

**THE INDIAN LINK CHAIN
MANUFACTURERS
LIMITED**

**ANNUAL REPORT
2011-2012**

DIRECTORS

Rajesh Poddar
Anil Thard
P. K. Nevatia (Managing Director)

BANKERS

Central Bank of India

AUDITORS

M/s. M. L. Bhuwania & Co.
(Chartered Accountants)
F-11, 3rd Floor, Manek Mahal,
90, Veer Nariman Road, Churchgate,
Mumbai - 400 020.

REGISTERED OFFICE

59, Sonawala Building,
2nd Floor, Mumbai Samachar Marg,
Fort, Mumbai - 400 023.

SHARE HOLDER INFORMATION

ANNUAL GENERAL MEETING
18th SEPTEMBER 2012 AT 4.30 PM AT
NATIONAL SPORTS CLUB OF INDIA,
ROOM NO 5A,
LALA LAJPAT RAI MARG,
WORLI, MUMBAI

BOOK CLOSURE DATES
17th September, 2012
TO
19th September, 2012

FOR SHARE TRANSFER, TRANSMISSION, CHANGE OF ADDRESS, DUPLICATE/MISSING SHARE CERTIFICATE AND ANY OTHER ASSISTANCE PLEASE CONTACT REGISTRAR AND TRANSFER AGENT M/ S. UNIVERSAL CAPITAL SECURITIES PVT. LTD., 25 SHAKIL NIWAS, OPP. SATYA SAIBABA TEMPLES, MAHAKALI CAVES ROAD, ANDHERI (E), MUMBAI - 400 093 TELEPHONE NO. 28366620. SHARES CAN BE DEMATERIALIZED WITH CDSL. THE CODE ALLOTTED TO THE COMPANY IS ISIN INE 359 D 01016.

THE INDIAN LINK CHAIN MFRS. LTD.

NOTICE

NOTICE IS HEREBY GIVEN THAT THE 54th ANNUAL GENERAL MEETING OF THE INDIAN LINK CHAIN MFRS. LIMITED WILL BE HELD ON 18th SEPTEMBER 2012 AT 4.30 PM AT NATIONAL SPORTS CLUB OF INDIA, ROOM NO 5A, LALA LAJPAT RAI MARG, WORLI, MUMBAI.

TO TRANSACT THE FOLLOWING BUSINESS:

1. To consider and adopt Balance Sheet as at 31st March 2012, Profit & Loss Account for the year ended on that date and report of the Board of Directors and auditors thereon.
2. To consider and if thought fit to pass with or without modification(s) as ORDINARY RESOLUTION the following :
 - a) "RESOLVED THAT Shri Rajesh Poddar, who was appointed as an Additional Director holding office upto the date of this Annual General Meeting of the Company, and is eligible for reappointment and in respect of whom the Company has received a notice in writing from a member under the provisions of section 257 of the Companies Act, 1956 proposing his candidature for the office of a Director is hereby appointed as a Director.
 - b) "RESOLVED THAT Shri Anil Thard, who was appointed as an Additional Director holding office upto the date of this Annual General Meeting of the Company, and is eligible for reappointment and in respect of whom the Company has received a notice in writing from a member under the provisions of section 257 of the Companies Act, 1956 proposing his candidature for the office of a Director is hereby appointed as a Director.
3. To appoint Auditors of the company for the period commencing from this meeting till the conclusion of the next Annual Meeting of the Company.

NOTES :

- a) A member entitled to attend and vote is entitled to appoint a proxy, to attend and on poll, to vote instead of himself and a proxy need not be a member.
- b) The Register of Members and the Share Transfer Books of the Company will remain closed from 17th September 2012 to 19th September 2012. Both days inclusive.
- c) Shri Rajesh Radheshyam Poddar was appointed on 2nd October, 2011 as Additional Director. Pursuant to the provisions of section 260 of the Companies Act, 1956, Shri Rajesh Radheshyam Poddar will hold office upto the date of the forthcoming Annual General Meeting. The Company has received a notice in writing from a member under the provisions of Section 257 of the Companies ACT, 1956, proposing the candidature of Shri Rajesh Radheshyam Poddar for the office of a Director. Except Shri Rajesh Radheshyam Poddar none of the Directors is concerned or interested in the Resolution.
- d) Shri Anil Kumar Bishwanath Thard was appointed on 7th November, 2011 as Additional Director. Pursuant to the provisions of section 260 of the Companies Act, 1956, Shri Anil Kumar Bishwanath Thard will hold office upto the date of the forthcoming Annual General Meeting. The Company has received a notice in writing from a member under the provisions of Section 257 of the Companies ACT, 1956, proposing the candidature of Shri Anil Kumar Bishwanath Thard for the office of a Director. Except Shri Anil Kumar Bishwanath Thard none of the Directors is concerned or interested in the Resolution

For **THE INDIAN LINK CHAIN MFRS LTD.**

Place: Mumbai

Dated: 25th May, 2012

P. K. NEVATIA
MANAGING DIRECTOR

DIRECTORS' REPORT

Shareholders,

Your Directors present the Annual Report and Audited Accounts for the year ended on 31st March 2012.

1. At the outset the Directors regret to report passing away of Shri S.V. Muzumdar , a Director who joined the Board on 01.09.1966. He passed away on 3rd May 2012. The Directors express deep sorrow on his passing away and record the appreciation of the directions, advise and guidance to the Company.
2. Shri Rajesh Poddar and Shri Anil Thard were appointed as additional Directors during the year and therefore retire on the day of the Annual General Meeting. Being eligible they offer themselves for being appointed as Directors. The Directors recommend their re-appointment.
3. The financial results show a small surplus of Rs.5.94 Lacs for the year. During the year the Company started trading but due to market conditions the margins and volume were low. This may improve during the current year.
4. A MOU was entered into for sale of Residential property at MIDC Tarapur. Permission from MIDC is received during the current year and the final Assignment of lease is expected to be signed shortly.
5. As reported in the Accounts a demand for escaped customs duty of Rs.75.50 Lacs was raised for import of sulphur for earlier years against a show cause notice issued in earlier. An appeal has been filed against the order before the Commissioner of Customs, Alibagh. Part provision for the demand was made in earlier year.
6. As required under Section 383A of the Companies Act a certificate of compliance with the provision of the Act from a Secretary in whole time practice is attached herewith.
7. M/s. M.L. Bhuwania & Co., Chartered Accountants, Auditors of the Company, retire, but are eligible for re-appointment and have furnished to the Company Certificate for their eligibility, for their re-appointment. The Directors recommend their reappointment for the year 2012-13 as Auditors of the Company.
8. Observations made by the Auditors in their report are self explanatory.

Place: Mumbai

Dated: 25th May, 2012

Shri P. K. Nevatia
(Managing Director)

Shri Rajesh Poddar
(Director)

SHIV HARI JALAN
B.COM., F.C.A., A.C.S.
COMPANY SECRETARY
104, MAHAVIR BUILDING,
44/46, POPATWADI LANE,
KALBADEVI, MUMBAI-2.

COMPLIANCE CERTIFICATE

U/S 383 A of the companies Act, 1956 & Rule 3 of the companies (compliance certificate) Rules, 2001.

Registration No.: 11-009882
Nominal capital: Rs.100 Lacs

To,
The Members,
THE INDIAN LINK CHAIN MANUFACTURES LIMITED
59, Sonawala Building, 2nd Floor,
Mumbai Samachar Marg,
Mumbai - 400023.

I have examined the registers, records, books and papers of THE INDIAN LINK CHAIN MANUFACTURES LIMITED (Registration No.: 11-009882) (the company) as required to be maintained under the companies Act, 1956. (THE ACT) and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31.03.2012. In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the company, its officers and agents, I certify that in the respect of the aforesaid financial year:

1. The company has kept and maintained all registers as stated in Annexure "A" to this certificate, as per the provisions and the rules made there under and all entries therein have been duly recorded.
2. The company has duly filed the forms & returns as stated in Annexure "B" to this certificate, with the Registrar of companies, Regional Director, Central Government, Company law Board or other authorities within the time prescribed under the Act and the rules made there under
3. The company is a Public Limited company and hence comments are not required.
4. The board of Directors duly met Seven times on 31.05.2011, 04.07.2011, 21.07.2011, 02.10.2011, 07.11.2011, 27.01.2012 & 27.03.2012 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed including the Minutes Book maintained for the purpose.
5. The company closed its Register of members from 28.09.2011 to 30.09.2011.
6. The Annual General Meeting for the financial year ended on 31.03.2011 was held on 30.09.2011 after giving due notice to the members of the company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
7. No extra ordinary general meeting was held during the financial year.
8. The company has not advanced any loan to its Directors and/or persons firms or companies referred in Section 295 of the Act.
9. The company has duly complied with the provisions of section 297 of the Act in respect of contracts specified in that section.
10. The company has made necessary entries in the register maintained under Section 301 of the Act.
11. There were no instances falling within the purview of Section 314 of the Act.
12. The company has not issued any duplicate share certificates during the financial year under review.
13. The company has:
 - (i) Delivered all the certificates on lodgment thereof for transfer/transmission or any other purpose in accordance with the provisions of the Act.
 - (ii) Not deposited any amount in a separate bank Account as no dividend was declared during the financial year.
 - (iii) Not posted Warrants for Dividends to any members of the company as no dividend was declared during the financial year.

THE INDIAN LINK CHAIN MFRS. LTD.

- (iv) No Transaction Necessitating to transfer the amounts in unpaid dividend account, applications money due for refund, matured deposits, matured debentures and the interest accrued thereon, which have remained unclaimed or unpaid for a period of seven years to Investor Education and Protection Fund.
- (v) Duly complied with the requirements of section 217 of the Act.
14. The board of Directors of the company is duly constituted and the appointments of directors, additional directors, alternate directors and directors to fill casual vacancies have been duly made.
 15. The appointment of Managing Director has been made in compliance with the provisions of section 269 read with schedule XIII to the Act and no approval is required to be obtained from the Central Government, in terms of schedule XIII
 16. The company has not appointed any sole-selling Agent during the financial year.
 17. The company was not required to obtain any approvals of the Central Government, Company Law Board /Regional Director/ Registrar and/or such other authorities prescribed under the various provisions of the Act during the financial year.
 18. The directors have disclosed their interest in other firms/ companies to the Board of Directors pursuant to the provision of the Act and the rules made there under.
 19. The company has not issued any shares, debentures or other securities during the financial year.
 20. The company has not bought back any shares during the financial year.
 21. The company has not redeemed any preference shares / debentures, during the financial year.
 22. There was no transaction necessitating to keep in abeyance rights to dividend / rights shares and bonus shares pending registration of transfer of shares.
 23. The company has not invited or accepted any Deposits including any unsecured loans falling within the purview of section 58A of the Act read with companies (Acceptance of Deposit) Rules 1975, during the financial year under review form public.
 24. The company has not made any borrowings during the financial year ended 31.03.2012.
 25. The company has not made any loans and investments or given guarantees or provided securities to other bodies corporate and consequently no entries have been made in the register kept for the purpose. However the company has obtained consent of shareholders through postal ballot for inter-corporate fixed deposits made in the financial year 2010-2011 in excess of limits prescribed u/s 372A of the Act vide postal ballot result announced on 16.08.2011.
 26. The company has not altered the provisions of the memorandum with respect to situation of the company's registered office from one state to another during the year under scrutiny.
 27. The company has not altered the provisions of the memorandum with respect to the object of the company during the year under scrutiny.
 28. The company has not altered the provisions of the memorandum with respect to name of the company during the year under scrutiny.
 29. The company has not altered the provisions of the memorandum with respect to share capital of the company during the year under scrutiny.
 30. The company has not altered its articles of association during the year under scrutiny.
 31. There was/were no prosecution initiated against or show cause notices received by the company and no fines or penalties or any other punishment was imposed on company during the financial year, for offences under the Act.
 32. The company has not received any money as security from its employees during the financial year under certification.
 33. The company has not constituted its Provident Fund u/s.418 of the companies Act, 1956 and hence provisions of section 418 of the Act do not apply to the company.

Place: Mumbai

Date: 22th May, 2012

SHIV HARI JALAN
COMPANY SECRETARY
C.P.NO. : 4226

THE INDIAN LINK CHAIN MFRS. LTD.

Annexure "A"

Registers as maintained by the company

1. Register of Members u/s. 150(1).
2. Register of Transfers.
3. Copies of Annual Return prepared u/s. 163(1)
4. Minutes of proceedings of meetings of Board of Directors and of general meeting u/s.193 (1).
5. Books of Accounts u/s. 209(1).
6. Register of contracts, companies and firms in which directors are interested u/s 301(1).
7. Register of Directors, Manager and Secretary u/s. 303(1).
8. Register of Directors shareholding u/s. 307(1).

Annexure "B"

Forms and Returns as filed by company with the Registrar of the companies, Regional Director, Central Government or other authorities during the financial year ending on 31.03.2012:

| Sr. No. | Form No./ return | Filed under section | For | Date of filing | Whether filed within prescribed time | If delay in filing whether requisite additional fee paid |
|---------|--|---------------------|---|----------------|--------------------------------------|--|
| 1. | Annual Return Form 20B | 159 | 2010-11 | 11.11.11 | Yes | N/A |
| 2. | Balance sheet(with required annexure and schedules) Form 23AC/aca XBRL | 220 | 2010-11 | 07.12.11 | Yes | N/A |
| 3. | CCOM Form 66 | 383A | 2010-11 | 23.10.11 | Yes | N/A |
| 4. | Form 32 | 303 | Change in designation dt 29.09.08 | 20.07.11 | No | Yes |
| 5. | Form 32 | 303 | Changes in Directorship made on 02.10.11 | 31.10.11 | Yes | N/A |
| 6. | Form 32 | 303 | Change in Directorship made on 07.11.11 | 12.11.11 | Yes | N/A |
| 7. | Form 23 | 192A | Calendar of events for postal ballot | 05.07.11 | Yes | N/A |
| 8. | Form 23 | 192A/372A | Consent of shareholders through postal ballot for loan/ deposit in excess of limits | 22.08.11 | Yes | N/A |

Place: Mumbai

Date: 22th May, 2012

SHIV HARI JALAN
COMPANY SECRETARY
C.P.NO. : 4226

AUDITOR'S REPORT TO THE MEMBERS OF INDIAN LINK CHAIN MANUFACTURES LIMITED

1. We have audited the attached Balance Sheet of Indian Link Chain Manufactures Limited ('the Company') as at 31st March 2012, the Profit and Loss Account and also the Cash Flow Statement for the year ended on that date, annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 as amended by the Companies (Auditor's Report) (Amendment) Order, 2004 (together the 'order') issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to in paragraph 3 above, we report that:
 - (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (ii) 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;
 - (iii) The Balance Sheet, Statement of Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - (iv) In our opinion, the Balance Sheet, Statement of Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
 - (v) On the basis of written representations received from the Directors, as on 31st March 2012 and taken on record by the Board of Directors, we report that no Director is disqualified as on 31st March 2012 from being appointed as a Director of the Company in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
 - (vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read with other notes thereon, more particularly Note No. 1.4 (a) give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India :
 - a. in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March 2012;
 - b. in the case of the Statement of Profit and Loss Account, of the Profit for the year ended on that date; and
 - c. in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

For and on behalf of

M. L. BHUWANIA & CO.
Chartered Accountants
Firm Registration No. 101484W

Ashish Bairagra
Partner
Membership No. 109931

Place: Mumbai

Date : 25th May, 2012

THE INDIAN LINK CHAIN MFRS. LTD.

Annexure referred to in paragraph 3 of Auditor's report to the members of Indian Link Chain Manufactures Limited for the year ended 31st March 2012.

On the Basis of the records produced to us for our verification / perusal, such checks as we considered appropriate, and in terms of information and explanation given to us on our enquiries, we state that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) As per the information provided to us, all the fixed assets have been physically verified by the Management during the year, which in our opinion is reasonable having regard to the size of the Unit and the nature of its assets. Discrepancies noticed between the book records and the physical verification was not material and has been properly dealt with in the accounts.
- (c) In our opinion and based on our verification, we state that the company has disposed off substantial part of the fixed assets during the last few years. Hence it raises substantial doubt about the company's ability to continue as a going concern in the foreseeable future. However, in the opinion of the Board of Directors, the company intends to invest the surplus money from the sale of the assets into a profitable business and also the company is doing trading activity, hence the company should be viewed as a going concern in the foreseeable future.
- (ii) (a) The company does not have any inventory during the year. Accordingly, clause 4 (ii) (a) and (b) of the Order is not applicable to the Company.
- (b) On the basis of our examination of the records of inventories, we are of the opinion that the Company is maintaining proper records of inventories. Since the company does not have any inventory during the year, the issue of discrepancies on account of physical verification does not arise.
- (iii) During the year, the Company has not granted/taken any loan, secured or unsecured, to/from Companies, firms and other parties listed in the register maintained under Section 301 of the Companies Act, 1956. Accordingly, clause 4 (iii) (a) to (g) of the order is not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of inventory, fixed assets and for the sale of goods. The company has not provided any services during the year.

During the course of our audit, we have not observed any major weakness in internal controls.

- (v) (a) According to the information and explanation given to us, we are of the opinion that during the year, the particulars of the contracts/arrangements referred to in section 301 of the Companies Act, 1956 have been entered in the register required to be maintained under that section.
- (b) According to the information and explanation given to us, there are no transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956, and exceeding the value of rupees five lacs in respect of any party during the year.
- (vi) The Company has not accepted any deposits from the public during the year covered by the audit. Accordingly, clause 4 (vi) of the Order is not applicable to the Company.
- (vii) The company does not have an internal audit system. However the internal controls are commensurate with the size of the company and nature of its business.
- (viii) The Central Government has not prescribed maintenance of cost records under Section 209 (1) (d) of the Companies Act, 1956, for any of the products of the Company.
- (ix) According to the records of the Company, the Company is generally regular in depositing undisputed statutory dues including Income Tax, Wealth Tax and other statutory dues applicable to it with the appropriate authorities except Gram Panchayat Tax of Rs. 2,32,546/- which had fallen due for deposit with the appropriate authorities but has not been so deposited. According to the information and explanations given to us, no undisputed amounts payable were outstanding at the year end for a period of more than six months from the date they became payable except Gram Panchayat Tax of Rs. 2,12,308/-, Capital Incentive of Rs. 20,42,000/- and Custom Duty of Rs. 36,41,450/-.

According to the records of the Company, there are no dues of Income Tax, Wealth Tax, Service Tax, Excise Duty, and Cess, which have not been deposited on account of any dispute. The the disputed amount in respect of Custom Duty is as under:

| Name of Statute | Nature of Dues | Financial Year | Amount (Rs.) | Forum where dispute is pending |
|-------------------------------------|--------------------------|-------------------------|--------------|---------------------------------------|
| Central Board of Excise and Customs | Differential custom duty | 2004-2005 and 2005-2006 | 39,08,349 | The Commissioner of Customs (Appeals) |

- (x) The accumulated losses of the Company are more than fifty percent of its net worth at the end of the financial year March 31, 2012. The Company has not incurred any cash losses during the financial year ended March 31, 2012 but the company has incurred cash losses in the immediately preceding financial year.

THE INDIAN LINK CHAIN MFRS. LTD.

- (xi) According to the records of the Company examined by us and the information and explanation given to us, the Company has not taken any loan from banks, financial institutions and has not issued debentures during the year. Accordingly, clause 4 (xi) of the Order is not applicable to the Company.
- (xii) In our opinion and according to the information and explanation given to us, the Company has not granted any loans and advances during the year on the basis of security by way of pledge of shares, debentures and other securities. Accordingly, clause 4 (xii) of the Order is not applicable to the Company.
- (xiii) In our opinion and according to the information and explanations given to us, the nature of activities of the Company does not attract any special statute applicable to chit fund and nidhi / mutual benefit fund / societies. Accordingly, clause 4 (xiii) of the Order is not applicable to the Company.
- (xiv) In our opinion and according to the information and explanation given to us, the company is not dealing or trading in shares, securities, debentures and other investments. Accordingly, clause 4 (xiv) of the Order is not applicable to the Company.
- (xv) According to the information and explanation given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions. Accordingly, clause 4 (xv) of the Order is not applicable to the Company.
- (xvi) The Company has not taken any term loans during the year. Accordingly, clause 4 (xvi) of the Order is not applicable to the Company.
- (xvii) According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, we report that no funds have been raised on short-term basis during the year. Accordingly clause 4 (xvii) of the order is not applicable to the Company.
- (xviii) The Company has not made any preferential allotment of shares to parties or companies covered in the register maintained under Section 301 of the Companies Act, 1956.
- (xix) The Company has not issued any debentures during the year. Accordingly, clause 4 (xix) of the Order is not applicable to the Company.
- (xx) The Company has not raised any money by way of public issue during the year. Accordingly, clause 4 (xx) of the Order is not applicable to the Company.
- (xxi) Based upon the audit procedures performed and information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit for the year ended March 31, 2012.

For and on behalf of

M. L. BHUWANIA & CO.
Chartered Accountants
Firm Registration No. 101484W

Ashish Bairagra
Partner
Membership No. 109931

Place: Mumbai

Date : 25th May, 2012

THE INDIAN LINK CHAIN MFRS. LTD.

BALANCE SHEET AS AT 31ST MARCH, 2012

| Particulars | Note No. | As at 31st March, 2012 | As at 31st March, 2011 |
|--|----------|---------------------------|---------------------------|
| I EQUITY AND LIABILITIES | | | |
| (1) Shareholder's Funds | | | |
| (a) Share Capital | 1.1 | 5,000,000 | 5,000,000 |
| (b) Reserve & Surplus | 1.2 | (3,185,505) | (3,779,885) |
| (2) Current Liabilities | | | |
| (a) Trade payables | 1.3 | 347,536 | 23,238 |
| (b) Other current liabilities | 1.4 | 23,436,157 | 22,538,175 |
| (c) Short - term provisions | 1.5 | 16,824 | - |
| TOTAL | | 25,615,012 | 23,781,528 |
| II ASSETS | | | |
| (1) Non - current Assets | | | |
| (a) Fixed assets | 1.6 | | |
| - Tangible Assets | | 2,087,053 | 1,395,399 |
| (b) Deferred tax assets (net) | 1.7 | 3,077 | 1,604 |
| (c) Long - term loans and advances | 1.8 | 1,535,368 | 427,878 |
| (2) Current Assets | | | |
| (a) Trade receivables | 1.9 | 259,040 | - |
| (b) Cash & cash equivalents | 1.10 | 21,258,648 | 14,670,809 |
| (c) Short term - loans and advances | 1.11 | 15,000 | 6,200,000 |
| (d) Other current assets | 1.12 | 456,826 | 1,085,838 |
| TOTAL | | 25,615,012 | 23,781,528 |
| Contingent Liabilities and commitments | 1.19 | | |
| NOTES TO ACCOUNTS | 1 | | |

As per our report of even date attached

For and on behalf of
M/s. M. L. BHUWANIA & CO
CHARTERED ACCOUNTANTS
Firm's Registration Number: 101484W

ASHISH BAIRAGRA
PARTNER
MEMBERSHIP NO. 109931

PLACE : MUMBAI
DATED : 25th May, 2012

FOR AND ON BEHALF OF THE BOARD

PK.NEVATIA
MANAGING DIRECTOR

RAJESH PODDAR
DIRECTOR

PLACE : MUMBAI
DATED : 25 May, 2012

THE INDIAN LINK CHAIN MFRS. LTD.

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2012

| Particulars | Note No. | For the year ended 31st March, 2012 | For the year ended 31st March, 2011 |
|--|-----------------------|--|--|
| Income : | | | |
| Revenue from operation | 1.13 | 404,310 | 83,613 |
| Other income | 1.14 | 1,707,841 | 633,667 |
| | Total Revenue | 2,112,151 | 717,280 |
| Expenses: | | | |
| Purchases of Stock - in - Trade | 1.15 | 378,792 | 51,192 |
| Finance Cost | 1.16 | 1,107 | - |
| Depreciation & amortization expenses | 1.6 | 6,971 | 41,883 |
| Other Expenses | 1.17 | 872,227 | 1,234,256 |
| | Total Expenses | 1,259,097 | 1,327,331 |
| Profit before exceptional and extraordinary items & tax | | 853,054 | (610,051) |
| Exceptional Items | | - | - |
| Profit before extraordinary items and tax | | 853,054 | (610,051) |
| Extraordinary Items | | - | - |
| Profit before tax | | 853,054 | (610,051) |
| Tax expenses: | | | |
| (1) Current tax | | | |
| of Current years | | 260,147 | - |
| of Earlier years | | - | 43,096 |
| (2) Deferred tax | | (1,473) | (17,494) |
| Profit /(Loss) for the period from continuing operations | A | 594,380 | (635,653) |
| Profit /(Loss) from discontinuing operations | | - | - |
| Tax expenses of discontinuing operation | | - | - |
| Profit /(Loss) from discontinuing operations (after tax) | B | - | - |
| Profit / (Loss) for the period | A+B | 594,380 | (635,653) |
| Earning per equity share : | 1.18 | | |
| Basic Earnings per Share | | 11.89 | (12.71) |
| Diluted Earnings per Share | | 11.89 | (12.71) |

NOTES TO ACCOUNTS

1

As per our report of even date attached

For and on behalf of
M/s. M. L. BHUWANIA & CO
CHARTERED ACCOUNTANTS
Firm's Registration Number: 101484W

FOR AND ON BEHALF OF THE BOARD

ASHISH BAIRAGRA
PARTNER
MEMBERSHIP NO. 109931

PK.NEVATIA
MANAGING DIRECTOR

RAJESH PODDAR
DIRECTOR

PLACE : MUMBAI
DATED : 25th May, 2012

PLACE : MUMBAI
DATED : 25 May, 2012

THE INDIAN LINK CHAIN MFRS. LTD.

CASH FLOW STATEMENT AS ON 31ST MARCH 2012

| | AS AT 31.03.2012 | AS AT 31.03.2011 |
|---|---------------------|---------------------|
| A) CASH FLOW FROM OPERATING ACTIVITIES | | |
| Net Profit before tax & Extraordinary Items | 853,054 | (610,051) |
| Adjustment for: | | |
| Depreciation | 6,971 | 41,883 |
| Interest Received | (1,707,347) | (633,667) |
| Sundry Balance Written back | (494) | 200,000 |
| Interest on Income Tax | 1,107 | - |
| Fixed Assets Written off | 1,375 | - |
| | (1,698,388) | (391,784) |
| OPERATING PROFIT/(LOSS) BEFORE WORKING CAPITAL CHANGES | (845,334) | (1,001,835) |
| ADJUSTMENTS FOR WORKING CAPITAL CHANGES | | |
| Trade Payables | 324,792 | (243,633) |
| Other Current Liabilities | 291,566 | 15,989,858 |
| Long Term loans & Advances | (1,200,000) | - |
| Trade Receivables | (259,040) | 65,289 |
| Short Term Loans & Advances | 6,185,000 | (6,200,000) |
| Other Current Assets | 470,582 | 950,000 |
| | 5,812,900 | 10,561,514 |
| Cash Generated from Operations | 4,967,566 | 9,559,679 |
| Direct Taxes paid (Including Interest) | (151,921) | (118,070) |
| NET CASH FROM OPERATING ACTIVITIES | 4,815,645 | 9,441,609 |
| B) CASH FLOW FROM INVESTING ACTIVITIES | | |
| Purchase of Fixed Assets | - | (15,500) |
| Interest Received | 1,865,777 | 148,089 |
| | 1,865,777 | 132,589 |
| NET CASH USED IN INVESTING ACTIVITY | 1,865,777 | 132,589 |
| C) CASH FLOW FROM FINANCING ACTIVITIES | | |
| Repayment of Long Term Borrowings | (93,583) | (224,579) |
| NET CASH USED IN FINANCING ACTIVITY | (93,583) | (224,579) |
| NET CHANGES IN CASH & CASH EQUIVALENTS(A+B+C) | 6,587,839 | 9,349,619 |
| OPENING BALANCE OF CASH & CASH EQUIVALENTS | 14,670,809 | 5,321,190 |
| CLOSING BALANCE OF CASH & CASH EQUIVALENTS | 21,258,648 | 14,670,809 |
| | 6,587,839 | 9,349,619 |

Notes

- 1 Closing Balance of Cash & Cash Equivalents
Cash and Cash Equivalents Includes:
- | | | |
|-----------------------------|------------|------------|
| Cash In Hand | 10,764 | 20,676 |
| Bank balances | | |
| - In Current Account | 1,622,793 | 650,133 |
| - In Fixed Deposit Accounts | 19,625,091 | 14,000,000 |
| | 21,258,648 | 14,670,809 |
- 2 Previous year figures have been regrouped and rearranged wherever considered necessary to make them comparable with those of current year.

As per our report of even date attached

For and on behalf of
M/s. M. L. BHUWANIA & CO
CHARTERED ACCOUNTANTS
Firm's Registration Number: 101484W

FOR AND ON BEHALF OF THE BOARD

ASHISH BAIRAGRA
PARTNER
MEMBERSHIP NO. 109931

P.K.NEVATIA
MANAGING DIRECTOR

RAJESH PODDAR
DIRECTOR

PLACE : MUMBAI
DATED : 25th May, 2012

PLACE : MUMBAI
DATED : 25 May, 2012

THE INDIAN LINK CHAIN MFRS. LTD.

1 NOTES TO ACCOUNTS FOR THE YEAR ENDED 31-03-2012

The previous years figures have been regrouped/ reclassified, wherever necessary to conform to the current presentation.

1.1 SHARE CAPITAL

| Particulars | As at March 31, 2012 | As at March 31, 2011 |
|--|-------------------------|-------------------------|
| | | (Rupees) |
| Authorised | | |
| 1,00,000 Equity shares, Rs. 100/- par value | | |
| Previous Year 1,00,000 equity shares Rs. 100/- par value | 10,000,000 | 10,000,000 |
| | <u>10,000,000</u> | <u>10,000,000</u> |
| Issued, Subscribed and Paid Up | | |
| 50,000 Equity shares, Rs. 100/- par value fully paid up | 5,000,000 | 5,000,000 |
| Previous Year 50,000 equity shares Rs. 100/- par value | | |
| TOTAL | <u>5,000,000</u> | <u>5,000,000</u> |

a) The Company have only one class of shares i.e Equity Shares having par value of Rs. 100/-. Each Equity shareholder have one voting right per share.

b) The details of shareholders holding more than 5% shares as at 31-3-2012 and 31-3-2011 is set out below :

| Name of the shareholders | No. of shares held | % held as at March 31, 2012 | No. of shares held | % held as at March 31, 2011 |
|--------------------------|--------------------|--------------------------------|--------------------|--------------------------------|
| Hariprasad A. Nevatia | 12,882 | 25.76 | - | - |
| Pravin K. Nevatia | 12,024 | 24.05 | - | - |
| Madhuri Nevatia | - | - | 6,026 | 12.05 |
| Malti Kamalnayan Nevatia | - | - | 5,006 | 10.01 |
| Vidhuvadana Nevatia | - | - | 4,804 | 9.61 |
| Vivek K. Nevatia | - | - | 4,942 | 9.88 |

c) The reconciliation of the number of shares outstanding as at 31-3-2012 and 31-3-2011 is set out below :

| Particulars | As at March 31, 2012 | As at March 31, 2011 |
|------------------------------------|-------------------------|-------------------------|
| Number of shares at the beginning | 50,000 | 50,000 |
| Add: Shares issued during the year | - | - |
| Less : Shares Bought back | - | - |
| Number of shares at the end | <u>50,000</u> | <u>50,000</u> |

1.2 RESERVE & SURPLUS

| Particulars | As at March 31, 2012 | As at March 31, 2011 |
|--|-------------------------|-------------------------|
| General Reserve | | |
| As per last Balance Sheet | 52,826,042 | 52,826,042 |
| Surplus | | |
| Opening balance | (56,605,927) | (55,970,274) |
| Add: Transferred from Statement of Profit & Loss | 594,380 | (635,653) |
| Surplus Closing Balance | <u>(56,011,547)</u> | <u>(56,605,927)</u> |
| TOTAL | <u>(3,185,505)</u> | <u>(3,779,885)</u> |

THE INDIAN LINK CHAIN MFRS. LTD.

1.3 TRADE PAYABLES

| Particulars | As at March 31, 2012 | As at March 31, 2011 |
|---------------------------------|-------------------------|-------------------------|
| Sundry Creditors For Goods * | 329,477 | - |
| Sundry Creditors For Expenses * | 18,059 | 23,238 |
| TOTAL | 347,536 | 23,238 |

* The company has not received information from vendors regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures relating to amounts unpaid as at the year end together with interest paid / payable under this Act, have not been given. The same has been relied upon by the Auditors.

1.4 OTHER CURRENT LIABILITIES

| Particulars | As at March 31, 2012 | As at March 31, 2011 |
|--|-------------------------|-------------------------|
| Current Maturities of Long Term Borrowing | | |
| Deferred Sales Tax Liabilities (Unsecured) | - | 93,583 |
| (From the State Industrial & Investment Corporation of Maharashtra Ltd.) | | |
| Special Capital Incentive Payable | 2,042,000 | 2,042,000 |
| Sundry Creditors for Capital Goods | 687,179 | - |
| Custom Duties [Refer Note (a)] | 3,641,450 | 3,641,450 |
| Advances against sale of property [Refer Note (b)] | 16,800,000 | 16,500,000 |
| Statutory Dues | 12,982 | 28,833 |
| Other Liabilities | 252,546 | 232,309 |
| TOTAL | 23,436,157 | 22,538,175 |

(a) During the previous year the company had received Show Cause Notice demanding duty of Rs. Rs. 1,45,65,801/- which escaped assessment on import of sulphur for the chemical division in the year 2004-2005 to 2005-2006. Representations were made disputing the charge of the duty. During the current year order has been received from Custom Authorities raising Demand of Rs. 75,49,799/-. The company has filed appeal against the same. However, as a matter of prudence the directors decided to continue the provision of Rs. 36,41,450/- made in the previous year. Balance of Rs. 39,08,349/- (Previous Year Rs. 1,09,24,351/-) is shown as Contingent Liabilities.

(b) The company has entered into a MOU for sales of its Land & Building at Tarapur, MIDC, for Rs. 1,68,00,000/- (Previous Year Rs. 1,65,00,000/-) . Pending approval from MIDC the assignment deed has not been executed. Sale will be effective only after approval of MIDC is received and legal documents are executed. Accordingly no effect has been given for Sale of Asset.

1.5 SHORT TERM PROVISIONS

| Particulars | As at March 31, 2012 | As at March 31, 2011 |
|---|-------------------------|-------------------------|
| Provision for Income Tax AY 12-13 (Net of Advance Tax & TDS) | 16,824 | - |
| TOTAL | 16,824 | - |

1.7 DEFERRED TAX ASSETS (NET)

| Particulars | As at March 31, 2012 | As at March 31, 2011 |
|--|-------------------------|-------------------------|
| Deferred tax assets | | |
| Expenses allowable under Income Tax on payment basis | 66,615 | 65,573 |
| Total of Deferred Tax Assets | 66,615 | 65,573 |
| Deferred tax liabilities | | |
| Depreciation | 63,538 | 63,969 |
| Total of Deferred Tax Liability | 63,538 | 63,969 |
| Total of Net Deferred Tax Assets | 3,077 | 1,604 |

1.6 FIXED ASSETS

| PARTICULARS | GROSS BLOCK | | | DEPRECIATION | | | NET BLOCK | | |
|------------------------------|------------------|--------------------------|---------------------------|------------------|------------------|--------------|---------------------------|------------------|------------------|
| | AS AT 31.03.2011 | ADDITION DURING THE YEAR | DEDUCTION DURING THE YEAR | AS AT 31.03.2012 | UP TO 31.03.2011 | FOR THE YEAR | DEDUCTION DURING THE YEAR | AS AT 31.03.2012 | AS AT 31.03.2011 |
| TANGIBLES ASSETS : | | | | | | | | | |
| Land (Refer Note b) | 253,260 | - | - | 253,260 | 43,786 | - | - | 209,474 | 209,474 |
| Buildings (Refer Note a & b) | 2,027,429 | 700,000 | - | 2,727,429 | 871,462 | 2,200 | - | 1,853,767 | 1,155,967 |
| Office Equipments | 70,650 | - | 35,400 | 35,250 | 47,355 | 3,450 | 34,025 | 18,470 | 23,295 |
| Furniture & Fixtures | 20,864 | - | - | 20,864 | 14,201 | 1,321 | - | 5,342 | 6,663 |
| TOTAL TANGIBLE ASSETS | 2,372,203 | 700,000 | 35,400 | 3,036,803 | 976,804 | 6,971 | 34,025 | 2,087,053 | 1,395,399 |
| Previous Year | 2,356,703 | 15,500 | - | 2,372,203 | 934,921 | 41,883 | - | 976,804 | 1,395,399 |

Note: a. Building includes 10 unquoted shares of Rs.50/- each of Mount Unique Co - Operative Housing Society Ltd, Mumbai.

b. Land is held for sale and building includes Gross Block of Rs. 25,92,429, Depreciation of Rs.7,85,429 and Net Block of Rs.18,07,000 being Building Held for Sale. The Same have been valued at lower of cost or Net Realisable Value.

Accounting Policies on Fixed Assets

Fixed Assets and Depreciation / Amortisation

1. Fixed Assets are stated at cost less accumulated depreciation except for those, which are revalued, in which case they are stated at the revalued cost less accumulated depreciation.
2. Depreciation is provided under straight-line method at rates and in the manner provided by Schedule XIV of the Companies Act, 1956. Leasehold land is amortized over the period of lease.

THE INDIAN LINK CHAIN MFRS. LTD.

1.8 LONG TERM LOANS & ADVANCES

| Particulars | As at March 31, 2012 | As at March 31, 2011 |
|--|-------------------------|-------------------------|
| (Unsecured, Considered Good) | | |
| Security Depomits | 1,535,368 | 335,368 |
| Advance Income Tax & Tax Deducted at Source (Net of Provision for Tax) | - | 92,510 |
| TOTAL | 1,535,368 | 427,878 |

1.9 TRADE RECEIVABLES

| Particulars | As at March 31, 2012 | As at March 31, 2011 |
|--|-------------------------|-------------------------|
| (Unsecured, considered good) | | |
| (a) Outstanding for more than six months | - | - |
| (b) Others | 259,040 | - |
| TOTAL | 259,040 | - |

1.10 CASH & CASH EQUIVALENTS

| Particulars | As at March 31, 2012 | As at March 31, 2011 |
|---------------------|-------------------------|-------------------------|
| Balances with Banks | | |
| In Current Account | 1,622,793 | 650,133 |
| In Fixed Deposits | 19,625,091 | 14,000,000 |
| Cash on Hand | 10,764 | 20,676 |
| TOTAL | 21,258,648 | 14,670,809 |

1.11 SHORT TERM LOANS & ADVANCES

| Particulars | As at March 31, 2012 | As at March 31, 2011 |
|--|-------------------------|-------------------------|
| (Unsecured, considered good) | | |
| Fixed Deposit with Mahindra & Mahindra Finance | - | 6,200,000 |
| Prepaid Expenses | 15,000 | - |
| TOTAL | 15,000 | 6,200,000 |

1.12 OTHER CURRENT ASSETS

| Particulars | As at March 31, 2012 | As at March 31, 2011 |
|------------------------------------|-------------------------|-------------------------|
| Interest Receivable | 427,408 | 585,838 |
| Receivables towards sale of assets | - | 500,000 |
| Other Receivable | 29,418 | - |
| TOTAL | 456,826 | 1,085,838 |

1.13 REVENUE FROM OPERATION

| Particulars | Year ended March 31, 2012 | Year ended March 31, 2011 |
|------------------------|------------------------------|------------------------------|
| Revenue from Operation | | |
| Sale of Chains | 404,310 | 83,613 |
| TOTAL | 404,310 | 83,613 |

Accounting Policy on Revenue Recognition

"Sales are recognised when the significant risk and reward of ownership of the goods are passed to the customer. Sales are net off sales return, quantity discount and exclusive of value added tax collected.

THE INDIAN LINK CHAIN MFRS. LTD.

1.14 OTHER INCOME

| Particulars | Year ended March 31, 2012 | Year ended March 31, 2011 |
|------------------------------------|------------------------------|------------------------------|
| Interest Income on | | |
| Fixed Deposits | 1,690,305 | 633,667 |
| Income Tax Refund | 5,416 | - |
| MIDC Deposit - Prior Period Income | 11,626 | - |
| Miscellaneous Income | 494 | - |
| TOTAL | <u>1,707,841</u> | <u>633,667</u> |

1.15 PURCHASES OF STOCK IN TRADE

| Particulars | Year ended March 31, 2012 | Year ended March 31, 2011 |
|--------------|------------------------------|------------------------------|
| Traded Items | | |
| Chains | 378,792 | 51,192 |
| TOTAL | <u>378,792</u> | <u>51,192</u> |

1.16 FINANCE COST

| Particulars | Year ended March 31, 2012 | Year ended March 31, 2011 |
|------------------------|------------------------------|------------------------------|
| Interest Cost | | |
| Interest on Income Tax | 1,107 | - |
| TOTAL | <u>1,107</u> | <u>-</u> |

1.17 OTHER EXPENSES

| Particulars | Year ended March 31, 2012 | Year ended March 31, 2011 |
|------------------------------------|------------------------------|------------------------------|
| Legal & Professional Expenses | 543,615 | 362,311 |
| Rent | 30,000 | - |
| Rates & Taxes | 3,373 | 20,238 |
| Payment to Auditor | | |
| As Auditor : | | |
| Audit Fees | 10,000 | 10,000 |
| Limited review | 7,500 | 7,500 |
| In Other Capacity | | |
| Certification Fees | 1,000 | - |
| Taxation Matter | 4,000 | 4,000 |
| Towards Service Tax | <u>2,525</u> | <u>2,216</u> |
| | 25,025 | 23,716 |
| Sales Tax Paid (for earlier years) | - | 124,109 |
| Security Charges | 13,900 | 83,600 |
| Water Charges | 11,046 | 59,009 |
| Penalty paid | - | 241,000 |
| Sundry Balance Written off | - | 200,000 |
| Postage & Telephone | 68,904 | 14,800 |
| Printing & Stationery | 32,398 | 14,826 |
| Share transfer Expenses | 35,391 | 10,398 |
| Advertisement | 33,804 | 19,813 |
| Fixed Assets Written off | 1,375 | - |
| Miscellaneous Expenses | 73,396 | 60,436 |
| TOTAL | <u>872,227</u> | <u>1,234,256</u> |

THE INDIAN LINK CHAIN MFRS. LTD.

1.18 EARNING PER SHARE

| Particulars | As at March 31, 2012 | As at March 31, 2011 |
|--|-------------------------|-------------------------|
| (A) Profit attributable to Equity Shareholders (Rs.) | 594,380 | (635,653) |
| (B) No. of Equity Share outstanding during the year. | 50,000 | 50,000 |
| (C) Face Value of each Equity Share (Rs.) | 100 | 100 |
| (D) Basic & Diluted earning per Share (Rs.) | 11.89 | (12.71) |

1.19 CONTINGENT LIABILITY NOT PROVIDED FOR IN RESPECT OF :

| Particulars | As at March 31, 2012 | As at March 31, 2011 |
|---|-------------------------|-------------------------|
| "1) Claims against company not acknowledgment as debt"" | 257,769 | 247,760 |
| 2) Disputed Custom Duty | 3,908,349 | 10,924,351 |
| 3) Gram Panchayat Tax | 71,312 | 71,312 |
| TOTAL | 4,237,430 | 11,243,423 |

1.20 Related party disclosure

Related party disclosure in accordance with Accounting Standard 18 issued by the Institute of Chartered Accountants of India ("ICAI").

| Related Parties | Nature of Relationship |
|--------------------------------------|---|
| Mr. P. K. Nevatia | Key Management Personnel |
| Phoolchand AnandiKishore Nevatia HUF | HUF of which Key Management Personnel is Member |

Summary of Transactions with Related Parties during the year :

| Nature of Transaction | 2011-12 | 2010-11 |
|-----------------------|---------|---------|
| Rent Paid | 30,000 | - |

1.21 Assets taken on Lease

The Company's major leasing arrangements are in respect of commercial premises taken on leave and license basis. The aggregate lease rentals of Rs. 30,000/- (P.Yr. Rs. NIL) as Rent are grouped under Note No. 1.17 of "Other Expenses". The lease period is for the 11 months and renewable at mutual consent.

1.22 The Company is engaged only in trading of Chain and hence does not have any reportable segment.

1.23 The company has disposed off substantial part of the fixed assets during the last few years. However, the company intends to invest the surplus money from the sale of the assets into a profitable business and also the company is doing trading activity, hence the company's should be viewed as a going concern.

1.24 Other Significant Accounting Policies :

(a) Basis of Preparation of financial statement

The financial statements have been prepared under the historical cost convention on an accrual basis and comply in all material respects with the mandatory accounting standards and the relevant provisions of the Companies Act, 1956.

(b) Use of Estimates

The preparation and presentation of financial statements in conformity with the Generally Accepted Accounting Principles requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on that date of the financial statements and the reported amounts revenue and expenses during the reporting period. Difference between the actual result and the estimates are recognized in the period in which the results are known / materialized.

(c) Taxation

- (i) Provision for Income tax is made on the basis of the estimated taxable income for the current accounting period in accordance with the Income- tax Act, 1961.
- (ii) The deferred tax for timing differences between the book profits and tax profits for the year is accounted for using the tax rates and laws that have been enacted or substantially enacted as of the balance sheet date.

THE INDIAN LINK CHAIN MFRS. LTD.

Deferred tax assets arising from timing differences are recognized to the extent there is a virtual certainty that these would be realized in future and are reviewed for the appropriateness of their respective carrying values at each balance sheet date.

(d) Impairment of Assets

The Company assesses at each Balance Sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the management estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the Statement of Profit and Loss. If at the Balance Sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

(e) Provision & Contingent Liability

The Company creates a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

(f) Lease

Lease rentals in respect of assets acquired under operating leases are charged off to the Statement of Profit and Loss as incurred.

1.25 Balances of Sundry Debtors, Sundry Creditors and Loans & Advances are subject to confirmation and consequential adjustments, if any.

As per our report of even date attached

M/s. M. L. BHUWANIA & CO
CHARTERED ACCOUNTANTS
Firm's Registration Number: 101484W

FOR AND ON BEHALF OF THE BOARD

ASHISH BAIRAGRA
PARTNER
MEMBERSHIP NO. 109931

PK.NEVATIA
MANAGING DIRECTOR

RAJESH PODDAR
DIRECTOR

PLACE : MUMBAI
DATED : 25th May, 2012

PLACE : MUMBAI
DATED : 25 May, 2012

If undelivered, Please return to :
The Indian Link Chain Mfrs. Ltd.
59, Sonawala Building, 2nd Floor,
Mumbai Samachar Marg,
Fort, Mumbai - 400 023.
Tel. : 2266 1013