

Linkhouse Industries Limited

ANNUAL REPORT 2011-12

LINKHOUSE INDUSTRIES LIMITED**BOARD OF DIRECTORS**

Mr. Nandkumar K. Harchandani
Chairman-cum-Managing Director

Ms. Archana D. Wani
Non-Executive & Independent Director

Mr. Ashok B. Purohit
Non-Executive & Independent Director

Mr. Anil Nandkumar Harchandani
Non-Executive & Professional Director

Registered Office	:	1 st Floor B, Poonam Chambers, Byramji Town, Chhindwara Road, Nagpur - 440 013. (M. S.)
Phone No.	:	0712 6611216, 2592255
Fax No.	:	0712 6611217
Email Id	:	linkhouseltd@gmail.com
Auditors	:	M/s. Sanjay S. Agrawal & Co. Chartered Accountants, 1 st Floor, Sudama Bhawan, Behind Sut Market, Gandhibagh, Nagpur-440 002 (M. S.)
Bankers	:	1) Oriental Bank of Commerce 2) Axis Bank Ltd. 3) Allahabad Bank
Registrar	:	Intime Spectrum Registry Ltd. C-13, Pannalal Silk Mills Compound, LBS Marg, Bhandup (W), Mumbai - 400 078. (M. S.)

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LINKHOUSE INDUSTRIES LIMITED
REGD. OFF.: 1ST FLOOR B, POONAM CHAMBERS,
BYRAMJI TOWN, CHHINDWARA ROAD,
NAGPUR – 440 013. (M. S.)

To,
The Members & Auditors,

NOITCE OF THIRTIETH ANNUAL GENERAL MEETING

NOTICE is hereby given that the TWENTY SEVENTH Annual General Meeting of the Members of LINKHOUSE INDUSTRIES LIMITED, will be held on Saturday, the 29th day of September 2012 at 02:00 P.M. at the Registered office of the Company at 1ST Floor B, Poonam Chambers, Byramji Town, Chhindwara Road, Nagpur – 440 013, Maharashtra to transact the following businesses as Ordinary Businesses:

1. To receive, consider and adopt the audited Balance Sheet as at 31/03/2012, Statement of Profit & Loss for the year ended on that date and the Reports of the Auditors and Directors thereon.
2. To appoint a Director in place of Mr. Anilkumar N. Harchandani who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint a Director in place of Mr. Ashok B. Purohit who retires by rotation and being eligible offers himself for re-appointment.
4. To consider reappointment of Auditors in place of M/s. Sanjay S. Agrawal & Co., who retire at the conclusion of the meeting and being eligible offers themselves for re-appointment and to fix their remuneration in consultation with them.

Place: Nagpur
Dated: 03-09-2012

By the order of Board
Linkhouse Industries Ltd.
Sd/-
(CHAIRMAN)

NOTES:

1. THE BOOK CLOSURE FOR THE PURPOSE OF SHARE TRANSFERS SHALL COMMENCE FROM 26-09-2012 AND SHALL END ON 29-09-2012 (BOTH DAYS INCLUSIVE) AND NO RECORD HAS BEEN DECLARED.
2. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER.
3. A PROXY FORM IS ENCLOSED. PROXIES IN ORDER TO BE EFFECTIVE, MUST BE RECEIVED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING.
4. COPIES OF THE ACCOUNTS AND REPORTS CITED IN ITEM NO.1 OF BUSINESS ARE ATTACHED HEREWITH. PLEASE BRING YOUR COPY OF THE SAME AT THE MEETING.



LINKHOUSE INDUSTRIES LIMITED
REGD. OFF.: 1ST FLOOR B, POONAM CHAMBERS,
BYRAMJI TOWN, CHHINDWARA ROAD,
NAGPUR – 440 013. (M. S.)

DIRECTORS' REPORT

Dear Members,

Your Board of Directors has the pleasure to present the TWENTY SEVENTH Annual Report and the Audited Balance Sheet and the Profit & Loss A/c of the Company for the year ended on 31st March 2012.

PERFORMANCE:

Company's performance was overwhelming on all fronts during the year under review.

FINANCIAL RESULTS:

Financial results of the Company being self explanatory and depicted in the Profit & Loss Account for the year ended on 31-03-2012, and therefore, do not call for any further comments in that behalf.

DIVIDEND:

The Directors of your Company have not recommended payment of any Dividend for the financial year 2011-12 in order to strengthen the Reserves of the Company for the ongoing as well as for the forthcoming Projects of the Company.

OPERATIONS:

The operations of the Company were satisfactory on all fronts during the period under review.

DIRECTORS:

Mr. Anilkumar N. Harchandani & Mr. Ashok B. Purohit, Directors are due to retire by rotation and being eligible for re-appointment has offered them-selves for re-appointment. The Board proposes them for re-appointment as Directors liable to retire by rotation at the forthcoming Thirtieth Annual General Meeting of the Company. Except this there was no change in the Composition of Board of Directors of the Company.

PARTICULARS OF EMPLOYEES:

During the year under review, there were no employees drawing remuneration in excess of the prescribed limits and whose particulars need to be given under Section 217 (2A) of

The Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975, as amended thereafter and from time to time.

a) CONSERVATION OF ENERGY & TECHNOLOGY ABSORPTION:

The Company does not use any technology or energy for its existing business except for the electricity used in offices and at the sites of the company which is not a significant part of the construction cost, hence it is not practicable to furnish the information in this connection.

b) FOREIGN EXCHANGE EARNINGS & OUTGO: NIL.

c) POLLUTION CONTROL MEASURES:

The Company's business does not involve any emission of pollutants and therefore, no special pollution control measures are called for. However, special attention is paid to maintain healthy and hygienic condition to make the services customer friendly.

DEPOSITS:

The Company has not accepted any deposit from the public under section 58A and 58AA of the Companies Act, 1956 during the year.

DIRECTOR'S RESPONSIBILITY STATEMENT:

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

- (i) That in the preparation of the Annual Accounts for the financial year ended 31/03/2012 the applicable Accounting Standards have been followed along-with proper explanation relating to material departures;
- (ii) That the directors had 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 fare view of the state of affairs of the company at the end of the financial year and of the **PROFIT** of the Company for the year under review;
- (iii) That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- (iv) That the Directors have prepared the Annual Accounts for the Financial Year ended 31/03/2012 on a 'Going Concern' basis.

AUDITOR'S REPORT:

Observations made in the Auditor's Report are self-explanatory and therefore, do not call for any further comments u/s.217 (3) of the Companies Act, 1956.

AUDITORS: -

The Auditors, M/s. Sanjay S. Agrawal & Co., Chartered Accountants, NAGPUR hold office till the conclusion of the ensuing Annual General Meeting and are recommended for re-appointment. They have given their consent to continue to act as Auditors of the Company for the current financial year also, if re-appointed.

ACKNOWLEDGEMENT:

Directors wish to place on record their thanks and gratitude to:

- i) The Central and State Government as well as their respective Departments and Development Authorities connected with the business of the company and the Bankers to the Company.
- ii) The Members and suppliers/contractors for the trust and confidence reposed and to the Customers for their valued patronage.
- iii) The Board also takes this opportunity to express their sincere appreciation for the efforts put in by the officers and employees at all levels in achieving the results and hopes that they would continue their sincere and dedicated endeavor towards attainment of better working results during the current year.

Regd. Office:
1ST Floor B, Poonam Chambers,
Byramji Town,
Chhindwara Road,
Nagpur – 440 013. (M. S.)

For and behalf of the Board
Sd/-
(CHAIRMAN)

Dated: 03.09.2012.

LINKHOUSE INDUSTRIES LIMITED REPORT ON CORPORATE GOVERNANCE

1. COMPANY'S PHILOSOPHY:

The basic philosophy of Corporate Governance in the Company is to achieve business excellence and enhance shareholders value, keeping in view the interest of its various stakeholders by short and long-term actions.

2. BOARD OF DIRECTORS:

As per Listing Agreement, the Board should have an optimum combination of executive and non-executive Directors with not less than 50% of the Board consisting of non-executive Directors. In case of a non-executive Chairman, at least one-third of the Board should consist of Independent Directors and in the case of an executive Chairman; at least half of the Board should be Independent Directors.

The Composition of the Board of Directors and related information as on 31st March 2012 is as follows:

Name of Directors	Category – Executive/Non-Executive/Independent Director	No. of Board Meetings Attended	Last AGM Attended Yes/No	Directorship in other Public Companies	No. of other Board Committee of which Member/Chairman
Mr. Nandkumar K. Harchandani	Executive Director	11	Yes	06	Nil
Ms. Archana D. Wani	Non-Executive & Independent Director	12	Yes	04	03
Mr. Ashok B. Purohit	Non-Executive & Independent Director	04	Yes	07	03
Mr. Anil Kumar N. Harchandani	Non-Executive & Professional Director	03	No.	03	Nil

The Chairman of the Board of the Company is an Executive Director. The Board of Directors of the Company consists of four Directors i.e. Two Non-Executive Independent Director, one Executive Director and one Non-executive & Professional Director as on 31st March, 2012. During the year, 12 Meetings of the Board of Directors of the Company were held on 05.04.2011, 12.05.2011, 31.05.2011, 30.06.2011, 31.07.2011, 12.08.2011, 31.10.2011, 15.11.2011, 12.12.2011, 31.01.2012, 17.02.2012 and 31.03.2012.

3. COMMITTEES OF THE BOARD:

A. Audit Committee

The Audit Committee comprises of two members, both of whom are Non-Executive and Independent Directors. The Chairman of the Committee is Mr. Ashok B. Purohit with Ms. Archana D. Wani as members.

Terms of Reference of Audit Committee

- a. Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
- b. Recommending the appointment and removal of external Auditors, fixation of audit fee and also approval for payment for any other services.
- c. Reviewing with management the annual financial statements before submission to the Board.
- d. Reviewing with the management, external and internal auditors, the adequacy of internal control system.
- e. Reviewing the adequacy of internal audit function, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.
- f. Discussion with internal auditors any significant findings and follow up thereon.
- g. Reviewing the findings of any internal

Name of the Directors	No. Of Meetings	Meetings Attended
(1)	(2)	(3)
Mr. Ashok B. Purohit	3	3
Ms. Archana D. Wani	3	3

B. Remuneration Committee

The Remuneration Committee comprises of two members, both of whom are Non-Executive and Independent Directors. The Chairman of the Committee is Mr. Ashok B. Purohit with Ms. Archana D. Wani as members.

Terms of Reference of Remuneration Committee

- a) Remuneration payable to Executive Directors were considered and approved by the Remuneration Committee not to exceed the below stated amounts for the financial year 2011-12, but it can be less than as follows:
 1. Mr. Nandkumar N. Harchandani Rs.10,00,000/- p.a.
 2. Ms. Archana D. Wani Rs. 5,00,000/- p.a.

- b) Review of the Remuneration payable to the above Executive Directors and other Members of the Management shall also be considered and approved from time to time.

Name of the Directors	No. Of Meetings	Meetings Attended
(1)	(2)	(3)
Mr. Ashok B. Purohit	2	2
Ms. Archana D. Wani	2	2

C. Shareholders' Committee

The Shareholders' Committee comprises of two members, both of whom are Non-Executive and Independent Directors. The Chairman of the Committee is Mr. Ashok B. Purohit with Ms. Archana D. Wani as members.

Name of the Directors	No. Of Meetings	Meetings Attended
(1)	(2)	(3)
Mr. Ashok B. Purohit	3	3
Ms. Archana D. Wani	3	3

This Committee looks into the Grievances received from the Shareholders and the concerned Depository Participants promptly and takes stock of any complaints or a query raised from all concerned every fortnightly and resolves the same promptly.

GENERAL BODY MEETINGS:

Date & Venue of Previous General Meetings		
Nature of Meeting	Date & Time	Venue
Twenty-Sixth Annual General Meeting	30 th day of September 2011 At 02:00 p.m.	1 st Floor B, Poonam Chambers, Byramji Town, Chhindwara Road, Nagpur – 440 013.
Twenty-Fifth Annual General Meeting	30 th day of September 2010 At 2:00 p.m.	1 st Floor B, Poonam Chambers, Byramji Town, Chhindwara Road, Nagpur – 440 013.
Twenty-Fourth Annual General Meeting	29 th day of September 2009 At 02:00 p.m.	1 st Floor B, Poonam Chambers, Byramji Town, Chhindwara Road, Nagpur – 440 013.

REGISTRAR AND TRANSFER AGENT:

The Company is availing the services of Registrar and Share Transfer Agent from M/S. INTIME SPECTRUM REGISTRY LTD., having here office at C-13, Pannalal Silk Mills Compound, LBS Marg, Bhandup (W), Mumbai – 400 078.

Listing of Securities:

Name of the Stock Exchanges

The Stock Exchange Mumbai,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001

THE SHAREHOLDING PATTERN AS ON 31ST MARCH, 2012 IS AS BELOW:

S. No	Category	No. Of Shares held	% Shareholding
1	Promoter	6,04,32,470	60.92
2	Private Corporate Bodies	2,03,21,916	20.49
3	Indian Public & Others	1,84,45,614	18.59
	Total	9,92,00,000	100.00

DEMATERIALIZATION OF SHARES AND LIQUIDITY:

As on 31st March, 2012, 99.54% of the Company's total Equity Shares representing 9,87,43,200 shares were held in dematerialized form and the balance 0.46% representing 4,56,800 were in physical form.

Place: Nagpur
Dated: 03.09.2012.

By the order of Board
LINKHOUSE INDUSTRIES LIMITED,
Sd/-
(CHAIRMAN)

LINKHOUSE INDUSTRIES LIMITED**AUDITORS CERTIFICATE ON CORPORATE GOVERNANCE**

To,
The Shareholders,
LINKHOUSE INDUSTRIES LTD.

Dear Sirs,

The Compliance of conditions of Corporate Governance is responsibility of the Management. Our examination was limited to the procedure and implementation thereof, adopted by Indo Pacific Software & Entertainment Limited for ensuring the compliance of the conditions of the financial statements of Indo Pacific Software & Entertainment Limited.

On the basis of our review and according to the information and explanation given to us and representation made to us by the management, we state that to the best of our knowledge and belief, the Company has complied in all material respects with the conditions of Corporate Governance stipulated in Clause 49 of the Listing Agreement of the Stock Exchanges.

For M/s. Sanjay S. Agrawal & Co.,
Chartered Accountants, Nagpur,
Sd/-

Dhiraj M. Moryani
Partner

M. No.: 129877.

Place: NAGPUR.
Date: 03/09/2012.

AUDITOR'S REPORT

To,
The Members of,
M/S. LINKHOUSE INDUSTRIES LIMITED.

Report on the accounts for the year ended on 31st March, 2012 in compliance with section 227(2) of the Companies Act, 1956.

1. We have audited the attached Balance Sheet of **M/S. LINKHOUSE INDUSTRIES LIMITED**, as at **31 March 2012** and its Profit and Loss Account for the year ended on that date, annexed thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We 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 the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 as amended by Companies (Auditor's Report) Order, 2004 issued by the Central Government of India in terms of Sub-section (4A) of the Section 227 (4A) of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paras 4 and 5 of the said orders.
4. Further to our comments in the Annexure referred to above, we report that:
 - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our Audit.
 - b) In our opinion, proper Books of Accounts, as required by law have been kept by the Company, so far as appears from the examination of such books.
 - c) The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the Books of Account of the company.
 - d) In our opinion the Balance Sheet and Profit & Loss Account dealt with by this report comply with Accounting Standards referred to in subsection (3c) of section 211 of the companies Act, 1956.
 - e) 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 none of the Director is disqualified as on 31st March, 2012 from being appointed as a director in terms of clause (g) of sub section (1) of section 274 of the Companies Act, 1956.

- f) In our opinion and to the best of our information and according to the explanations given to us, the said statements of Account 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 :
- I. In the case of the Balance Sheet, of the state of Affairs of the Company as on 31st March, 2012 and:
 - II. In the case of the Profit and Loss Account, of the Profit of the Company for the year ended on that date.

Place : Nagpur
Dated : 25/05/2012

For **SANJAY S. AGRAWAL & CO.**
Chartered Accountants,
F.R NO.116200W
Sd/-
(Dhiraj M. Moryani)
Partner
M. No. 129877

ANNEXURE TO AUDITOR'S REPORT**(As referred to in Paragraph 1 of our report of Event Date)**

- (i)
 - a) The company has generally maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b) The management has physically verified all its fixed assets at reasonable intervals and no material discrepancies were noticed on such physical verification.
 - c) There was no substantial disposal of fixed assets during the year.
- (ii)
 - a) As per the information furnished, the management at reasonable intervals during the year has physically verified the inventories.
 - b) In our opinion and accordingly to the information and explanation given to us, procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
 - c) In our opinion, the company is maintaining proper records of inventory. The discrepancies noticed on physical verification of inventory as compared to books record were not material and have been properly dealt with in the books of account.
- (iii)
 - a) The company had granted unsecured loan to parties that are covered in the register maintained under section 301 of the Company Act, 1956. The amount involved is Rs.23.72 crores.
 - b) The company had granted Interest free loan and the other terms and conditions of loans given by the company are prima facie prejudicial to the interest of the company
 - c) The receipt of the principal amount and interest wherever applicable are regular.
 - d) There is no overdue amount more than rupees one lacs
 - e) The Company has taken loans from companies, firms or other parties listed in the register maintained under section 301 of the companies Act 1956. The amount involved is Rs. 10.85 crores.
 - f) The company had taken Interest free loan and the other terms and conditions of loans taken by the company are prima facie prejudicial to the interest of the company
 - g) The payment of the principal amount and interest wherever applicable are regular.

- (iv) In our opinion and according to the information and explanations given to us, there are generally adequate internal control procedures commensurate with the size of the company and the nature of its business for purchase of inventory and or fixed assets and for the sale of goods. During the course of our audit no major weakness has been noticed in these internal controls.
- (v)
 - a) According to the information and explanation given to us, we are of the opinion that the transactions that need to be entered in the register maintained under section 301 of the Companies Act, 1956 have been so entered.
 - b) In our opinion and according to the information and explanation given to us the 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, have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- (vi) In our opinion and according to the information and explanation given to us, the Company has not accepted any deposit from the public within the meaning of Section 58A and 58AA of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975.
- (vii) As per the information and explanation given to us, the Company has an internal audit system commensurate to the size of the Company and the 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 in respect of the Company's product.
- (ix)
 - a) According to the information and explanation given to us and the records examined by us, the company is regular in depositing undisputed statutory dues including Employees State Insurance, Income Tax, Service Tax and any other statutory dues wherever applicable with the appropriate authorities. According to the information and explanation give to us, no undisputed arrears of statutory dues were outstanding as at 31st March, 2012 for a period of more than six months from the date they became payable.
 - b) According to the records of the Company there are no statutory dues, which are outstanding on account of any dispute at the end of the year.
- (x) The Company does not have accumulated losses at the end of the financial year and has not incurred cash losses in the current or in the immediately preceding financial year.
- (xi) According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of dues to any Financial Institution, Bank and the Company does not have any borrowings by way of debentures.

- (xii) The company has not granted any loans and advances on the basis of security by way of pledge of Shares, Debentures and other Securities.
- (xiii) The provisions of any special statute applicable to chit funds/ nidhi/mutual benefits funds/society do not apply to the company.
- (xiv) In our opinion, the Company is not a dealer or trader in Shares, Securities, Debentures and other Investments.
- (xv) According to the information and explanations given to us by the management, the Company has not given any guarantee for loans taken by others from banks or Financial Institutions.
- (xvi) The Company is regular in re-payment of Principal amount of term loan and interest due thereon.
- (xvii) According to the information and explanations given to us and on overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for long-term investment.
- (xviii) The Company has not made any allotment of equity Share on preferential basis to body corporate.
- (xix) The Company has not issued any debentures.
- (xx) The Company has not raised any money by public issues during the year.
- (xxi) During the course of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the company, noticed or reported during the year, nor have we been informed of such case by the management.

Place : Nagpur
Dated : 25/05/2012

For SANJAY S. AGRAWAL & CO.
Chartered Accountants,
F.R NO.116200W
Sd/-
(Dhiraj M. Moryani)
Partner
M. No. 129877

LINKHOUSE INDUSTRIES LTD.				
BALANCE SHEET AS AT 31ST MARCH 2012				
Particulars	Note No	Figures as at the end of current reporting period		Figures as at the end of previous reporting period
		31-Mar-12		31-Mar-11
I. EQUITY AND LIABILITIES				
(1) Shareholder's Funds				
(a) Share Capital	1	99,200,000.00		99,200,000.00
(b) Reserves and Surplus	2	76,951,684.95	#	71,009,313.76
(c) Money received against share warrants		-		-
(2) Share application money pending allotment				
(3) Non-Current Liabilities				
(a) Long-term borrowings	3	212,775,770.11		272,600,093.97
(b) Deferred tax liabilities (Net)		1,559,978.09		1,515,978.09
(c) Other Long term liabilities	4	28,089,711.39		27,728,615.89
(d) Long term provisions		-		-
(4) Current Liabilities				
(a) Short-term borrowings		-		-
(b) Trade payables	5	1,811,349.00		2,661,612.54
(c) Other current liabilities	6	25,053,846.00		24,953,846.00
(d) Short-term provisions	7	3,915,671.97		447,667.97
Total		449,358,011.51		500,117,128.22
II.Assets				
(1) Non-current assets				
(a) Fixed assets				
(i) Tangible assets	8	12,791,292.48		12,875,168.38
(ii) Intangible assets		-		-
(iii) Capital work-in-progress	8	105,276,997.82		121,291,248.25
(iv) Intangible assets under development		-		-
(b) Non-current investments	9	27,073,706.87		26,631,775.81
(c) Deferred tax assets (net)		-		-
(d) Long term loans and advances		-		-
(e) Other non-current assets		-		-
(2) Current assets				
(a) Current investments		-		-
(b) Inventories		-		-
(c) Trade receivables	10	14,726,622.24		40,387,853.24
(d) Cash and cash equivalents	11	843,107.32		1,167,315.93
(e) Short-term loans and advances	12	288,646,284.78		297,763,766.61
(f) Other current assets		-		-
Total		449,358,011.51		500,117,128.22
Significant Accounting Policies & Notes on the Financial Statements	1 to 18			
		-		-

The Board of Directors
 Sd/- Nandkumar k Harchandani (Director)
 Sd/- Archana D. Wani (Director)

Place:Nagpur
 Date:25/05/2012

As per our report of even date attached
 Chartered Accountants
 F Regn. No.116200W
 Sd/-
 Dhiraj M. Moryani
 Partner
 M. No.129877

LINKHOUSE INDUSTRIES LTD.			
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED ON 31st MARCH 2012			
Particulars	Note No	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
		31-Mar-12	31-Mar-11
I. Revenue from operations	13	110,927,513	74,502,775
II. Other Income	14	16,258,809	9,090,500
III. Total Revenue (I +II)		127,186,322	83,593,274
IV. Expenses:			
Cost of materials consumed	15	96,072,355	62,145,016
Purchases of Stock-in-Trade		-	-
Changes in inventories of finished goods, Work in progress and stock in trade		-	-
Employee benefits expense	16	1,564,507	1,405,227
Finance costs	17	12,425,506	7,459,185
Depreciation and amortization expense	8	544,355	1,132,318
Other Expenses	18	6,666,407	5,526,995
Total Expenses		117,273,130	77,668,741
V. Profit before exceptional and extraordinary items and tax (III - IV)		9,913,192	5,924,534
VI. Exceptional Items		-	-
VII. Profit before extraordinary items and tax (V - VI)		9,913,192	5,924,534
VIII. Extraordinary Items		-	-
IX. Profit before tax (VII-VIII)		9,913,192	5,924,534
X. Tax expense:			
(1) Current tax		2,547,370	1,400
(2) Deferred tax		44,000	-
XI. Profit/(Loss) for the period from continuing operations (IX-X)		7,321,822	5,923,134
XII. Profit/(Loss) from discontinuing operations		-	-
XIII. Tax expense of discontinuing operations		-	-
XIV. Profit/(Loss) from discontinuing operations (after tax) (XII - XIII)		-	-
XV. Profit/(Loss) for the period (XI + XIV)		7,321,822	5,923,134
XVI. Earning per equity share:			
(1) Basic		3.68	2.98
(2) Diluted		-	-
Significant Accounting Policies &	1 to 18		
Notes on the Financial Statements			

The Board of Directors

Sd/-
Nandkumar k Harchandani
(Director)

Sd/-
Archana D. Wani
(Director)

As per our report of even date attached
Chartered Accountants
F Regn. No.116200W
Sd/-
Dhiraj M. Moryani
Partner
M. No.129877

Place:Nagpur
Date:25/05/2012

		Year Ended		Year Ended	
		31.03.2012		31.03.2011	
NOTE 1: SHARE CAPITAL					
a)	Break-up of equity shares				
	AUTHORISED CAPITAL				
	100000000 Equity Shares of Rs.1/- Each	100,000,000		100,000,000	
	ISSUED CAPITAL				
	99200000 Equity Shares of Rs.1/- Each	99,200,000		99,200,000	
	SUBSCRIBED AND PAID UP CAPITAL				
	99200000 Equity Shares of Rs.1/- Each	99,200,000		99,200,000	
b)	Reconciliation of equity shares outstanding at the beginning and at the end of the year 31.03.2012				
		As at 31 st March 2012		As at 31 st March 2011	
		No. of Shares	Rs.	No. of Shares	Rs.
	At the Beginning of the period	99,200,000	99,200,000	9,920,000	9,920,000
	Movement During the period	-	-	-	-
	Outstanding at the end of the Period	99,200,000	99,200,000	9,920,000	9,920,000
c)	Rights and Preference attached to Equity shares				
	The Company has equity shares having a par value of Re 1. Each Shareholder is entitled for one vote per share. The Shareholders have the right to receive interim Dividends declared by the board of the Directors and final dividend proposed by the Board of Directors and approved by the Shareholders.				
	In Event of Liquidation by the company, the shareholders will be entitled in proportion to the number of Equity shareholders held by them to receive remaining assets of the company, after dissolution to those it was secured.				
	The Shareholders have all the other rights as available to Equity Shareholders as per the provision of the Companies Act 1956 read together with the Memorandum and Articles of Association of the company, as applicable.				
d)	Equity Shareholders holding more than 5% of Shares in the company as Certified by the Management.				
	Name of the Shareholders	As at 31 st March 2012		As at 31 st March 2011	
		No. of Shares	% of Holding	No. of Shares	% of Holding
1	Archana Wani	5186020.00	5.23%	5186020	5.23%
2	N Kumar Housing & Infrastructure Pvt Ltd	32517080.00	32.78%	-	-
3	Tesu Infrastructure Pvt Ltd	5179932	5.22%	5179932	5.22%

	Year Ended	Year Ended
	31.03.2012	31.03.2011
NOTE 2: RESERVES & SURPLUS		
Surplus/(Deficit) in Statement of Profit & Loss		
Opening Balance	71,009,313.56	66,510,145
Add: Net Profit/(Loss) transferred from Statement of Profit and Loss	7,321,822.39	5,923,134
Less: Previous year adjustment	1,379,451.00	1,423,965
Closing Balance	76,951,684.95	71,009,314
Total	76,951,684.95	71,009,314

NOTE 3: LONG TERM BORROWINGS				
Particulars	As at 31 March, 2012		As at 31 March, 2011	
	Secured	Unsecured	Secured	Unsecured
-				
From Banks				
Term Loan from Allahabad Bank	97,967,484.00		94,448,500.40	
O.B.C. Term Loan A/c.	1,961,395.00		5,198,228.00	
LIC Keyman Ins.Loan	4,001,750.00		3,395,750.00	
Loans and Advances from Related Parties		108,495,141.11		169,207,615.57
Loan from others				
Anand Hirani(HUF)		350,000.00		350,000.00
Sub Total	103,930,629.00	108,845,141.11	103,042,478.40	169,557,615.57
Total		212,775,770.11		272,600,093.97

NOTE 4: OTHER LONG TERM LIABILITIES			
Creditors for Capital Expenses		23,895,680.11	3,087,428.61
Security deposit		4,194,031.28	24,641,187
Total		28,089,711.39	27,728,616

NOTE 5: TRADE PAYABLES			
SUNDRY CREDITORS FOR GOODS		1,811,349.00	2,661,612.54
		-	-
Total		1,811,349.00	2,661,613

NOTE 6: OTHER CURRENT LIABILITIES			
Advances from Customer		25,053,846.00	24,953,846.00
		25,053,846.00	24,953,846

NOTE 7: SHORT TERM PROVISIONS			
Payable for Expenses		1,368,301.97	446,267.97
Other Provisions		2,547,370.00	1,400
Total		3,915,671.97	447,668

LINKHOUSE INDUSTRIES LIMITED												
Particulars	Gross Block as on 01-04-2011	Addition	Deletion During the year	Gross Block as on 31-03-2012	Rate	Depreciation			Accumulated Depreciation as on 31-03-2012	Net Block as on 31-03-2012	Net Block as on 31-03-2011	Profit/(loss) on Sale of Assets
						Accumulated Depreciation as on 01-04-2011	Depreciation for the year	Depreciation written back during the year				
FIXED ASSETS (LAND) :												
Free Hold Agr. Land	6,245,013	-	-	6,245,013	0.00%	-	-	-	-	6,245,013	6,245,013	-
FIXED ASSETS (BUILDING)												
Borewell- Kalmeshwar Farm	220,000	-	-	220,000	0.00%	-	-	-	-	220,000	220,000	-
Shop At Poonam Chamber	503	-	-	503	1.63%	503	-	-	503	-	-	-
Office Premises	1,200,000	-	-	1,200,000	1.63%	352,520	19,560	-	372,080	827,921	847,481	-
LIVE STOCK :-												
Cattles/Live Stocks	27,710	-	-	27,710	0.00%	-	-	-	-	27,710	27,710	-
FURNITURE & FIXTURES :												
Furniture & Fixtures (Agro)	94,355	-	-	94,355	6.33%	28,556	5,973	-	34,529	59,826	65,798	-
Furniture & Fixtures (Non-Agro)	2,685,389	-	-	2,685,389	6.33%	1,929,109	169,985	-	2,099,094	586,295	756,280	-
Gross Cutting Machine (Agro)	24,519	-	-	24,519	6.33%	3,104	1,552	-	4,656	19,863	21,415	-
COMPUTER & ASSESSORIES:												
Computer - New	24,101	-	-	24,101	16.21%	7,814	3,907	-	11,721	12,380	16,287	-
Computer - Old	220,834	-	-	220,834	16.21%	220,834	-	-	220,834	-	-	-
EQUIPMENTS & ASSESSORIES:												
Agriculture Equipment	163,256	-	-	163,256	7.42%	75,499	12,114	-	87,613	75,643	87,757	-
Equipments Others	3,387,906	58,842	-	3,446,848	7.42%	3,385,258	2,648	-	3,387,906	58,942	2,648	-
PLANT & MACHINERIES :												
Plant & Machinery	5,504,918	236,097	-	5,741,016	4.75%	1,437,469	281,484	-	1,698,953	4,042,063	4,067,450	-
Air Conditioner	551,424	-	-	551,424	4.75%	214,377	26,193	-	240,570	310,854	337,047	-
Centering Material	4,968,989	-	-	4,968,989	3.34%	4,968,989	-	-	4,968,989	-	-	-
VEHICLES :												
Vehicles	5,514,815	-	-	5,514,815	9.50%	5,509,499	5,316	-	5,514,815	-	5,316	-
OTHER EQUIPMENTS :												
Mobile Handset	258,225	165,440	-	423,665	7.07%	83,259	18,257	-	101,516	322,149	174,968	-
TOTAL	31,091,958	460,479	-	31,552,437		18,216,789	526,887	-	18,743,777	12,808,660	12,875,168	-
PREVIOUS YEAR FIGURES	30,799,719	292,238	-	31,091,957		17,084,471	1,132,318	-	18,216,789	12,875,168	13,715,248	-
Capital Work In Progress	121,291,248	41,305,675	57,319,925	105,276,998	0.00%	-	-	-	-	105,276,998	121,291,248	-

NOTE 9: NON CURRENT INVESTMENTS			
Shares of Non Listed Indian Company (Valued at cost)		27,073,706.87	26,631,775.81
Total		27,073,706.87	26,631,776
NOTE 10: TRADE RECEIVABLE			
Sundry Debtors		14,726,622.24	40,387,853
Total		14,726,622.24	40,387,853
NOTE 11: CASH AND CASH EQUIVALENTS			
Bank Balances			
- In Current Account		373,034.93	372,357
Cash In Hand		470,072.39	794,959
Total		843,107.32	1,167,316
NOTE 12: SHORT TERM LOANS & ADVANCES			
Other Loans and Advances		288,646,284.78	297,763,767
Total		288,646,284.78	297,763,767
NOTE 13: REVENUE FROM OPERATIONS			
Sales & Receipt		110,927,513.31	74,502,774.50
Total		110,927,513.31	74,502,774.50
NOTE 14: OTHER INCOME			
Other Income		16,258,809.05	9,090,499.97
Total		16,258,809.05	9,090,499.97
NOTE 15 : COST OF SALES			
Cost Of Construction		95,106,803.97	61,018,603.79
Agricultural Expenses		965,551.00	1,126,412.00
Total		96,072,354.97	62,145,015.79
NOTE 16 : EMPLOYEE BENEFITS EXPENSE			
Salary & Wages		1,204,083.00	1,303,350
Employer's Contribution to Provident Fund & ESIC		38,947.00	26,439.00
Employee's Food Expense		250,132.00	57,790.00
Staff Recruitment/Welfare Exp.		71,345.17	17,648.00
Total		1,564,507.17	1,405,227
NOTE 17 : FINANCE COSTS			
Interest Paid to Bank		11,929,442.00	7,287,381
Interest Paid to LIC		448,720.00	9,550
Bank Commision charges		47,344.00	162,254
Total		12,425,506.00	7,459,185
NOTE 18 : OTHER EXPENSES			
Advertisement & Puplicity		46,241.00	235,516.00
Audit Fees		15,000.00	15,000.00
Books & Periodicals		12,410.00	8,829.00
Company Profession Tax		7,500.00	-
Computer Exp.		15,270.00	35,510.00

Conveyance Exps.	251,496.00	377,715.00
Consultancy Traveling & Tour Exp.	-	37,694.00
Directors Remuneration	1,500,000.00	1,000,000.00
Fuel & Oil	238,059.89	161,608.43
Filling & Processing Charges	326,158.00	207,732.00
Guest House Expenses	329,585.50	107,560.00
KeyMan Insurance	1,764,032.60	891,949.40
Insurance	40,743.00	32,369.00
Land Survey Expenses	2,000.00	23,280.00
Legal Exps	55,931.00	85,331.00
Listing Fees	60,665.00	49,635.00
Loading & Unloading Charges	4,256.90	31,828.00
Meeting & Conference Exp.	17,654.00	83,237.00
Postage & Courier Charges	13,828.00	15,570.00
Printing & stationery	145,736.00	118,531.00
Professional & Legal Fees	397,794.00	684,130.00
Rent, Rates & taxes	-	41,408.00
Repairs & Maintainance	602,694.66	294,958.69
Subscription & membership	35,604.00	21,941.00
Sundry Office Exps	531,357.93	789,191.50
Telephone & Fax Expenses	102,478.45	45,213.00
Travelling & Tour Exps	128,598.00	84,496.00
Water Charges	21,313.00	46,762.00
Total	6,666,406.93	5,526,995.02

The Board of Directors

Sd/-
Nandkumar k Harchandani
(Director)

Sd/-
Archana D. Wani
(Director)

As per our report of even date attached
Chartered Accountants
F Regn. No.116200W
Sd/-

Dhiraj M. Moryani
Partner
M. No.129877

Place:Nagpur
Date:25/05/2012

LINKHOUSE INDUSTRIES LTD.
SCHEDULE FORMING PART OF BALANCE SHEET & STATEMENT OF PROFIT & LOSS ACCOUNT
FOR THE YEAR ENDED 31ST MARCH, 2012
SIGNIFICANT ACCOUNTING POLICIES & NOTES OF ACCOUNTS

A. SIGNIFICANT ACCOUNTING POLICIES

1. BASIS OF PREPARATION :

The Financial Statements are prepared under the historical cost convention in accordance with generally accepted Accounting Principles (GAAP) and materially comply with the Mandatory Accounting Standards issued by the Institute of Chartered Accountants of India and the provision of the Companies Act, 1956. All Income & Expenditure having a material bearing on the Financial Statements are recognized on Accrual basis.

2. USE OF ESTIMATES :

The preparation of Financial Statement in conformity with GAAP requires management to make estimates and assumption that affect the reported amount of Assets & Liabilities, disclosure of Contingent Liabilities at the date of the Financial Statements and the reported amounts of revenues and expenses during the reporting period. The actual results could differ from these estimates.

3. VALUATION OF FIXED ASSETS :

Fixed Assets are stated at the cost of acquisition or Construction less Depreciation provided thereon.

4. DEPRECIATION :

- i) Depreciation on Fixed Assets is provided on S.L.M Method at the rates as prescribed by Schedule XIV of The Companies Act, 1956.
- ii) Depreciation is charged on pro-rata basis for assets Purchased / Sold during the year.
- iii) Land (whether Freehold or leasehold) is not depreciated.

5. BORROWING COSTS :

Borrowing costs that are directly attributable to the production of qualifying assets (i.e. Commercial Complexes) are capitalized, while the other borrowing costs are capitalized to Capital Work in progress.

6. INVESTMENTS :

The long-term investments are stated at cost. Temporary decline in the value of investment (if any) is not recognized.

7. VALUATION OF INVENTORIES :

Closing Stock are as valued, taken and certified by the Director.

- i) Stores, Spares, Building Materials, Loose Tools are valued at cost.
- ii) Raw Materials are valued at cost.
- iii) Project Work in Progress is valued at cost on the basis of completion of work

8. REVENUE RECOGNITION :-

Revenue from business and other Related Business (Business Conducting Charges) is recognized on the accrual basis and of percentage of block sales.

9. PERSONAL EXPENSES :

Director has certified that no personal expenses have been charged in the accounts during the year.

B. NOTES TO ACCOUNTS :-

1. As per the information and explanation provided by the management, the Company has no contingent liability.
2. Estimated amount of contracts remaining to be executed on capital accounts not provided for – NIL (P.Y. – NIL)
3. In the opinion of the Board current assets, loans and advances are approximately of the value stated, if realized in the ordinary course of business. Confirmation of Balances in respect of the Deposits and Advances, Sundry Creditors, Sundry Debtors and other payables etc. were not available for verification at the time of audit.

4. MANAGERIAL REMUNERATION :

1.	Mr. Nandkumar Harchandani	Rs. 10,00,000/-
2.	Ms. Archana D. Wani	Rs. 5,00,000/-

5. SEGMENT REPORTING :-

The Company serves to only one segment i.e. Development & Construction of Various Structures, which is governed by the same set of risk and returns.

6. RELATED PARTY DISCLOSURE :-

Related party Disclosures have been made as applicable in the Tax Audit Report & the Annexure thereto.

7. EARNING PER SHARE (EPS)

Divisible Profit for the year 2011-2012	Rs. 73,21822/-
No. of Equity Shares	10, 19,90,000
Earning Per Shares	Rs.3.68

8. In accordance with the provision of AS-22 the deferred tax liability for the year under audit has been made as per the provisions of AS-22 by ICAI.
9. Information required under Schedule VI to the Companies Act, 1956 has been given only to the extent applicable
10. Previous years figures are regrouped, reclassified and rearranged wherever required.

For SANJAY S. AGRAWAL & CO.
Chartered Accountants,
F.R NO.116200W

For and On Behalf of the Board

Sd/-
(Dhiraj M. Moryani)
Partner
M. No. 129877

Sd/-
CHAIRMAN

Place : Nagpur
Dated : 25/05/2012

LINKHOUSE INDUSTRIES LIMITED

REGD. OFF.: 1ST FLOOR B, POONAM CHAMBERS, BYRAMJI TOWN, CHHINDWARA ROAD, NAGPUR – 440 013. (M. S.)

**27TH ANNUAL GENERAL MEETING
ATTENDENCE SLIP**

Master Folio:	*	DP ID **	
No. Of Shares:		Client ID **	

I hereby record my presence at the 27th Annual General Meeting of the Company at the registered office of the Company at 1ST FLOOR B, POONAM CHAMBERS, BYRAMJI TOWN, CHHINDWARA ROAD, NAGPUR – 440 013 on Saturday, the 29th day of September, 2012 at 02:00 p.m. or any adjournment thereof.

I am a shareholder of the Company *
I am a Proxy/Authorized Representative of the shareholder(s)*

My name is _____
(Surname) (First Name) (Second Name)

* Please strike off any one, which is not applicable.
** Applicable for shareholders holding shares in electronic form.

Note: 1) Shareholder/Proxy wishing to attend the meeting must bring the Attendance Slip at the meeting and hand over the same at the entrance duly signed.

2) No gifts would be given to Shareholders for attending the AGM, as per SEBI instructions.
-----TEAR HERE-----

LINKHOUSE INDUSTRIES LIMITED

REGD. OFF.: 1ST FLOOR B, POONAM CHAMBERS, BYRAMJI TOWN, CHHINDWARA ROAD, NAGPUR – 440 013. (M. S.)

27TH ANNUAL GENERAL MEETING

PROXY

I / We _____ of _____ in the district of _____ being a member /members of LINKHOUSE INDUSTRIES LIMITED, hereby appoint _____ of _____ of failing him/her _____ as my /our proxy to attend and vote for me/us and on my/our behalf at the 27th ANNUAL GENERAL MEETING to be held on Saturday, the 29th day of September, 2011 at 02:00 p.m. or at any adjournment thereof.

Master Folio:	*	DP ID **	
No. Of Shares:		Client ID **	

Affix a Re. 1
Rs. Revenue
Stamp

(Signature)
Signed this _____ day of _____ 2012.

** Applicable for shareholders holding shares in electronic form.
Note: The Proxy must be deposited at the Registered Office of the Company at 1ST Floor B, Poonam Chambers, Byramji Town, Chhindwara Road, Nagpur – 440 013 not less than 48 hours before the time for holding the Meetings.