.



LINCOLN INDUSTRIES LIMITED

Notes to the Financial Statements for the year ended 31 March 2021

d) Intangible Assets

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortisation and any accumulated impairment losses. Amortisation is recognised on a written down value basis over their estimated useful lives. An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Estimated useful life of the Computer Software is 5 years.

e) Inventories

Inventories which comprise raw materials, finished goods, stock in trade, packing materials, stores and spares are measured at the lower of cost and net realisable value.

Inventories are valued at the lower of cost or net realizable value on the first-in first-out (FIFO) formula. Cost includes purchase price, duties, transport & handing costs and other costs directly attributable to the acquisition and bringing the inventories to their present location and condition.

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

Raw materials, components and other supplies held for use in the production of finished products are not written down below cost except in cases where material prices have declined and it is estimated that the cost of the finished products will exceed their net realisable value.

Assessment of net realisable value is made at each subsequent reporting date. When the circumstances that previously caused inventories to be written down below cost no longer exist or when there is clear evidence of an increase in net realisable value because of changed economic circumstances, the amount of the write-down is reversed.

f) Impairment

i. Impairment of financial instruments: financial assets

Expected credit losses are recognized for all financial assets subsequent to initial recognition other than financial assets in FVTPL category.

For financial assets other than trade receivables, as per Ind AS 109, the Company recognises 12 month expected credit losses for all originated or acquired financial assets if at the reporting date the credit risk of the financial asset has not increased significantly since its initial recognition. The expected credit losses are measured as lifetime expected credit losses if the credit risk on financial asset increases significantly since its initial recognition. The Company's trade receivables do not contain significant financing component and loss allowance on trade receivables is measured at an amount equal to life time expected losses i.e. expected cash shortfall.

ii. Impairment of non-financial assets

The Company's non-financial assets are reviewed at each reporting date to determine whether there is any indication of impairment. For impairment testing, assets that do not generate independent cash inflows are grouped together into cash-generating units (CGUs). Each CGU represents the smallest Company of assets that generates cash inflows that are largely independent of the cash inflows of other assets or CGUs. If any such indication exists the recoverable amount of an asset or CGU is estimated to determine the extent of impairment, if any. When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the CGU to which the asset belongs.

g) Employee Benefits

i. Short-term employee benefits

The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees are recognised as an expense during the period when the employees render the services.

ii. Defined contribution plans

A defined contribution plan is a post-employment benefit plan under which the Company makes specified monthly contributions towards Provident Fund. The Company's contribution is recognised as an expense in the Statement of Profit and Loss during the period in which the employee renders the related service.

iii. Defined benefit plans

The Company pays gratuity to the employees whoever has completed five years of service with the Company at the time of resignation. The gratuity is paid @15 days salary for every completed year of service as per the Payment of Gratuity Act 1972.

h) Provisions (other than for employee benefits)

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.



LINCOLN INDUSTRIES LIMITED

Notes to the Financial Statements for the year ended 31 March 2021

i) Revenue Recognition

Sales are measured at the fair value of consideration received or receivable. Sales recognized is net of Goods and Service tax, intermediary sales, rebates other indirect taxes and discount.

j) Leases

Leases of property, plant and equipment that transfer to the Company substantially all the risks and rewards of ownership are classified as finance leases. The leased assets are measured initially at an amount equal to the lower of their fair value and the present value of the minimum lease payments. The minimum lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognised in the Statement of Profit and Loss.

k) Recognition of dividend income, interest income or expense

Dividend income is recognised in profit or loss on the date on which the Company's right to receive payment is established.

Interest income is recognised using the effective interest method. EIR is the rate that exactly discounts the estimated future cash receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset or to the amortised cost of a financial liability. When calculating the effective interest rate, the company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, payment, extension, call and similar options) but does not consider the expected credit losses.

l) Income tax

Income tax expense comprises of current and deferred tax. Current tax and deferred tax is recognized in the statement of profit or loss except to the extent that it relates to a business combination, or items recognized directly in equity or in OCI.

i. Current tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted or substantively enacted at the Balance sheet date.

ii. Deferred tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The carrying amount of Deferred tax liabilities and assets are reviewed at the end of each reporting period.

m) Earnings per Share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.



LINCOLN INDUSTRIES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Amount in ₹

I PROPERTY, PLANT AND EQUIPMENT

PARTICULARS	Leasehold Land	Building	Plant and Equipment	Furniture & Fixtures	Office Equipment	Vehicles	Total
GROSS BLOCK							
As At 1-April-2019	24,620	1,30,81,052	1,25,43,916	14,469	100	3,46,690	2,60,10,847
Additions during the year	-	-	-	-	-	-	-
Deductions during the year	-	-	12,22,839	-	-	77,636	13,00,475
As At 31-March-2020	24,620	1,30,81,052	1,13,21,077	14,469	100	2,69,054	2,47,10,372
Additions during the year	-	-	-	-	-	-	-
Deductions during the year	-	1,26,02,857	1,12,68,382	13,447	100	2,39,149	2,41,23,935
As At 31-March-2021	24,620	4,78,195	52,695	1,022	-	29,905	5,86,437
DEPRECIATION							
As At 1-April-2019	-	36,45,665	63,57,341	-	-	1,77,857	1,01,80,863
Charge for the year	-	9,42,092	10,39,718	-	-	24,438	20,06,248
Reversal for the Year	-	-	5,95,831	-	-	47,188	-
As At 31-March-2020	-	45,87,757	68,01,228	-	-	1,55,107	1,15,44,092
Charge for the year	-	4,85,785	4,46,302	-	-	10,054	9,42,141
Reversal for the Year	-	48,54,358	72,06,608	-	-	1,43,502	1,22,04,468
As At 31-March-2021	-	2,19,184	40,922	-	-	21,659	2,81,765
NET BLOCK							
As At 31-March-2020	24,620	84,93,295	45,19,849	14,469	100	1,13,947	1,31,66,280
As At 31-March-2021	24,620	2,59,011	11,773	1,022	-	8,246	3,04,672
Net Carrying amount							
As At 31-March-2020	24,620	84,93,295	45,19,849	14,469	100	1,13,947	1,31,66,280
As At 31-March-2021	24,620	2,59,011	11,773	1,022	-	8,246	3,04,672



LINCOLN INDUSTRIES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

	Amount in ₹	
2 NON-CURRENT INVESTMENTS	31st March 2021	31st March 2020
<i>(long-term, other than trade, value at cost)</i>		
In Unquoted Equity Instruments		
<i>(fully paid up of face value of ₹10 each)</i>		
400,800 (P.Y. 400,800) Shares of Calvin Barter Private Limited	1,26,38,379	1,21,85,576
196,000 (P.Y. 196,000) Shares of Dhancot Fibres Private Limited	1,98,65,036	1,80,08,765
118,626 (P.Y. 118,626) Shares of P & P Highrise Private Limited	67,91,081	67,50,154
In Limited Liability Partnership:		
Original Commotrde LLP	7,85,160	7,85,160
Pragati Dealmark LLP	2,40,642	2,40,642
Investment in Government or Trust Securities (at amortised cost)	3,000	3,000
	<u>4,03,23,298</u>	<u>3,79,73,297</u>

Note:

Original Commotrde LLP				
Name of the Partners	Share of Profit		Total Capital	
	31st March 2021	31st March 2020	31st March 2021	31st March 2020
Mukul Dhandhanian	0.006%	0.006%	90	90
Premlata Dhandhanian	0.001%	0.001%	10	10
Prayesh Dhandhanian	45.001%	45.001%	6,42,500	6,42,500
Lincoln Industries Limited	54.992%	54.992%	7,85,160	7,85,160

Pragati Dealmark LLP				
Name of the Partners	Share of Profit		Total Capital	
	31st March 2021	31st March 2020	31st March 2021	31st March 2020
Melody Commercial LLP	47.31%	47.31%	30,00,000	30,00,000
Subhdata Dealers LLP	48.89%	48.89%	31,00,000	31,00,000
Lincoln Industries Limited	3.80%	3.80%	2,40,642	2,40,642

3 DEFERRED TAX ASSETS/(LIABILITIES) (net)	31st March 2021	31st March 2020
Deferred Tax Assets :		
Tax Impact arising on brought forward business loss, difference in fair value of Investment and unabsorbed depreciation	32,00,413	32,12,649
Deferred tax liabilities		
Tax Impact of difference in W.D.V. of fixed assets as per Income Tax Act and Companies Act	(1,61,414)	6,62,565
Deferred tax assets/(liabilities) (net)	<u>33,61,827</u>	<u>25,50,084</u>

4 OTHER NON CURRENT ASSETS	31st March 2021	31st March 2020
<i>(Unsecured, considered good)</i>		
Security Deposits	13,000	21,30,306
Other Advances	50,000	50,000
Income Tax Advances (net of provisions)	22,92,762	20,25,349
	<u>23,55,762</u>	<u>42,05,655</u>

5 INVENTORIES	31st March 2021	31st March 2020
<i>(valued at lower of cost and net realisable value)</i>		
Stores and Spares	-	3,02,616
Packing Materials	-	2,01,905
	<u>-</u>	<u>5,04,521</u>



LINCOLN INDUSTRIES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

6	TRADE RECEIVABLE	31st March 2021	31st March 2020
	Unsecured, considered good		
	Trade Receivable	6,78,603	37,96,280
		6,78,603	37,96,280
7	CASH AND BANK BALANCES	31st March 2021	31st March 2020
	Cash and Cash Equivalents:		
	Balances with Banks		
	In Current Accounts	1,41,914	2,01,718
	Cash in Hand	3,56,708	4,06,354
		4,98,623	6,08,072
8	CURRENT LOANS	31st March 2021	31st March 2020
	(unsecured, considered good)		
	Loans to Related Parties	3,60,56,476	2,33,68,684
		3,60,56,476	2,33,68,684
9	OTHER FINANCIAL ASSETS	31st March 2021	31st March 2020
	Unsecured, considered good		
	Bank deposits (including interest accrued)	3,16,785	4,09,162
	Recoverable from Bank	44,121	44,121
	Current Capital Account with LLP	1,58,39,131	1,22,06,080
		1,62,00,037	1,26,59,363
10	OTHER CURRENT ASSETS	31st March 2021	31st March 2020
	Advance to employees	-	26,167
	Balance with Goods and Service Tax Department	5,46,344	5,38,808
		5,46,344	5,64,975
11	SHARE CAPITAL	31st March 2021	31st March 2020
	<u>Authorised :</u>		
	60,00,000 (P.Y. 60,00,000) Equity Shares of ₹10/- each	6,00,00,000	6,00,00,000
		6,00,00,000	6,00,00,000
	<u>Issued, Subscribed & Fully Paid-up :</u>		
	52,45,000 (P.Y. 52,45,000) Equity Shares of ₹ 10/- each	5,24,50,000	5,24,50,000
		5,24,50,000	5,24,50,000
	Total Share Capital	5,24,50,000	5,24,50,000

(a) Terms / Rights attached to Equity Shares

Equity Shares:

Each equity share is entitled to dividend as proposed by the board of directors. Every share is having one vote. In case of winding up, the share holder is entitled to distribution in equal proportion of balance remaining after payment to all creditors.

(b) Details of Shareholders holding more than 5 % shares in the Company

	31st March 2021		31st March 2020	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Equity Shares of ₹ 10 each fully paid-up				
<u>Name of the Shareholders</u>				
Dhancot Fibres Private Limited	21,00,000	40.04%	21,00,000	40.04%
Ankit Dealers Private Limited	5,00,000	9.53%	5,00,000	9.53%
Drake Commercial Private Limited	3,50,000	6.67%	3,50,000	6.67%



LINCOLN INDUSTRIES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

12 RESERVES AND SURPLUS	31st March 2021	31st March 2020
General Reserve	60,93,605	60,93,605
Surplus in the Statement of Profit and Loss :		
Opening Balance	3,83,77,226	3,88,30,070
Add : Profit for the year	31,76,149	(4,52,844)
Closing Balance	<u>4,15,53,374</u>	<u>3,83,77,226</u>
	<u>4,76,46,979</u>	<u>4,44,70,831</u>

13 SHORT TERM BORROWINGS	31st March 2021	31st March 2020
Secured:		
Working Capital Loan from Bank	-	11,68,810
	<u>-</u>	<u>11,68,810</u>

(a) Working Capital Loan from State Bank of India is secured by :

- (i) Working Capital facility from bank is secured by hypothecation of all stocks of the Company and additionally secured by way of hypothecation of the entire moveable machinery installed/to be installed in the factory. The said facilities are further secured by equitable mortgage of property standing in the name of the Director and also by his personal guarantee.

14 OTHER CURRENT FINANCIAL LIABILITY	31st March 2021	31st March 2020
Statutory Liabilities	1,00,486	92,002
Payable to Employees	28,000	28,000
	<u>1,28,486</u>	<u>1,20,002</u>

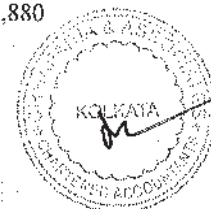
15 OTHER CURRENT LIABILITY	31st March 2021	31st March 2020
Payable for Expenses	1,00,159	11,87,501
Other Payable	18	69
	<u>1,00,177</u>	<u>11,87,570</u>



LINCOLN INDUSTRIES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

		Amount in ₹	
16	REVENUE FROM OPERATIONS	2020-2021	2019-2020
	Sale of Products		
	Finished Goods	4,96,186	14,85,41,634
	Traded Goods	-	
	Sale of Service		
	Ginning & Pressing Charges	33,34,998	73,80,422
		<u>38,31,184</u>	<u>15,59,22,056</u>
17	OTHER INCOME	2020-2021	2019-2020
	Interest Income	26,57,167	24,77,770
	Profit on from Limited Liability Partnership Firm	36,33,051	14,79,317
	Profit from Sale of Fixed Assets	-	49,60,328
	Discount Received	-	2,04,591
	Other Non-Operating Income	-	46,943
		<u>62,90,218</u>	<u>91,68,949</u>
18	COST OF MATERIALS CONSUMED	2020-2021	2019-2020
	Inventory at the beginning of the year	-	-
	Add: Purchases during the year	-	14,48,56,764
		-	<u>14,48,56,764</u>
	Less : Inventory at the end of the year	-	-
		-	<u>14,48,56,764</u>
19	EMPLOYEE BENEFITS EXPENSE	2020-2021	2019-2020
	Salaries, Bonus & Other Allowances	21,15,988	60,21,750
	Contribution to provident and other funds	10,032	13,050
	Staff Welfare Expenses	58,575	60,000
		<u>21,84,595</u>	<u>60,94,800</u>
20	FINANCE COSTS	2020-2021	2019-2020
	Interest Expense	18,431	3,30,488
		<u>18,431</u>	<u>3,30,488</u>
21	OTHER EXPENSES	2020-2021	2019-2020
	Other Manufacturing Expenses		
	Consumption of Stores, Spares and Tools	1,90,461	4,69,877
	Repairs to Machineries	18,515	1,58,194
		<u>2,08,976</u>	<u>6,28,071</u>
	Other Administrative and Selling Expenses		
	Advertisement	19,980	14,940
	Bank Charges	5,339	1,98,885
	Brokerage Paid	-	4,28,050
	Quality Rebate & Discount allowed	-	7,25,820
	Repairs & Maintenance		
	a) To Building	-	16,090
	Loss on Sale of Investments	-	38,058
	Loss on Sale of Capital Assets	42,66,374	-
	Legal & Professional Charges	4,22,637	2,62,638
	Membership and Subscription Charges	31,250	32,750
	Power and Fuel	8,82,155	36,05,239
	Packing Materials Consumed	4,94,309	18,45,745
	Printing and Stationery	21,880	47,749



LINCOLN INDUSTRIES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Postage Expenses	30,190	35,957
<u>Auditors' remuneration:</u>		
Audit Fees	60,000	60,000
Insurance Charges	2,744	28,569
Filing Fees	8,700	12,000
Travelling & Conveyance	2,080	41,125
Telephone Charges	11,688	22,142
Rent, Rates & Taxes	54,928	41,03,722
Office Expenses	48,345	55,775
General Expenses	3,90,255	8,41,648
	<u>69,61,830</u>	<u>1,30,44,973</u>

22 EARNINGS PER SHARE (EPS)	2020-2021	2019-2020
The calculation of Earnings Per Share (EPS) has been made in accordance with Indian Accounting Standard - 33. A statement on calculation of Basic and Diluted EPS is as under :		
Net Profit After Tax	14,17,596	36,62,931
Add: Extra ordinary Expenses/Income -	-	-
Profit before consideration of Extraordinary items	14,17,596	36,62,931
Weighted average number of Equity Shares outstanding	52,45,000	52,45,000
Basic Earnings Per Share [Face Value of Rs.10 each]	0.27	0.70
Add: Weighted number of potential equity shares on account of Employees Stock Options	-	-
Weighted average number of Equity Shares outstanding [inclusive dilutive ESOP shares outstanding]	52,45,000	52,45,000
Diluted Earnings Per Share [Face value of Re. 1 each]	0.27	0.70

23 INCOME TAXES	2020-2021	2019-2020
A Amount recognised in profit or loss		
Deferred tax		
Deferred tax for the year	(14,03,191)	13,84,245
B Income tax recognised in other comprehensive income		
Deferred tax		
On items that will not be reclassified to profit or loss		
- Fair valuation of equity instruments	(5,91,448)	13,84,245
	<u>(5,91,448)</u>	<u>13,84,245</u>
Income tax expense reported in the Standalone Statement of Profit and Loss (a+b)	<u>(19,94,639)</u>	<u>27,68,490</u>

24 EMPLOYEE BENEFITS	2020-2021	2019-2020
(a) Defined contribution plans:		
Contribution to defined contribution plans, recognised as expense for the year are as under:		
Particulars		
Employer's contribution to Provident Fund	10,032	13,050
Total		

25 SEGMENT INFORMATION

As per Ind AS 108- "Operating Segment", segment information has been provided under the Notes to Consolidated Financial Statements. Please refer note 17 for revenue from sale of products.



LINCOLN INDUSTRIES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

26 RELATED PARTY DISCLOSURES

As per Ind AS 24, the disclosures of transactions with the related parties are given below:

(i) List of related parties and also related parties with whom transactions have taken place and relationships:

(a) Key Managerial Personnel:

Mr. Praveen Chand Dhandhanania	(Director)
Mr. Sushil Kumar Sureka	(Director)
Mr. Rinku Dhandhanania	(Director)
Mr. Sushovan Saharoy	(Director)
Mr. Nitin Gupta	(Company Secretary)
Mr. Shyam Sunder Bhageria	(Chief Financial Officer)

(b) Other Related Parties

Dhancot Fibres Private Limited
 Prem Chand Dhandhanania (HUF)
 P & P Highrise Private Limited
 Original Commotrade LLP
 Pragati Dealmark LLP
 Sri Annapurna Cotton Mills & Inds. Ltd.

(ii) Disclosure of related party transactions:

Nature of Transactions	2020-2021	Amount (₹ lakhs) 2019-2020
Director's Remuneration		
Praveen Chand Dhandhanania	0.60	0.60
Salary Paid		
Nitin Gupta	1.08	1.08
Shyam Sunder Bhageria	1.00	4.50
Rent		
Praveen Chand Dhandhanania	0.10	0.60
P & P Highrise Private Limited	-	0.60
Prem Chand Dhandhanania (HUF)	0.24	0.24
Interest Income		
Original Commotrade LLP	-	4.10
Sri Annapurna Cotton Mills & Inds. Ltd.	25.00	17.15
Share of Profit from Limited Liability Partnership Firms		
Original Commotrade LLP	36.41	36.41
Pragati Dealmark LLP	0.12	(21.62)
Loans and Advances Given		
Original Commotrade LLP	-	56.00
Sri Annapurna Cotton Mills & Inds. Ltd.	115.00	254.00
Receipt of Loan and Advances Given		
Original Commotrade LLP	-	329.38
Sri Annapurna Cotton Mills & Inds. Ltd.	11.25	35.75
(iii) Outstanding Balances		
Loans and Advances Receivables		
Original Commotrade LLP	-	-
Sri Annapurna Cotton Mills & Inds. Ltd.	360.56	233.69



LINCOLN INDUSTRIES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Amount in ₹

27 Financial instruments and related disclosures

27.1 Fair value measurement

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchange in a current transaction between willing parties, other than in forced or liquidation sale.

The Company has established the following fair value hierarchy that categories the value into 3 levels. The inputs to valuation techniques used to measure fair value of financial instruments are:

Level 1: The hierarchy uses quoted (adjusted) prices in active markets for identical assets or liabilities. The fair value of all bonds which are traded in the stock exchanges is valued using the closing price or dealer quotations as at the reporting date.

Level 2: The fair value of financial instruments that are not traded in an active market (for example traded bonds, over the counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on company specific estimates. The mutual fund units are valued using the closing net asset value. If all significant inputs required to fair value an instrument are observable, the instrument is included in Level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in Level 3.

The management assessed that trade receivables, cash and cash equivalent, trade payable and other financial assets and liabilities approximate their carrying amounts largely due to the short term maturities of these instruments.

27.2 Financial instruments by

The following table shows fair values of financial assets and liabilities, including their levels in financial hierarchy, together with the carrying amounts shown in the statement of financial position. The table does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

Particulars	Note	31st March 2021		31st March 2020	
		Carrying amount	Fair value Level 3	Carrying amount	Fair value Level 3
A. Financial assets:					
a) Measured at amortised cost					
Trade receivables	6	6,78,603	-	37,96,280	-
Cash and cash equivalents	7	4,98,623	-	6,08,072	-
Loans	8	3,60,56,476	-	2,33,68,684	-
Other financial assets	9	1,62,00,037	-	1,26,59,363	-
b) Measured at fair value through profit or loss					
Investments	2	10,25,802	10,25,802	10,25,802	10,25,802
c) Measured at fair value through other comprehensive income					
Investments	2	3,92,94,496	3,92,94,496	3,69,44,495	3,69,44,495
B. Financial liabilities:					
a) Measured at amortised cost					
Borrowings	13	-	-	11,68,810	-



LINCOLN INDUSTRIES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Amount in ₹

27.3 Financial Risk Management

The Company has exposure to the following risks arising from financial instruments:

- (i) Credit risk
- (ii) Liquidity risk
- (iii) Market risk

Risk management framework

The Company's principal financial liabilities comprises of borrowings and other payables. The main purpose of these financial liabilities is to finance the Company operations. The Company's principal financial assets include trade and other receivables, and cash & cash equivalents that derive directly from its operations.

The Company's activities expose it to a variety of financial risks, including market risk, credit risk and liquidity risk. The Company's primary risk management focus is to minimise potential adverse effects of market risk on its financial performance. The Company's exposure to credit risk is influenced mainly by the individual characteristic of each customer and the concentration of risk from the top few customers. The Company's risk management assessment and policies and processes are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls, and to monitor such risks and compliance with the same. Risk assessment and management policies and processes are reviewed regularly to reflect changes in market conditions and the Company's activities.

This note presents information about the Company's exposure to each of the above risks, the Company's objectives, policies and processes for measuring and managing risk.

(i) **Credit risk**

Credit risk is the risk of financial loss of the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company receivables from customers. Credit arises when a customer or counterparty does not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing/investing activities, including deposits with bank. The Company has no significant concentration of credit risk with any counterparty. The carrying amount of financial assets represent the maximum credit risk exposure.

Trade receivable

The risk management committee has established a credit policy under which each new customer is analysed individually for creditworthiness before the Company's standard payment and delivery terms and conditions are offered. The Company's review includes external ratings, if they are available, financial statements, credit agency information, industry information and in some cases bank references.

Exposure to credit risks

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. However management also considers the factors that may influence the credit risk of its customer base, including the default risk associated with the industry. Details of concentration percentage of revenue generated from top customer and top five customers are stated below :

Particulars	Year ended		Year ended	
	%	Amount	%	Amount
Revenue from top customer	100.00%	38,31,184	14.58%	2,27,30,818
Revenue from top five	100.00%	38,31,184	42.23%	6,58,40,403

Trade receivables are primarily unsecured and are derived from revenue earned from customers. Credit risk is managed through credit approvals, establishing credit limits and by continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business. As per simplified approach, the Company makes provision of expected credit loss on trade receivables using a provision matrix to mitigate the risk of default payments and makes appropriate provisions at each reporting date whenever is for longer period and involves higher risk.



LINCOLN INDUSTRIES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Amount in ₹

(ii) Liquidity risk

Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time or at reasonable price. Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of credit facilities to meet obligations when due. The Company's finance team is responsible for liquidity, funding as well as settlement management. In addition, Processes and policies related to such risks are overseen by senior management. Management monitors the Company's liquidity position through rolling forecasts on the basis of expected cash flows.

The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

Exposure to liquidity risk

The table below provides details regarding the remaining contractual maturities of financial liabilities and investments at the reporting date based on contractual undiscounted payments.

Particulars	Less than 1 year	1-5 years	> 5 years	Total
As at 31 March 2021				
Borrowings	-	-	-	-
	-	-	-	-
As at 31 March 2020				
Borrowings	11,68,810	-	-	11,68,810
	11,68,810	-	-	11,68,810

(iii) Market risk

Market risk is the risk of loss of future earnings, fair value or future cash flows that may result from a change in the price of a financial instrument. The value of a financial instrument may change as a result of changes in the interest rates and other market changes that effect market risk sensitive instruments. Market risk is attributable to all market risk sensitive financial instruments including investments, receivables, payables and borrowings.

(a) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company exposure to the risk of changes in market interest rates related primarily to the Company's short term borrowing with floating interest rates. The Company constantly monitors the credit markets and rebalances its financing strategies to achieve an optimal maturity profile and financing cost.

Exposure to interest rate risk

The interest rate profile of the Company's interest bearing financial instruments at the end of the reporting period are as follows:

Particulars	31st March 2021	31st March 2020
Fixed rate instruments		
Financial assets	1,62,00,037	1,26,59,363
Financial liabilities	-	-
	1,62,00,037	1,26,59,363
Variable rate instruments		
Financial assets	-	-
Financial liabilities	-	(11,68,810)
	-	(11,68,810)

Sensitivity analysis

Fixed rate instruments that are carried at amortised cost are not subject to interest rate risk for the purpose of sensitive analysis.



LINCOLN INDUSTRIES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Amount in ₹

Cash flow sensitivity analysis for variable rate instrumen

A reasonably possible change of 100 basis points in variable rate instruments at the reporting dates would have increased or decreased profit or loss by the amounts shown below.

Particulars	Profit or loss		Equity, net of tax	
	Strengthening	Weakening	Strengthening	Weakening
31 March 2021				
Variable rate instruments	-	-	-	-
Cash flow sensitivity (net)	-	-	-	-
31 March 2020				
Variable rate instruments	(11,688)	11,688	(8,649)	8,649
Cash flow sensitivity (net)	(11,688)	11,688	(8,649)	8,649

(b) Equity price risk

The Company is not exposed to equity risks arising from equity investments. Equity investments are held for strategic rather than trading purposes. The Company does not actively trade these investments.

(c) Currency risk

The Company does not have currency risks since it is not exposed to any foreign currency transaction.

28 CAPITAL MANAGEMENT

The Company's management objective are :

The Company monitors capital on the basis of carrying amount of equity including retained earnings as presented on the face of Balance Sheet. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. There is no change in the overall capital risk management strategy as compared to the last year.

Particulars		31st March 2021	31st March 2020
Total debt (Bank and other borrowings)	A	-	11,68,810
Equity	B	10,00,96,979	9,69,20,831
Liquid investments including bank deposits	C	4,98,623	6,08,072
Debt to Equity (A / B)		-	0.01
Debt to Equity (net) [(A-C) / B]		(0.00)	0.01

29 MICRO, SMALL AND MEDIUM ENTERPRISES

Based on the informations available with the Company, the Company does not owe any sum to Micro and Small Enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006.

30 CONTINGENT LIABILITIES

	31st March 2021	31st March 2020
Income Tax Liability against which the Company has preferred appeal	61,35,250	61,35,250

31 CORPORATE SOCIAL RESPONSIBILITY:

Corporate Social Responsibility as mentioned in Schedule VII read with Section 135 of the Co Act 2013 is not applicable to the company.



LINCOLN INDUSTRIES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Amount in ₹

32 COVID-19 pandemic has been rapidly spreading throughout the world, including India. Government in India has taken significant measures to curb the spread of the virus including imposing mandatory lockdowns and restrictions in activities. Consequently, Company's offices had to be closed down for a considerable period of time, including after the year end. The Company is monitoring the situation closely taking into account directives from the Governments. Management believes that it has taken into account all the possible impacts of known events arising from COVID-19 pandemic and the resultant lockdowns in the preparation of the financial statements including but not limited to its assessment of Company's liquidity and going concern, recoverable values of its long and short term advances and the net realisable values of other assets. In developing the assumptions relating to the possible future uncertainties in the economic conditions because of the pandemic, the Company, as at the date of approval of these financial statements has used both internal and external sources of information. However, given the effect of these lockdowns on the overall economic activity and in particular on this industry, the impact assessment of COVID-19 on this financial statement is subject to significant estimation uncertainties given its nature and duration. Accordingly, the actual impacts in future may be different from those estimated as at the date of approval of these financial statements. The Company will continue to monitor any material changes to future economic conditions and consequential impact on its financial position.

33 PREVIOUS YEAR FIGURES

The figures for the previous years have been regrouped and/or reclassified wherever necessary to make them comparable.

34 APPROVAL OF FINANCIAL STATEMENTS

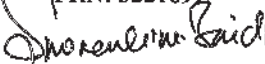
The Financial Statements were approved for issue by the Board of Directors on 31st July, 2020.

In terms of our report of even date annexed

For Chhaparia & Associates

Chartered Accountants

FRN: 322169E



(Subhash Kumar Baid)

Partner

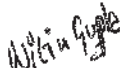
Membership No. 064917



Chief Financial Officer

Shyam Sunder Bhageria

Pan: AGDPB2968B



Company Secretary

Nitin Gupta

Pan: AQNPG8747P

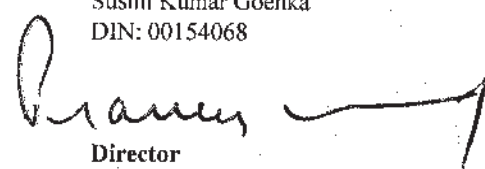
For and on behalf of the Board



Director

Sushil Kumar Goenka

DIN: 00154068



Director

Praveen Chand Dhandhanian

DIN: 00154048

Place : Kolkata

Dated : The 30th day of June , 2021