

25th
ANNUAL REPORT
2015-2016

LINCOLN PARENTERAL LIMITED

CORPORATE INFORMATION

[CIN : U24231GJ1991PLC015674]

BOARD OF DIRECTORS

Shri Anand A. Patel - Whole-time Director
Shri Iswarlal D. Patel - Director
Smt. Hansaben A. Patel - Director
Shri Bhagirath T. Patel - Director
Shri Mahesh M. Patel - Director
Shri Naresh P. Suthar - Director

COMPANY SECRETARY

Sanjoly Jalan

AUDIT COMMITTEE

Shri Mahesh M. Patel - Chairman
Shri Naresh P. Suthar - Member
Shri Anand A. Patel - Member

NOMINATION AND REMUNERATION COMMITTEE

Shri Bhagirath T. Patel - Member
Shri Mahesh M. Patel - Member
Shri Naresh P. Suthar - Member

AUDITOR

M/s. K. P. Sompura & Co.
Chartered Accountants

BANKER

I.C.I.C.I Bank Ltd.
State Bank of India

REGISTERED OFFICE

“LINCOLN HOUSE”
Behind Satyam Complex, Science City Road,
Sola, Ahmedabad-380060.
[CIN : U24231GJ1991PLC015674]
Email ID : info@lincolnpharma.com

PLANT

11, Trimul Estate, At. Khatraj, Ta-Kalol,
District : Gandhinagar, Gujarat.
Ph. : +91-2764-665000
Email ID : khatraj@lincolnpharma.com

LINCOLN PARENTERAL LIMITED

Regd. Office: "LINCOLN HOUSE", Behind Satyam Complex, Science City Road, Sola, Ahmedabad – 380060
CIN: U24231GJ1991PLC015674; E-Mail - info@lincolnpharma.com Ph: +91-79 6777 8000; Fax: +91-79-6777 8062

NOTICE

NOTICE is hereby given that the 25th Annual General Meeting of the members of **Lincoln Parenteral Limited** will be held on Friday, the 30th day of September, 2016 at 04.00 p.m. at the registered office of the Company at "LINCOLN HOUSE", Behind Satyam Complex, Science City Road, Sola, Ahmedabad-380060 to transact the following businesses:

ORDINARY BUSINESSES:

1. To receive, consider and adopt the Audited Financial Statements including Balance Sheet as on 31st March, 2016, Statement of Profit and Loss and Cash Flow Statement for the year ended on that date and the Report of the Directors and Auditors thereon.
2. To appoint a Director in place of Shri Anand A. Patel (holding DIN: 00103316), who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint a Director in place of Shri Bhagirath T. Patel (holding DIN: 00218155), who retires by rotation and being eligible offers himself for re-appointment.
4. To consider and if thought fit, to pass with or without modifications, the following resolution as an **ORDINARY RESOLUTION:**

RESOLVED THAT pursuant to the provisions of the section 139, 142 and other applicable provisions of the Companies Act, 2013 and The Companies (Audit & Auditors) Rules 2014, (including any statutory modification(s) or re-enactment thereof for the time being in force), M/s. K. P. Sompura & Co., Chartered Accountants, (Firm Reg. No. 131641W), be and are hereby appointed as the Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting to the conclusion of the next Annual General Meeting at such remuneration as may be decided by any Director of the Company.

SPECIAL BUSINESS:

5. To consider and if thought fit, to pass with or without modification(s), the following resolution as an **ORDINARY RESOLUTION:-**

RESOLVED THAT pursuant to provisions of section 148 (3) and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit & Auditor) Rules, 2014, payment of Remuneration of Rs. 55,000/- (Rupee Fifty Five Thousand only) p.a. plus out of pocket expense to M/s. Kiran J. Mehta & Co., Cost Accountants (Firm Reg. No.: 000025) Ahmedabad for conducting the audit of cost records related to the products manufactured by the Company for the Financial year ending on 31st March, 2017, be and is hereby approved and ratified.

NOTES:

- 1) 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 of the Company.

The Proxies in order to be valid must be delivered at the Registered Office of the Company not later than 48 hours before the commencement of the meeting. A person can act as the proxy on behalf of members not exceeding fifty and in aggregate not more than 10% of the total share capital of the Company. In case a proxy is proposed to be appointed by a Member holding more than ten percent of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other person or shareholder.

- 2) Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 is annexed hereto.
- 3) A Route Map showing the Directions to reach the venue of the 22nd Annual General Meeting is attached along with the notice as per the requirement of Secretarial Standards - 2 on General Meeting.
- 4) The details of Directors seeking Appointment/Re-appointment at the Annual General Meeting of the Company to be held on September 30, 2016 are furnished as annexure to this Notice.

Date : 30th May, 2016
Place : Ahmedabad

BY ORDER OF THE BOARD
FOR LINCOLN PARENTERAL LIMITED

REGISTERED OFFICE:

"LINCOLN HOUSE"
Behind Satyam Complex,
Science City Road, Sola,
Ahmedabad – 380060

(ANAND A. PATEL)
WHOLE-TIME DIRECTOR
(DIN: 00103316)

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

Item No: 5

The Board of Directors on the recommendation of the Audit Committee, appointed M/s. Kiran J. Mehta & Co., Cost Accountants (Firm Reg. No.: 000025), Ahmedabad to conduct the Cost Audit of the products manufactured by the Company for the Financial Year ending on 31st March, 2017.

As per the provisions of section 148(3) of the Act read with Rule 14 of The Companies (Audit & Auditors) Rules, 2014, the remuneration payable to the Cost Auditors is required to be ratified by the Members of the Company.

Accordingly, consent of the Members of the Company is sought for passing the Resolution and your Directors recommend passing of the proposed resolution.

None of the Directors or Key Managerial Personnel and/or their relatives, in any way, concerned or interested, financially or otherwise, in the proposed resolution.

Date : 30th May, 2016

Place : Ahmedabad

**BY ORDER OF THE BOARD
FOR LINCOLN PARENTERAL LIMITED**

REGISTERED OFFICE:

"LINCOLN HOUSE"
Behind Satyam Complex,
Science City Road, Sola,
Ahmedabad – 380060

**(ANAND A. PATEL)
WHOLE-TIME DIRECTOR
(DIN: 00103316)**

ANNEXURE TO NOTICE

INFORMATION TO SHAREHOLDERS

Details of the directors seeking Re-appointment in the forthcoming Annual General Meeting

1	Name of Director	Shri Anand A. Patel	Shri Bhagirath T. Patel
2	Date of Birth	07/05/1981	20/05/1954
3	Date of Appointment	01/07/2010	01/04/2005
4	Relationship with Directors	Shri Anand A. Patel is Son of Smt. Hansaben A. Patel	None
5	Qualifications	B. Com	B. Com
6	Expertise in functional area	Management, Operations	Management, Administrative
7	Board Membership in other Companies as on March 31, 2016	NIL	Karnavati Distributors Limited
8	Chairman/Member of the Committee of the Board of Directors in other Companies as on March 31, 2016	None	None
9	Number of Shares held in the Company as on March 31, 2016	NIL	NIL

Dear Members,

Your Directors have pleasure in presenting the 25th Annual Report together with the Audited Financial Statements and Auditors' report thereon for the year ended 31st March, 2016.

FINANCIAL RESULTS

During the year under review, your Company has earned Revenue from Operation of Rs. 10,995.12 Lac (previous year Rs. 6705.22 Lac) and earned Net Profit of Rs. 205.36 Lac (previous year net loss of Rs. 16.78 Lac) after providing depreciation and amortization expenses of Rs. 165.14 Lac (previous year Rs. 163.80 Lac), provision for current tax of Rs. 63.18 Lac (previous year Rs. 11.06 Lac), deferred tax liability of Rs. 32.30 Lac (previous year Rs. 27.45 Lac).

OPERATIONS/STATE OF THE COMPANY'S AFFAIRS

During the year under review the Company has registered the total income of Rs. 11,155.08 Lac as compared to previous year total income of Rs. 6877.21 Lac. The Company has made profit before tax of Rs. 300.84 Lac as compared to previous year of Rs. 55.29 Lac.

DIVIDEND AND TRANSFER TO RESERVES:

In order to conserve the resources, your directors do not recommend any payment of dividend for the year under review. Further the Company has not transferred any amount to reserves during the year.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

In accordance with the provisions of Section 152 of the Companies Act, 2013 and the Rules framed there under, Shri Anand A. Patel (DIN: 00103316), Whole Time Director and Shri Bhagirath T. Patel (DIN: 00218155), Director of the Company retire by rotation at the forth coming Annual General Meeting and being eligible, offer themselves for re-appointment. Your Directors recommend the passing of the proposed resolutions.

DECLARATION BY INDEPENDENT DIRECTORS

All Independent Directors have given declarations that they meet the criteria of independence as laid down under Section 149(6) of the Companies Act, 2013.

POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION

The Directors Appointment and Remuneration policy of the Company is provided as under:

Criteria determining the qualifications, positive attributes and independence of a Director and Policy for appointment and removal:**INDEPENDENT DIRECTORS:****• Qualifications of Independent Director:-**

An Independent director shall possess appropriate skills, experience and knowledge in one or more fields of medical, finance, law, management, sales, marketing, administration, research, corporate governance, operations or other disciplines related to the company's business.

• Positive attributes of Independent Directors:-

An independent director shall be a person of integrity, who possesses relevant expertise and experience and who shall uphold ethical standards of integrity and probity; act objectively and constructively; exercise his responsibilities in a bona-fide manner in the interest of the company; devote sufficient time and attention to his professional obligations for informed and balanced decision making; and assist the company in implementing the best corporate governance practices.

• Independence of Independent Directors:-

An Independent director should meet the requirements of Section 149, Schedule IV of the Companies Act, 2013.

OTHER DIRECTORS AND SENIOR MANAGEMENT

- i. The Nomination and Remuneration Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director or at Senior Management level and recommend to the Board his / her appointment.
- ii. A person should possess adequate qualification, expertise and experience for the position he / she is considered for appointment. The said Committee has discretion to decide whether qualification, expertise and experience possessed by a person is sufficient / satisfactory for the concerned position.

iii. The Company shall not appoint or continue the employment of any person as Whole-time Director who has attained the age of seventy years. Provided that the term of the person holding this position may be extended beyond the age of seventy years with the approval of shareholders by passing a special resolution based on the explanatory statement annexed to the notice for such motion indicating the justification for extension of appointment beyond seventy years. Moreover any person appointed shall not continue in the Company if the evaluation of his performance is not satisfactory to the said committee.

RATIONALE FOR REMUNERATION FRAMEWORK:

- i. **Internal Ratios:** The Compensation package for employees at levels lower than Executive Directors should be revised in the form of performance increments, structural improvements and Cost of Living Adjustments at regular intervals. This will lead to a compressing of the compensation differential between the lowest and highest levels of executive management.
- ii. **Compliance & Risk Parameters:** In view of company law regulations, the compliance roles of Executive Directors far outweigh that of any other level, and consequently the risk parameters associated with these jobs are of a significantly higher level as compared to the junior levels and accordingly the remuneration should be paid.

a. Remuneration Pattern:

EXECUTIVE DIRECTORS:

Structure: A summary of the structure set is as mentioned below:

Components	Item	Description	Policy
Base Salary	<ul style="list-style-type: none"> • Reflects the person’s experience, criticality of the role with the Company and the risk factor involved • 	<ul style="list-style-type: none"> • Consolidated Salary fixed for each financial year • This component is also used for paying retiral benefits • Paid on a monthly basis 	Normally positioned as the highest as compared to the other components.
Short-term incentive	<ul style="list-style-type: none"> • Based totally on the performance of the Director 	<ul style="list-style-type: none"> • Variable component of the remuneration package • Paid on an annually basis 	Determined by the Nomination and Remuneration Committee after year-end based on the evaluation of performance against the pre-determined financial and non-financial metrics
Long-term incentive	<ul style="list-style-type: none"> • Drive and reward delivery of sustained long-term performance 	<ul style="list-style-type: none"> • Variable long-term remuneration component. 	Determined by the Nomination and Remuneration Committee and distributed on the basis of time, level and performance
Retiral Benefits	<ul style="list-style-type: none"> • Provide for sustained contribution 	<ul style="list-style-type: none"> • Accrues depending on length on service. 	Paid post separation from the Company as per the Rules of the Provident Fund and Gratuity Acts

KEY MANAGEMENT PERSONNEL AND SENIOR MANAGEMENT AND OTHER EMPLOYEES:

- (1) “Senior Management” shall mean the personnel of the company who are members of its core management team excluding the Board of Directors including Functional Heads.
- (2) The remuneration package of the Key Management and Senior Management and Other Employees comprises of :
 - (a) **Fixed Remuneration:** This includes a Monthly Salary such as Consolidated Pay, Variable House Rent Allowance, Compensatory Allowance, Utility Allowance, Interest Subsidy on Housing Loans;
 - (b) **Annual Allowances:** This consists of Leave Travel Allowance, Medical Reimbursement and House Maintenance Allowance
 - (c) **Retirals:** This includes Provident Fund, Gratuity and Superannuation, if any.

LINCOLN PARENTERAL LIMITED

NON-EXECUTIVE DIRECTORS:

The Remuneration to the non-executive Directors should be determined as per the provisions of the Companies Act, 2013 and related rules framed there under. However the Nomination and Remuneration Committee may from time to time suggest the payment and revision in the same as and when necessary.

b. Remuneration Mix:

The total remuneration package is designed to provide an appropriate balance between fixed and variable components with focus on Performance Related Pay so that strong performance is incentivized but without encouraging excessive risk taking.

The Board has approved a policy for Directors Appointment and Remuneration in its meeting held during the year under review.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the provisions of Section 134(5) of the Companies Act, 2013 with respect to the Directors' responsibility Statement, the Directors Confirms that:

- I. in the preparation of annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures.
- II. they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the Profit of the Company for that period.
- III. they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- IV. they have prepared the annual financial statements ongoing concern basis.
- V. they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

BOARD MEETINGS AND COMMITTEE MEETINGS

During the year under review, the Board of Directors duly met 9 times and the details of attendance of directors / members are as follows:

Name of Director	Date of Board Meeting									Total No. of Meetings attended
	01/04/2015	07/04/2015	13/04/2015	16/04/2015	30/05/2015	30/06/2015	03/08/2015	04/11/2015	10/02/2016	
Shri Anand A. Patel	✓	✓	✓	✓	✓	✓	✓	✓	✓	9/9
Smt. Hansaben A. Patel	x	x	x	x	x	x	x	✓	✓	2/9
Shri Iswarlal D. Patel	✓	✓	✓	✓	✓	✓	x	x	x	6/9
Shri Bhagirath T. Patel	x	x	x	x	x	x	✓	✓	✓	3/9
Shri Mahesh M. Patel	✓	✓	✓	✓	✓	✓	✓	✓	✓	9/9
Shri Naresh P. Suthar	x	x	x	✓	✓	x	✓	✓	✓	5/9

Name of Director	Date of Audit Committee Meeting				Total No. of Meetings attended
	30/05/2015	03/08/2015	04/11/2015	10/02/2016	
Shri Anand A. Patel	✓	✓	✓	✓	4/4
Shri Mahesh M. Patel	✓	✓	✓	✓	4/4
Shri Naresh P. Suthar	✓	✓	✓	✓	4/4

Name of Director	Date of Nomination and Remuneration Committee Meeting		Total No. of Meetings attended
	30/05/2015	10/02/2016	
Shri Bhagirath T. Patel	x	✓	1/2
Shri Mahesh M. Patel	✓	✓	2/2
Shri Naresh P. Suthar	✓	✓	2/2

INTERNAL FINANCIAL CONTROL SYSTEMS AND ITS ADEQUACY

The Company has an Internal Financial Control System, commensurate with the size, scale and complexity of its operations.

MATERIAL CHANGES AFFECTING FINANCIAL POSITION OF THE COMPANY

No material changes or commitments, affecting the financial position of the Company have occurred between the end of the financial year of the company to which the financial statements relate and the date of the Board's Report.

DEPOSITS

The Company has not accepted any deposit within the meaning of Section 73 of the Companies Act, 2013 during the period under review.

LOANS, GUARANTEES & INVESTMENTS U/S. 186 OF THE COMPANIES ACT, 2013

The particulars of loan given, investment made and guarantee and security given by the Company (if any) during the financial year under review and governed by the provisions of Section 186 of the Companies Act, 2013 have been furnished in the Notes to the Financial Statements. The details of the Loans given during the year under review falling under Section 186 of the Companies Act, 2013 is also given below:

Sr. No.	Nature of Transaction (Loan, Investment & Guarantee)	Purpose for which Loan is proposed to be utilized by the Recipient	Amt. in Rs.
Unsecured Loan :			
1.	Tirupati Trade and Finance Company	For Business activities of the Company	181,593,819/-

CORPORATE SOCIAL RESPONSIBILITY

Your Company does not fall under the criteria mentioned in the provision of Section 135 of the Companies Act, 2013 ("the Act") read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, the constitution of CSR Committee is not applicable and accordingly the Company is not required to spend any amount in CSR Activity.

INSURANCE

The Company has taken adequate insurance to cover its assets.

RISK MANAGEMENT POLICY

The Management is regularly reviewing the risk and is taking appropriate steps to mitigate the risk. The company has in place the Risk Management policy. The Risk management Policy is designed to safeguard the organization from various risks through adequate and timely actions. It is designed to mitigate the risk in order to minimize the impact of the risk on the Business.

In the opinion of the Board there has been no identification of element of Risk that may threaten the existence of the Company.

CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

During the year under review, all transactions entered into with Related Parties as defined under the Companies Act, 2013, during the financial year were in the ordinary course of business and on an arm's length basis

The related party transactions entered into by the Company during the year under review are as reported in Form AOC-2 in "Annexure-I".

AUDITORS

- COST AUDITOR :** Pursuant to provisions of section 148 (3) and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit & Auditors) Rules, 2014, M/s. Kiran J. Mehta & Co., Cost Accountants, Ahmedabad, have been appointed to conduct cost audit for the year ending on 31st March, 2017.
- STATUTORY AUDITORS :** Pursuant to the provisions of section 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 and The Companies (Audit & Auditors) Rules, 2014, including any Statutory modification(s) or re-enactment(s) thereof for the time being in force, M/s. K. P. Sompura & Co., Chartered Accountants (Firm Reg. No. 131641W), Ahmedabad, statutory Auditors of the Company retires at the forthcoming Annual General Meeting and being eligible offers themselves for re-appointment from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting.

Your Board recommends their appointment as the statutory Auditors of the Company for the financial year 2016-17.

There were no qualifications, reservations or adverse remarks in the Audit Report of M/s. K. P. Sompura & Co. which required the comments of the management under Section 134 of the Companies Act, 2013.

LINCOLN PARENTERAL LIMITED
AUDIT COMMITTEE

The Audit Committee of the Company as on 31st March, 2016 consists of following Directors as its members:

- i. Shri Mahesh M. Patel – Chairman
- ii. Shri Anand A. Patel – Member
- iii. Shri Naresh P. Suthar – Member

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section 134(3) (m) of the Companies Act, 2013 read with Rule, 8 of The Companies (Accounts) Rules, 2014, is as given below:

(A) Conservation of energy-

(i) the steps taken or impact on conservation of energy;	In order to conserve resources, the Company has taken measures and applied control system to monitor day to day power consumption, to endeavor to ensure the optimal use of energy with minimum extent possible wastage as far as possible. There is no specific investment plan for energy conservation. On account of measures taken, it reduces the energy consumption.
(ii) the steps taken by the company for utilizing alternate sources of energy;	In addition to various initiatives around energy efficiencies, the Company has also focused on renewable sources of energy. Various steps taken for utilizing alternate sources of energy include installation of energy saving system for lights.
(iii) the capital investment on energy conservation equipments.	N.A.

(B) Technology absorption-

(i) the efforts made towards technology absorption;	There is no technology absorption and Company has not incurred any Research and development expenditure.
(ii) the benefits derived like product improvement, cost reduction, product development or import substitution	N.A.
(iii) in case of imported technology (imported during the last three years reckoned from the beginning of the financial year:-	
(a) the details of technology imported;	
(b) the year of import	
(c) whether the technology been fully absorbed	
(d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof;	
(iv) the expenditure incurred on Research and Development	

(C) Foreign Exchange Earning and Outgo:

- (i) Foreign Exchange Earning - NIL (Previous year NIL)
- (ii) Foreign Exchange Outgo - NIL (Previous year NIL)

DISCLOSURE UNDER RULE 5 (2) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

No employee of the Company is covered under the above rules and hence the Company is not required to report here.

INDUSTRIAL RELATIONS

The Company has maintained cordial relations with the employees of the Company throughout the year. The Directors wishes to place on record sincere appreciation for the services rendered by the employees of the Company during the year.

EXTRACT OF ANNUAL RETURN

Extract of the Annual Return for the financial year ended under review in the prescribed form MGT - 9, pursuant to provisions of Section 92(3) of the Companies Act, 2013 is annexed to this report as "**Annexure-II**".

SIGNIFICANT OR MATERIAL ORDER PASSED BY THE REGULATORS OR COURTS

As in the date of this report, there were no material significant orders passed by the regulators or courts or tribunals impacting the going concern of the Company.

ACKNOWLEDGMENT

The Board acknowledges with thanks the overall support extended by the shareholders, employees, suppliers, customers and other stakeholders.

**FOR AND ON BEHALF OF BOARD
FOR LINCOLN PARENTERAL LIMITED**

**Date : 30th May, 2016
Place : Ahmedabad.**

**(ANAND A. PATEL) (MAHESHBHAI M. PATEL)
WHOLE-TIME DIRECTOR DIRECTOR
(DIN: 00103316) (DIN: 00103239)**

FORM NO. AOC -2

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

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transaction under third proviso thereto.

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

All contracts/arrangements entered into by the Company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 are at arms' length basis.

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

(Rs. in Lac)

SN	Name of the related party	Nature of relationship	Nature of contracts/ arrangements/ transactions	Duration of contracts/ arrangements/ transactions	Salient features of arrangements/ transactions, including value, if any	Date(s) of approval by the Board	Amount paid as advances, if any
1	2	3	4	5	6	7	
1	Lincoln Pharmaceuticals Ltd.	Holding Company	Purchase of pharmaceutical products Sales of Raw-materials and pharmaceutical products	1 st April, 2015 to 31 st March, 2016	77.45 2034.99	As per Note*	NIL

Note: Appropriate approvals have been taken for related party transactions wherever required.

**FOR AND ON BEHALF OF BOARD
FOR LINCOLN PARENTERAL LIMITED**

Date : 30th May, 2016
Place : Ahmedabad.

(ANAND A. PATEL) (MAHESHBHAI M. PATEL)
WHOLE-TIME DIRECTOR DIRECTOR
(DIN: 00103316) (DIN: 00103239)

ANNEXURE 'II' TO DIRECTOR'S REPORT

FORM NO. MGT - 9

EXTRACT OF ANNUAL RETURN

As on the Financial Year ended on 31st March, 2016

[Pursuant to Section 92(3) of the Companies Act, 2013, and Rule 12(1) of the Companies (Management and Administration) Rules, 2014]

1. Registration and other details

CIN	U24231GJ1991PLC015674
Registration Date:	17 th May, 1991
Name of the Company:	Lincoln Parental Limited
Category / Sub-category of the Company:	Company Limited by Share
Registered Office Details:	"LINCOLN HOUSE", Behind Satyam Complex, Science City Road, Sola, Ahmedabad - 380060
Whether Listed Company:	No
Name, Address and contact details of RTI, if any:	No

2. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

SR. No.	Name and Description of main products	NIC Code of the Product/ service	% to total turnover of the company
1.	Pharmaceutical products	2423	100%

3. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No	NAME AND ADDRESS OF THE COMPANY	CIN	HOLDING/ SUBSIDIARY/ ASSOCIATES	% of shares held	Applicable Section
1.	Lincoln Pharmaceuticals Limited LINCOLN HOUSE, B/h. Satyam Complex, Science City Road, Sola Ahmedabad-380060.	L24230GJ1995PLC024288	Holding	98.58%	2(46)

4. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
g) Individual/ HUF	0	2,06,430	2,06,430	2.06%	0	56,430	56,430	0.56%	1.50%
h) Central Government	0	0	0	0	0	0	0	0	0
i) State Government (s)	0	0	0	0	0	0	0	0	0
j) Bodies Corp.	0	70,08,412	70,08,412	70.08%	0	98,58,450	98,58,450	98.58%	28.50%
k) Banks / FI	0	0	0	0	0	0	0	0	0
l) Any Other....	0	0	0	0	0	0	0	0	0
Sub-total (A) (1):-	0	72,14,842	72,14,842	72.14%	0	99,14,880	99,14,880	99.14%	27.00%

LINCOLN PARENTAL LIMITED

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
(2) Foreign									
a) NRIs - Individuals	0	0	0	0	0	0	0	0	0
b) Other -Individuals	0	0	0	0	0	0	0	0	0
c) Bodies Corp.	0	0	0	0	0	0	0	0	0
d) Banks / FI	0	0	0	0	0	0	0	0	0
e) Any Other....	0	0	0	0	0	0	0	0	0
Sub-total (A) (2):-	0	0	0	0	0	0	0	0	0
Total shareholding of Promoter (A) = (A)(1)+(A)(2)	0	72,14,842	72,14,842	72.14%	0	99,14,880	99,14,880	99.14%	27.00%
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	0	0	0	0	0	0	0	0	0
b) Banks / FI	0	0	0	0	0	0	0	0	0
c) Central Govt	0	0	0	0	0	0	0	0	0
d) State Govt(s)	0	0	0	0	0	0	0	0	0
e) Venture Capital Funds	0	0	0	0	0	0	0	0	0
f) Insurance Companies	0	0	0	0	0	0	0	0	0
g) FIIs	0	0	0	0	0	0	0	0	0
h) Foreign Venture Capital funds	0	0	0	0	0	0	0	0	0
i) Others (specify)	0	0	0	0	0	0	0	0	0
Sub-total(B)(1):-	0	0	0	0	0	0	0	0	0
2. Non- Institutions									
a) Bodies Corp.									
i) Indian	0	0	0	0	0	0	0	0	0
ii) Overseas	0	0	0	0	0	0	0	0	0
b) Individuals									
i) Individual shareholders holding nominal share capital upto ₹ 1 lakh	0	0	0	0	0	0	0	0	0
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	0	27,85,158	27,85,158	27.86%	0	85,120	85,120	0.86%	27.00%
c) Others									
a) NRI	0	0	0	0	0	0	0	0	0
b) Clearing Member	0	0	0	0	0	0	0	0	0
c) Trust	0	0	0	0	0	0	0	0	0
Sub-total (B)(2):-	0	27,85,158	27,85,158	27.86%	0	85,120	85,120	0.86%	27.00%
Total Public Shareholding (B)=(B)(1)+ (B)(2)	0	1,00,00,000	1,00,00,000	100.00%	0	1,00,00,000	1,00,00,000	100.00%	0.00%
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	0	1,00,00,000	1,00,00,000	100%	0	1,00,00,000	1,00,00,000	100%	

ii) Shareholding of Promoters

Sr No	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged/encumbered to total shares	
1.	Lincoln Pharmaceuticals Ltd.	70,08,412	70.08%	NIL	98,58,450	98.58%	NIL	28.50%
2.	Shri Pursottamdas D. Patel	28,880	0.29%	NIL	28,880	0.29%	NIL	NIL
3.	Shri Somabhai D. Patel	27,550	0.28%	NIL	27,550	0.28%	NIL	NIL
4.	Smt. Hansaben A. Patel	50,000	0.50%	NIL	NIL	NIL	NIL	0.50%
5.	Shri Arvindbhai G. Patel	50,000	0.50%	NIL	NIL	NIL	NIL	0.50%
6.	Shri Anand A. Patel	50,000	0.50%	NIL	NIL	NIL	NIL	0.50%
7.	Shri Hasmukhbhai I. Patel	NIL	NIL	NIL	NIL	NIL	NIL	NIL
8.	Shri Yogeshbhai I. Patel	NIL	NIL	NIL	NIL	NIL	NIL	NIL
9.	Shri Iswarlal D. Patel	NIL	NIL	NIL	NIL	NIL	NIL	NIL
10.	Shri Amar A. Patel	NIL	NIL	NIL	NIL	NIL	NIL	NIL
	TOTAL	72,14,842	72.14%	NIL	99,14,880	99.14%	NIL	27.00%

iii) Change in Promoters' Shareholding (please specify, if there is no change)

Sr. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Lincoln Pharmaceuticals Limited				
	At the beginning of the year	70,08,412	70.08%	70,08,412	70.08%
	Date wise changes during the year				
	30 th June, 2015 – Purchase	28,50,038	28.50%	98,58,450	98.58%
	At the End of the year	98,58,450	98.58%	98,58,450	98.58%
2.	Shri Purusottamdas D. Patel				
	At the beginning of the year	28,880	0.29%	28,880	0.29%
	Date wise changes during the year		NIL		
	At the End of the year	28,880	0.29%	28,880	0.29%
3.	Shri Somabhai D. Patel				
	At the beginning of the year	27,550	0.28%	27,550	0.28%
	Date wise changes during the year		NIL		
	At the End of the year	27,550	0.28%	27,550	0.28%
4.	Smt. Hansaben A. Patel				
	At the beginning of the year	50,000	0.50%	50,000	0.50%
	Date wise changes during the year				
	1 st April, 2015 – Sale	50,000	0.50%	0	0.00%
	At the End of the year	0	0.00%	0	0.00%
5.	Shri Arvindbhai G. Patel				
	At the beginning of the year	50,000	0.50%	50,000	0.50%
	Date wise changes during the year				
	1 st April, 2015 – Sale	50,000	0.50%	0	0.00%
	At the End of the year	0	0.00%	0	0.00%

LINCOLN PARENTERAL LIMITED

Sr. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
6.	Shri Anand A. Patel				
	At the beginning of the year	50,000	0.50%	50,000	0.50%
	Date wise changes during the year				
	1 st April, 2015 – Sale	50,000	0.50%	0	0.00%
	At the End of the year	0	0.00%	0	0.00%
7.	Shri Hasmukhbhai I. Patel				
	At the beginning of the year	Nil	Nil	Nil	Nil
	Date wise changes during the year	Nil	Nil	Nil	Nil
	At the End of the year	Nil	Nil	Nil	Nil
8.	Shri Yogeshbhai I. Patel				
	At the beginning of the year	Nil	Nil	Nil	Nil
	Date wise changes during the year	Nil	Nil	Nil	Nil
	At the End of the year	Nil	Nil	Nil	Nil
9.	Shri Iswarlal D. Patel				
	At the beginning of the year	Nil	Nil	Nil	Nil
	Date wise changes during the year	Nil	Nil	Nil	Nil
	At the End of the year	Nil	Nil	Nil	Nil
10.	Shri Amar A. Patel				
	At the beginning of the year	Nil	Nil	Nil	Nil
	Date wise changes during the year	Nil	Nil	Nil	Nil
	At the End of the year	Nil	Nil	Nil	Nil

iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sr. No.		Shareholding at the beginning of the year		Shareholding at the end of the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	For Each of the Top 10 Shareholders				
1	Shri Bharatbhai S. Patel	19,000	0.19%	19,000	0.19%
2	Smt. Vidyaben S. Patel	28,120	0.28%	28,120	0.28%
3	Shri Kiritbhai S. Patel	19,000	0.19%	19,000	0.19%
4	Shri Kalpeshbhai S. Patel	19,000	0.19%	19,000	0.19%

v) **Shareholding of Directors and Key Managerial Personnel:**

Sr. No.	For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Shri Anand A. Patel				
	At the beginning of the year	50,000	0.50%	50,000	0.50%
	Date wise changes during the year				
	1 st April, 2015 – Sale	50,000	0.50%	0	0.00%
	At the End of the year	0	0.00%	0	0.00%
2.	Smt. Hansaben A. Patel				
	At the beginning of the year	50,000	0.50%	50,000	0.50%
	Date wise changes during the year				
	1 st April, 2015 – Sale	50,000	0.50%	0	0.00%
	At the End of the year	0	0.00%	0	0.00%
3.	Shri BhagirathT. Patel				
	At the beginning of the year	Nil	Nil	Nil	Nil
	Date wise changes during the year		Nil		
	At the End of the year	Nil	Nil	Nil	Nil
4.	Shri Iswarlal D. Patel				
	At the beginning of the year	Nil	Nil	Nil	Nil
	Date wise changes during the year		Nil		
	At the End of the year	Nil	Nil	Nil	Nil
5.	Shri Mahesh M. Patel				
	At the beginning of the year	Nil	Nil	Nil	Nil
	Date wise changes during the year		Nil		
	At the End of the year	Nil	Nil	Nil	Nil
6.	Shri Naresh P. Suthar				
	At the beginning of the year	Nil	Nil	Nil	Nil
	Date wise changes during the year		Nil		
	At the End of the year	Nil	Nil	Nil	Nil
7.	Sanjoly Jalan				
	At the beginning of the year	Nil	Nil	Nil	Nil
	Date wise changes during the year		Nil		
	At the End of the year	Nil	Nil	Nil	Nil

LINCOLN PARENTERAL LIMITED
5. INDEBTEDNESS
Indebtedness of the Company including interest outstanding/accrued but not due for payment

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	18,06,93,401	Nil	Nil	18,06,93,401
ii) Interest due but not paid	Nil	Nil	Nil	Nil
iii) Interest accrued but not due	Nil	Nil	Nil	Nil
Total (i+ii+iii)	18,06,93,401	Nil	Nil	18,06,93,401
Change in Indebtedness during the financial year				
• Addition	Nil	Nil	Nil	Nil
• Reduction	53,06,141	Nil	Nil	53,06,141
Net Change - Addition/ (Reduction)	(53,06,141)	Nil	Nil	(53,06,141)
Indebtedness at the end of the financial year				
i) Principal Amount	17,53,87,260	Nil	Nil	17,53,87,260
ii) Interest due but not paid	Nil	Nil	Nil	Nil
iii) Interest accrued but not due	Nil	Nil	Nil	Nil
Total (i+ii+iii)	17,53,87,260	Nil	Nil	17,53,87,260

6. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL.
A. REMUNERATION TO MANAGING DIRECTOR, WHOLE-TIME DIRECTORS AND/OR MANAGER :

Sr. No.	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount
		Anand A. Patel - WTD	
1.	Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act,1961	8,00,000	8,00,000
	(b) Value of perquisites u/s17(2) Income-tax Act,1961	25,862	25,862
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	Nil	Nil
2.	Stock Option	Nil	Nil
3.	Sweat Equity	Nil	Nil
4.	Commission- as % of profit- others specify	Nil	Nil
5.	Others, please specify	Nil	Nil
	Total (A)	8,25,862	8,25,862
	Ceiling as per the Act	42,00,000	42,00,000

B. REMUNERATION TO OTHER DIRECTORS :

SN	Particulars of Remuneration	Name of Directors					TotalAmount
		Mahesh M. Patel	Hansaben A. Patel	Bhagirath T. Patel	Iswarlal D. Patel	Naresh P. Suthar	
1	Independent Directors						
	fees for attending the Board / Committee meeting	Nil	Nil	Nil	Nil	Nil	Nil
	Commission	Nil	Nil	Nil	Nil	Nil	Nil
	Others, please specify	Nil	Nil	Nil	Nil	Nil	Nil
2	Non-executive Directors						
	fees for attending the Board / Committee meeting	Nil	Nil	Nil	Nil	Nil	Nil
	Commission	Nil	Nil	Nil	Nil	Nil	Nil
	Others, please specify	Nil	Nil	Nil	Nil	Nil	Nil
	Total (A)	Nil	Nil	Nil	Nil	Nil	Nil
	Ceiling as per the Act	Nil	Nil	Nil	Nil	Nil	Nil

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

SN	Particulars of Remuneration	Key Managerial Personnel			Total
		CEO	Company Secretary	CFO	
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	Nil	1,15,752	Nil	1,15,752
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	Nil	Nil	Nil	Nil
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	Nil	Nil	Nil	Nil
2	Stock Option	Nil	Nil	Nil	Nil
3	Sweat Equity	Nil	Nil	Nil	Nil
4	Commission				
	- as % of profit	Nil	Nil	Nil	Nil
	- others, specify...	Nil	Nil	Nil	Nil
5	Others, please specify	Nil	Nil	Nil	Nil
	Total	Nil	1,15,752	Nil	1,15,752

LINCOLN PARENTERAL LIMITED**7. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES:**

Type	Section of the Companies Act	Brief Description	Details of penalty/ punishment/ compounding fees imposed	Authority [RD/ NCLT/ COURT]	Appeal made if any (give details)
A. COMPANY					
Penalty			NONE		
Punishment			NONE		
Compounding			NONE		
B. DIRECTORS					
Penalty			NONE		
Punishment			NONE		
Compounding			NONE		
C. OTHER OFFICERS IN DEFAULT					
Penalty			NONE		
Punishment			NONE		
Compounding			NONE		

FOR AND ON BEHALF OF BOARD
FOR LINCOLN PARENTERAL LIMITED

Date : 30th May, 2016
Place : Ahmedabad.

(ANAND A. PATEL) (MAHESHBHAI M. PATEL)
WHOLE-TIME DIRECTOR DIRECTOR
(DIN: 00103316) (DIN: 00103239)

AUDITORS' REPORT

To
The Members of
Lincoln Parenteral Limited

1. Report on the Financial Statements

We have audited the accompanying financial statements of **Lincoln Parenteral Limited** ("the Company"), which comprise the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

2. Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

3. Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

4. Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2016, and its profit and its cash flows for the year ended on that date.

5. Report on Other Legal and Regulatory Requirements

- i. As required by "the companies (Auditor's Report) Order 2015" issued by the Central Government of India in term of sub section (11) of section 143 of the Act (hereinafter referred to as the "Order") and on the basis of such checks of the books and records of the company as we considered appropriate and according to the information and explanations given to us we give in an annexure the statement on the matter specified in the paragraph 3 and 4 of the order.
- ii. As required by Section 143 (3) of the Act, we report that:

LINCOLN PARENTERAL LIMITED

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements
 - ii. The Company does did have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the company during the financial year

FOR K. P. SOMPURA & COMPANY
CHARTERED ACCOUNTANTS
(FRN 131641W)

(K. P. SOMPURA)
PROPRIETOR
(Membership No. 045155)

Place : Ahmedabad
Date : 30/05/2016

ANNEXURE TO THE INDEPENDENT AUDITORS REPORT

Refer to the Paragraph 9 of the independent auditor's report of even date to the members of **Lincoln Parenteral Limited**. On the financial statements for the year ended on 31st March 2016.

1. Fixed Asset

- i. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed asset.
- ii. The fixed assets have been physically verified by the management at reasonable intervals; No material discrepancies were noticed on such verification.

2. Inventory

- i. Physical verification of inventory has been conducted at reasonable intervals by the management.
- ii. In our opinion and according to the information and explanation given to us, the procedures of the physical verification followed by the management are reasonable and adequate in relation to the size of the company and nature of its business.
- iii. On the basis of our examination of the inventory records, in our opinion, the company is maintaining proper records of inventory. The discrepancies noticed on physical verification were not material.

3. Unsecured Loan

The company has not granted any loans to companies, covered in the register maintained under section 189 of the Companies Act.

4. Internal Controls

In our opinion and according to the information and explanations given to us, there is adequate internal control system which commensurate with the size of the company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods & services. We neither have come across nor are we informed of any continuing failure to correct major weakness in the internal control.

5. Acceptance of Depots

The company has not accepted any deposit from the public within the meaning of section 73 to section 76 of the act and the rules made there under during the period under audit.

6. Costing Records

We have broadly reviewed the cost record maintained by the company under the maintenance of cost records rules specified by the Central Government under sub section (1) of section 148 of the Act, as we are of the opinion that, prima facie, the prescribed cost records have been made and maintained.

7. Statutory dues

- i. The company is regular in depositing undisputed statutory dues including sales-tax, duty of customs, duty of excise, value added tax. The company is also regular except in some cases, in depositing provident fund, employees' state insurance and any other statutory dues, TDS, wealth tax and service tax with the appropriate authorities.
- ii. According to the information and explanation given to us and as per the records of the company examined by us, there are no disputed dues which are not deposited of income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax etc.
- iii. There is no amount required to be transferred to investor education and protection fund in accordance with the relevant provisions of the Act.

8. Cash Losses

The company has no accumulated losses at the end of the financial year and it has not incurred cash losses in this financial year and in the immediately preceding financial year.

9. Default in Repayments

In our opinion and according to the information and explanation given to us, the company has not defaulted in repayment of dues to a bank or financial institution. The company has not issued any debenture.

10. Guarantee for loans taken by others

The company has not given any guarantee on the loan taken by others from banks and financial institutions.

11. Application of term loan

The company has not obtained any term loan during the financial year.

12. Fraud

During the course of our examination of the books 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 to any material fraud on or by the company nor we are informed of any such cases by the management.

FOR K. P. SOMPURA & COMPANY
CHARTERED ACCOUNTANTS
(FRN 131641W)

(K. P. SOMPURA)
PROPRIETOR
(Membership No. 045155)

Place : Ahmedabad
Date : 30/05/2016

BALANCE SHEET AS AT 31ST MARCH, 2016

Particulars	Note No.	As at 31-Mar-2016 ₹	As at 31-Mar-2015 ₹
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	1	100,000,000	100,000,000
(b) Reserves and surplus	2	19,724,399	- 811,284
2 Non-current liabilities			
(a) Long-term borrowings	3	364,535,751	290,443,424
(b) Deferred tax liabilities (Net)		19,101,046	15,870,590
3 Current liabilities			
(a) Short-term borrowings	4	25,621,509	30,249,977
(b) Trade Payable		63,256,433	318,956,953
(c) Other current liabilities	5	16,045,137	8,498,141
TOTAL		608,284,274	763,207,802
II. ASSETS			
1 Non-current assets			
(a) Fixed assets	6		
(a) Tangible assets		260,840,214	275,153,619
(b) Capital work-in-progress		—	—
(b) Non-current investments	7	22,400	22,400
(c) Long-term loans and advances	8	182,337,819	1,745,975
2 Current assets			
(a) Inventories	9	28,140,169	25,336,012
(b) Trade receivables	10	53,684,628	359,333,781
(c) Cash and Bank Balances	11		
Cash and Cash equivalents		1,815,870	2,781,742
Other Bank Balances		70,682,076	49,194,788
(d) Short-term loans and advances	12	10,761,098	49,639,484
TOTAL		608,284,274	763,207,802

As per our report of even date
For K.P. Sompura & Co.
Chartered Accountants
FR No. 131641W

(K.P. Sompura)
Proprietor
Mem No. 045155

Date : 30.05.2016
Place : Ahmedabad

Sanjoly Jalan
Company Secretary

For and on behalf of the Board of Directors of
Lincoln Parenteral Limited

Anand A. Patel - *Whole-time Director*

Maheshbhai M. Patel - *Director*

Date : 30.05.2016
Place : Ahmedabad

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED ON 31ST MARCH, 2016

Particulars	Refer Note No.	For the year ended on 31-Mar-2016 ₹	For the year ended on 31-Mar-2015 ₹
Revenue from operations	13	1,099,511,817	670,522,322
Other income	14	15,996,656	17,198,203
Total Revenue		1,115,508,473	687,720,525
Cost of materials consumed	15	169,954,063	122,022,628
Purchases of Stock-in-Trade	16	773,806,159	452,366,487
Changes in inventories of finished goods WIP and Stock-in-Trade	17	- 565,966	7,705,808
Employee benefits expense	18	20,967,102	20,154,573
Finance costs	19	49,546,061	20,298,461
Depreciation and amortization expense	6	16,513,818	16,379,756
Other expenses	20	55,203,518	43,263,899
Total expenses		1,085,424,754	682,191,612
Profit before tax		30,083,719	5,528,913
Tax expense:			
Current tax		6,317,581	1,106,000
Deferred tax		3,230,456	2,744,867
Total Tax Expense		9,548,037	3,850,867
Profit (Loss) for the period		20,535,682	1,678,046
Earnings per equity share:	21(b)		
Basic		2.05	0.17
Diluted		2.05	0.17

As per our report of even date
For K.P. Sompura & Co.
Chartered Accountants
FR No. 131641W

(K.P. Sompura)
Proprietor
Mem No. 045155

Date : 30.05.2016
Place : Ahmedabad

Sanjoly Jalan
Company Secretary

For and on behalf of the Board of Directors of
Lincoln Parenteral Limited

Anand A. Patel - Whole-time Director

Maheshbhai M. Patel - Director

Date : 30.05.2016
Place : Ahmedabad

LINCOLN PARENTERAL LIMITED
CASH FLOWS STATEMENT FOR THE YEAR ENDED ON 31ST MARCH, 2016

Particulars	For the year ended on 31-Mar-2016 ₹	For the year ended on 31-Mar-2015 ₹
Cash flow from Operations		
Net Profit Before Tax & Extra-Ordinary Items.	30,083,719	5,528,913
Adjustments to reconcile net income to net cash provided by operating activities		
Depreciation & Amortization	16,513,818	16,379,756
Bad Debts Written Off/ Sundry Balance Written off	0	
Provision For Diminution In value of Investments	0	4,000,000
Profit on sale of fixed assets	-144,069	0
Expenses Reported under other activity head	49,546,061	20,273,059
Income Reported under other activity head	-10,981,802	-9,186,476
Cash flow from Operating Activities before Working Capital Changes	85,017,728	36,995,252
Changes in current assets & current liability		
Increase/ (Decrease) in Current Liability	-250,814,393	172,443,689
(Increase)/ Decrease in Current Assets	302,844,996	-204,863,189
(Increase)/ Decrease in Loans & Advances Given	-135,613,458	149,171,401
Net cash from operating activities of Continuing operations	1,434,872	153,747,153
Tax Paid	3,656,712	0
Net cash from operations- (A)	-2,221,840	153,747,153
Cash flow from Investing Activities		
Payments for property & equipments ⁹⁹	-62,056,344	-2,112,478
Other Investment	-17,266,396	-23,018,657
Interest Received	660,910	0
Net cash from Investing Activities- (B)	-18,661,830	-25,131,134
Cash flow from Financing Activities		
Increase/ (Decrease) in Borrowings	69,463,859	-111,613,149
Interest Paid	-49,546,061	-17,216,033
Net cash from Financing Activities-(C)	19,917,797	-128,829,182
Net Increase / (decrease) in cash & cash equivalents- A+B+C	-965,872	-213,164
Cash & cash equivalents at the beginning of the year	2,781,742	2,994,906
Cash & cash equivalents at the end of the year	1,815,870	2,781,742
Net Increase / (decrease) in cash & cash equivalents	-965,872	-213,164
Notes to Cash Flow Statements		
1 All Figures with negative sign are outflows.		
2 Cash and Cash Equivalents included in Cash Flow Statement comprise of Following Balance Sheet Amount		
Cash & Bank Balances		
Balances With Banks	817,805	1,982,323
Cash On Hand	998,065	799,419
Cash & Cash Equivalent As Restated in Cash Flow Statement	1,815,870	2,781,742

As per our report of even date

For K.P. Sompura & Co.
Chartered Accountants

FR No. 131641W

 For and on behalf of the Board of Directors of
Lincoln Parenteral Limited
Anand A. Patel - *Whole-time Director*
(K. P. Sompura)
Proprietor

Mem No. 045155

Date : 30.05.2016

Place : Ahmedabad

Sanjoly Jalan
 Company Secretary

Maheshbhai M. Patel - *Director*

Date : 30.05.2016

Place: Ahmedabad

Statement of significant accounting policies

1. Basis of Preparation:

These financial statements are prepared on accrual basis of accounting, following historical cost convention, in accordance with the provisions of the Companies Act, 2013 ('the Act'), accounting principles generally accepted in India and comply with the accounting standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

2. Presentation and disclosure of financial statements

The accounts are presented in accordance with the revised Schedule III notified under the Act.

3. Use of estimates:

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual result and estimates are recognized in the period in which the results are known / materialized.

4. Fixed assets

Tangible Fixed Assets

Tangible fixed assets are stated at historical cost less accumulated depreciation. Cost comprises purchase price, duties, levies and other directly attributable expenses of bringing the asset to its working condition for the intended use. Borrowing costs directly attributable to acquisition or construction of those tangible fixed assets, which necessarily take a substantial period of time to get ready for their intended use, are capitalized. Advances paid towards acquisition of fixed assets and the cost of assets acquired but not ready for use as at the balance sheet date are disclosed under capital work-in-progress.

5. Depreciation

Depreciation on fixed assets is provided on straight line method at the rates derived based on the life specified under Schedule II to the Companies Act, 2013. In respect of fixed assets purchased during the period, depreciation is provided on a pro-rata basis from the date on which such asset is ready to be put to use.

Individual assets costing less than Rs.5,000 are fully depreciated in the year of capitalization.

6. Leases

Finance leases, which effectively transfer to the company substantially all the risks and benefits incidental to ownership of the leased item, are capitalised at the inception of the lease term at the lower of the fair value of the leased property and present value of minimum lease payments. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognised as finance costs in the Statement of Profit and Loss. Lease management fees, legal charges and other initial direct costs of lease are capitalized.

A leased asset is depreciated on straight-line basis over the useful life of the asset or the useful life prescribed in Schedule II to the Act, whichever is shorter. However, if there is no reasonable certainty that the company will obtain ownership by the end of the lease term, the leased asset is depreciated on straight-line basis over the shorter of the estimated useful life of the asset, the lease term or the useful life prescribed in Schedule II to the Act.

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognised as an expense in the Statement of Profit and Loss on a straight-line basis over the lease term. These agreements are cancellable by giving a short notice by either of the parties to the agreement. There are no subleases. There are no restrictions imposed by lease agreement/arrangements.

7. Inventories:

Raw Materials, Containers, Stores and Spares

Raw materials, packing materials, stores, spares and consumables are valued at lower of cost (net of refundable taxes and duties) or net realizable value. The cost of these items of inventory are determined on FIFO basis and comprises of cost of purchase and other incidental costs incurred to bring the inventories to their present location and condition.

Finished Goods and Work-in-progress

Work in progress and finished goods are valued at lower of cost or net realizable value. The cost of work in process and finished goods includes cost of conversion and other costs incurred to bring the inventories to their present location and condition.

LINCOLN PARENTERAL LIMITED

Traded Goods

Traded Goods are valued at lower of cost and net realizable value. Cost is determined on FIFO basis. Excise Duty in respect of finished goods lying in factory premises are provided for and included in valuation of inventory in case of non Export Items.

8. Employee benefits

Short-term employee benefits are recognized as an expense in the profit and loss account of the year in which the related service is rendered. Cost of post employment benefits relating to Defined Contribution Plans such as contribution to Provident Fund employee pension fund etc are recognized as an expense in the profit and loss account of the year in which the related service is rendered. The Company has Defined Benefit Plan for post employment benefits in the form of Gratuity for all employees administered through trust, funded with Life Insurance Corporation of India. Liability for the this Defined Benefit Plans is provided on the basis of actuarial valuation, as at the balance sheet date, carried out by independent actuary. The actuarial method used for measuring the liability is the Projected Unit Credit Method. The actuarial gains and losses arising during the year are recognized in the Profit & Loss Account for the year

9. Revenue Recognition:

Revenue from sale of goods is recognised on transfer of all significant risks and rewards of ownership to the buyer. Sales are stated net of excise duty, sales tax and trade discounts.

Interest on deployment of surplus funds is recognized using the time-proportion method, based on interest rates implicit in the transaction based on reasonable certainty of receipt.

Interest on advances is recognized when the ultimate collection is not uncertain.

Dividend income is recognized when the right to receive dividend is established.

10. Taxation

Income tax expense comprises current tax expense and deferred tax expense/credit.

Current tax

Provision for current tax is calculated in accordance with the provisions of the Income-Tax Act, 1961 and is made annually based on the tax liability computed after considering tax allowances and exemptions. Assets and liabilities representing current tax are disclosed on a net basis when there is a legally enforceable right to set off and where the management intends to settle the asset and liability on a net basis.

Deferred tax

Deferred tax liability or asset is recognised for timing differences between the profits/losses offered for income taxes and profits/losses as per the financial statements. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised only to the extent there is a reasonable certainty that the assets can be realised in future; however where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is a virtual certainty of realisation of such assets. Deferred tax assets are reviewed as at each balance sheet date and written down or written-up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realised.

11. Investment

Current investments are carried at the lower of cost and fair value computed category wise. Long term investments are stated at cost. Provision for diminution in the value of long term investments is made, only if, in the opinion of the management, such a decline is regarded as being other than temporary.

12. Earnings per share ('EPS')

Basic EPS is computed using the weighted average number of equity shares outstanding during the year. Diluted EPS is computed using the weighted average number of equity and dilutive equity equivalent shares outstanding during the year except where the results would be anti dilutive. The number of equity shares is adjusted for any share splits and bonus shares issued effected prior to the approval of the financial statements by the Board of Directors.

13. Contingencies and provisions

The Company creates a provision when there is 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. When 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.

14. Foreign currency transactions

Foreign currency transactions are recorded at exchange rates prevailing on the date of the transaction. The difference between the actual rate of settlement and the rate on the date of the transaction is charged or credited to profit and loss account. In respect of monetary current assets and liabilities denominated in foreign currencies the overall net gain or loss, if any, on conversion at the exchange rates prevailing on the date of the balance sheet is charged to revenue.

15. Segment Reporting

The Company's operating businesses are organized and managed separately according to the nature of products, with each segment representing a strategic business unit that offers different products and serves different markets. The analysis of geographical segments is based on the geographical location of the customers.

16. Cash Flow Statement

The Cash Flow Statement is prepared by the indirect method set out in Accounting Standard 3 on Cash Flow Statement and presents the cash flows by operating, investing and financing activities of the Company. Cash and cash equivalents presented in the cash flow statement consist of cash on hand and short-term investments with an original maturity of three months or less.

1) Share Capital

a. Details of Share Capital

Share Capital	As at 31-Mar-2016		As at 31-Mar-2015	
	Number	₹	Number	₹
Authorized				
Equity Shares				
Equity Share of Rs. 10 Each	12,000,000	120,000,000	12,000,000	120,000,000
	12,000,000	120,000,000	12,000,000	120,000,000
Issued, Subscribed & Paid up				
Equity Shares				
Equity Share of Rs. 10 Each	10,000,000	100,000,000	10,000,000	100,000,000
Total	10,000,000	100,000,000	10,000,000	100,000,000

b. Statement of Reconciliation of number of share at the beginning and at the end of the financial year.

Particulars	As at 31-Mar-2016		As at 31-Mar-2015	
	Number	₹	Number	₹
Shares outstanding at the beginning of the year	10,000,000	100,000,000	10,000,000	100,000,000
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	10,000,000	100,000,000	10,000,000	100,000,000

c. Share holding details of the company As at 31-Mar-2016 and name of persons holding more than 5% shares.

Name of Shareholder/Company	No. of Shares held	
	As at 31-Mar-2016	As at 31-Mar-2015
Share held by Holding and ultimate holding Company		
Lincoln Pharmaceuticals Limited	9,858,450	7,008,412
	9,858,450	7,008,412
Names of person holding more than 5% shares		
Mahendra G Patel	—	500,000
Mahendra G Patel (HUF)	—	500,000
Total	—	1,000,000

d. Rights, preferences and restrictions attached to shares:

Equity Shares :

The Company has one class of equity shares having a par value of ₹ 10/- each. Each shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their share holding.

2) Reserves & Surplus

Reserves & Surplus	As at 31-Mar-2016 ₹	As at 31-Mar-2015 ₹
Capital Reserves		
Opening Balance	151,023	151,023
Closing Balance	151,023	151,023
General Reserve		
Opening Balance	8,250,000	8,250,000
(+) Current Year Transfer	—	—
Closing Balance	8,250,000	8,250,000
Surplus		
Opening balance	- 9,212,307	- 10,890,353
(+) Net Profit/(Net Loss) For the current year	20,535,682	1,678,046
Closing Balance	11,323,376	- 9,212,307
Total	19,724,399	- 811,284

3) Long term borrowings

a. Secured Long term Borrowings

Long Term Borrowings	As at 31-Mar-2016 ₹	As at 31-Mar-2015 ₹
Term loans		
from banks	149,765,751	150,443,424
From Others	—	—
Secured Long Term Borrowings	149,765,751	150,443,424

Term loan availed from icici bank secured by way of first charges on entire fixed assets of the company, both present and future , ranking paripassu with icici bank limited, india. First charges by way of equitable Mortgage of factory land at khatrej ranking pari passu with icici bank STd, India and owned by the company. Corporate guarantee of lincoln pharmaceuticals limited. Pledge of share 0.8 million of shares of lincoln pharmaceuticals limited and personal guarantee of two directors of the company as well as three directors of lincoln pharmaceutials limited.

b. Unsecured Long term Borrowings

Long Term Borrowings	As at 31-Mar-2016 ₹	As at 31-Mar-2015 ₹
Loans and advances from related parties	—	—
Inter Corporate Deposits	214,770,000	140,000,000
Other loans and advances (specify nature)	—	—
Unsecured Long Term Borrowings	214,770,000	140,000,000
Total	364,535,751	290,443,424

4) SHORT-TERM BORROWINGS

Other Current Liabilities	As at 31-Mar-2016 ₹	As at 31-Mar-2015 ₹
a Details of Short Term Borrowings		
From Bank	25,621,509	30,249,977
ICICI BANK STD - CC	—	—
Total	25,621,509	30,249,977

LINCOLN PARENTERAL LIMITED
5) Other Current liability

Other Current Liabilities	As at 31-Mar-2016 ₹	As at 31-Mar-2015 ₹
Other payables		
income Tax Provision (Net of Advance tax)	723,222	– 1,937,647
Expense payable	10,822,180	8,673,654
Advance from Customers	—	821,865
Statutory Liabilities	4,499,734	940,269
Total	16,045,137	8,498,141

6) Fixed Assets

Fixed Asset Details

Sr.	Fixed Assets	Gross Block			Accumulated Depreciation				Net Block		
		As at 31-Mar-2015 ₹	Additions during the year ₹	Adjustment ₹	As at 31-Mar-2016 ₹	As at 31-Mar-2015 ₹	Depreciation charge for the year ₹	Adjustment during the year ₹	As at 31-Mar-2016 ₹	As at 31-Mar-2016 ₹	As at 31-Mar-2015 ₹
a	Tangible Assets										
	LAND	450,000	—	—	450,000	—	—	—	450,000	450,000	
	BUILDINGS	98,662,784	—	—	98,662,784	13,163,694	2,836,629	—	16,000,323	82,662,461	85,499,090
	PLANT & MACHINERY	212,294,346	2,991,494	995,000	214,290,840	26,164,269	13,325,624	144,069	39,345,824	174,945,016	186,130,077
	COMPUTER	578,270	—	—	578,270	390,143	172,090	—	562,233	16,037	188,127
	FURNITURE & FIXTURE	4,534,952	59,850	—	4,594,802	1,648,626	179,476	—	1,828,102	2,766,700	2,886,326
	VEHICLE PURCHASE	1,043,783	—	1,043,783	—	1,043,783	—	1,043,783	—	—	—
	Total	317,564,135	3,051,344	2,038,783	318,576,696	42,410,515	16,513,819	1,187,852	57,736,482	260,840,214	275,153,620
	Previous Year	311,617,031	5,947,104	—	317,564,135	26,030,759	16,379,756	—	42,410,515	275,153,620	285,586,272
b	Capital Work In Progress	—	—	—	—	—	—	—	—	—	—
	Total	317,564,135	3,051,344	2,038,783	318,576,696	42,410,515	16,513,819	1,187,852	57,736,482	260,840,214	275,153,620
	Previous Year	311,617,031	5,947,104	—	317,564,135	26,030,759	16,379,756	—	42,410,515	275,153,620	285,586,272

7) Non Current Investments

a. Summarized information of investments

Particulars	As at 31-Mar-2016 ₹	As at 31-Mar-2015 ₹
Other Investments - unquoted		
Other Investments	22,400	22,400
Investment Properties	—	—
Total	22,400	22,400

b. Summarized details of quoted and unquoted investments and market values in case of quoted investments

Particulars	As at 31-Mar-2016 ₹	As at 31-Mar-2015 ₹
Aggregate of Quoted Investment	—	—
Aggregate of Unquoted Investment	22,400	22,400
Market Value of Quoted Investment	—	—

c. Non Current Investments

Sr. No.	Name of the Body Corporate	No. of Shares / Units		Face	Amount (₹)	
		2015-16	2014-15	2015-16	2015-16	2014-15
a	Investment in Equity Instruments					
	Quoted					
	Lincoln Pharma.Ltd.Share Pur.	—	—	—	—	—
b	Unquoted					
	Aesculapius Remedies Ltd.	0	0	0	0	0
	<i>Investment in Equity Instruments</i>	0	0	0	0	0
c	Other Investments					
	National Saving Certificates	—	—	4,000	4,000	4,000
	Nav Nirman Coop. Bank-Share A/C	736	736	25	18,400	18,400
	<i>Other non-current investments</i>				22,400	22,400
	Total				22,400	22,400

8) Long Term Loans and Advances

Long Term Loans and Advances	As at 31-Mar-2016 ₹	As at 31-Mar-2015 ₹
Capital Advances		
Unsecured, considered good	744,000	744,000
<i>Capital Advances</i>	744,000	744,000
Loans and Advances to Other Parties		
Unsecured, considered good	181,593,819	1,001,975
<i>Loans and advances to other parties</i>	181,593,819	1,001,975
Total	182,337,819	1,745,975

9) Inventories

Inventories	As at 31-Mar-2016 ₹	As at 31-Mar-2015 ₹
Stock-in-trade		
Raw Material	10,866,074	9,071,800
Packing Material	10,269,803	9,825,886
Work In Progress	2,651,476	250,603
Finished Goods	4,352,816	6,187,723
Total	28,140,169	25,336,012

LINCOLN PARENTERAL LIMITED
10) Trade Receivable

a Details of Trade Receivable

Trade Receivables	As at 31-Mar-2016 ₹	As at 31-Mar-2015 ₹
Outstanding for a period not exceeding six months from the date they are due		
Unsecured, considered good	52,667,278	359,333,781
Unsecured, considered doubtful	—	—
Less: Provision for doubtful debts	—	—
Net of provision	<u>52,667,278</u>	<u>359,333,781</u>
Outstanding for a period exceeding six months from the date they are due		
Unsecured, considered good	1,017,352	—
Unsecured, considered doubtful	—	—
Less: Provision for doubtful debts	—	—
Net of provision	<u>1,017,352</u>	<u>—</u>
Total	53,684,628	359,333,781

11) Cash and Bank Balance

a. Cash and cash Equivalent

Cash and cash equivalents	As at 31-Mar-2016 ₹	As at 31-Mar-2015 ₹
Balances with banks	817,805	1,982,323
Cash on hand	998,065	799,419
Total	1,815,870	2,781,742

b. Other Cash Balance

Other Cash Balance	As at 31-Mar-2016 ₹	As at 31-Mar-2015 ₹
Balances with banks Held as Margin Money & FDR	70,682,076	49,194,788
Total	70,682,076	49,194,788

12) Short-term loans and advances

a. Details of advance

Short-term loans and advances	As at 31-Mar-2016 ₹	As at 31-Mar-2015 ₹
Balance With Governmet Authorities		
Secured, considered good		
Unsecured, considered good	10,308,397	13,029,220
Unsecured, considered doubtful		
	<u>10,308,397</u>	<u>13,029,220</u>
Loans & Advances To Other Parties		
Secured, considered good		
Unsecured, considered good	135,309	31,548,157
	<u>135,309</u>	<u>31,548,157</u>
Other Current Assets		
Unsecured, considered good	317,392	5,062,107
	<u>317,392</u>	<u>5,062,107</u>
Total	10,761,098	49,639,484

13) Revenue

Particulars	For the year ended on 31-Mar-2016 ₹	For the year ended on 31-Mar-2015 ₹
Sale of products (Inc Excise Duty)	1,075,663,443	663,695,621
Sale of services	29,164,358	16,392,879
Other operating revenues	—	978,900
total	<u>1,104,827,801</u>	<u>681,067,400</u>
Less: Excise duty	5,315,984	10,545,078
Total	1,099,511,817	670,522,322

14) Other Income

Particulars	For the year ended on 31-Mar-2016 ₹	For the year ended on 31-Mar-2015 ₹
Interest On Deposit / Advances	10,981,802	9,187,264
Other Income	5,014,854	8,010,939
Total	15,996,656	17,198,203

15) Cost of Material Consumed

a. Details of Material consumption under broad heads

Particulars	For the year ended on 31-Mar-2016 ₹	For the year ended on 31-Mar-2015 ₹
Raw Material		
Stock at the beginning of the financial year	9,071,800	7,750,138
Purchase during the year	83,892,376	62,245,676
Other direct purchase costs	190,131	43,675
Total	<u>93,154,307</u>	<u>70,039,489</u>
Stock at the end of the financial year	10,866,074	9,071,800
<i>Cost of Consumption of Raw Material</i>	82,288,233	60,967,689
Packing Materials		
Stock at the beginning of the financial year	9,825,886	8,117,563
Purchase during the year	88,109,747	62,763,262
Other direct purchase costs	—	—
Total	<u>97,935,633</u>	<u>70,880,825</u>
Stock at the end of the financial year	10,269,803	9,825,886
<i>Cost of Consumption of Packing Materials</i>	87,665,830	61,054,939
Total Cost Of Material Consumed	169,954,063	122,022,628

b. Details of Material consumed under broad heads

Material Name	For the year ended on 31-Mar-2016 ₹	For the year ended on 31-Mar-2015 ₹
Codeine Phosphate	14,364,092	11,905,501
Surcose	5,513,868	4,694,794
Arteether	4,992,699	4,329,436
Chloramphenicol Sodium Succinate	—	3,455,669
Other	145,083,404	97,637,228
Sub Total	<u>169,954,063</u>	<u>122,022,628</u>

LINCOLN PARENTERAL LIMITED**16) Purchase of Stock in Trade**

a. Details of purchase of stock in Trade

Particulars	For the year ended on 31-Mar-2016 ₹	For the year ended on 31-Mar-2015 ₹
Purchase of Stock In Trade		
Purchase during the year	773,806,159	452,366,487
<i>Purchase of Stock In Trade</i>	773,806,159	452,366,487

b. Details of Purchase of stock in trade under broad head

Particulars	For the year ended on 31-Mar-2016 ₹	For the year ended on 31-Mar-2015 ₹
Pharma Products	773,806,159	452,366,487

17) Changes in inventories of finished goods WIP and Stock-in-Trade

Particulars	For the year ended on 31-Mar-2016 ₹	For the year ended on 31-Mar-2015 ₹
Finished Goods		
Stock at the Beginning of the financial year	6,187,723	10,651,672
Stock at the End of the financial year	2,651,476	6,187,723
<i>Description of Finished Goods</i>	<u>3,536,247</u>	<u>4,463,949</u>
Work In Progress		
Stock at the Beginning of the financial year	250,603	3,492,462
Stock at the End of the financial year	4,352,816	250,603
<i>Description of WIP Goods</i>	<u>- 4,102,213</u>	<u>3,241,859</u>
Summary		
Inventory at the Beginning of the financial year	6,438,326	14,144,134
Inventory at the End of the financial year	7,004,292	6,438,326
Change in inventory	- 565,966	7,705,808

18) Details of Employee Benefits

Employee Benefits Expense	For the year ended on 31-Mar-2016 ₹	For the year ended on 31-Mar-2015 ₹
Salaries and incentives	20,418,875	19,226,585
Contributions to -		
Provident fund	538,541	581,926
Superannuation scheme		
Gratuity Expense	194,806	406,075
LABOUR WEL-FARE FUND	840	378
Staff welfare expenses	- 185,960	- 60,391
Total	20,967,102	20,154,573

a) Expense Recognized during the year

Particulars	2015-16	2014-15
Current service cost	200,465	162,914
Interest on obligation	65,582	57,397
Expected return on plan assets	- 40,718	- 58,684
Net actuarial losses (gains) recognized in year	- 67,753	891
Expeses Recognized in P&L	157,576	162,518

b) Reconciliation of opening and closing balances of defined benefit obligation

Particulars	2015-16	2014-15
Opening defined benefit obligation	825,974	616,507
Service cost	200,465	162,914
Interest cost	65,582	57,397
Actuarial losses (gains)	- 14,999	118,214
Actuarial losses (gains) on obligation -due to change in Experience	- 13,120	—
Benefits paid	—	- 129,058
Closing Defined Benefit Obligation	1,063,902	825,974

c) Reconciliation of Opening and Closing balances of fair value of plan assets

Particulars	2015-16	2014-15
Opening fair value of plan assets	853,310	674,530
Expected return	67,753	58,684
Actuarial gains and (losses)	—	- 11,735
Contributions by employer	357,556	131,831
Actuarial gains(losses) on plan assets -due to change in Experience	12,599	—
Benefits paid	—	—
Closing balance of fair value of plan assets	1,291,218	853,310

d) Liability recognized in the financial statement

Particulars	2015-16	2014-15
Opening fair value of plan assets	853,310	674,530
Expected return	67,753	58,684
Liability(Asset) recognized in financial statement	785,557	615,846

e) Actuarial Assumptions

Particulars	2015-16	2014-15
Indian Assured Lives Mortality(2006-08) UStimate	(2006-08)	(2006-08)
Discounted rate Per Annum	8.07%	7.94%
Expected Return on Plan Assets (Per Annum)	8.70%	8.70%
Future Salary Growth (Per Annum)	6.50%	6.50%
Withdrawal Rate	2.00%	2.00%
Retirement Age	58 Years	58 Years

f) Employee Benefit Disclosure

Particulars	31.03.2016	31.03.2015	31.03.2014	31.03.2013	31.03.2012
Defined benefit obligation	1,063,902	825,974	509,738	480,661	574,847
Plan asset	1,291,218	853,310	734,029	769,962	734,029
Surplus/(Deficit) or Asset (Liability)	227,316	27,336	224,291	289,301	159,182
Experience adjustments on plan liabilities (Gain)/Loss	- 129,058	- 129,058	- 29,077	- 225,729	- 70,061
Experience adjustments on plan asset (loss)/ Gain	12,599	- 11,735	989	2,618	989

LINCOLN PARENTERAL LIMITED**19) Finance Cost**

Particulars	For the year ended on 31-Mar-2016 ₹	For the year ended on 31-Mar-2015 ₹
Interest expense	30,529,745	19,734,787
Bank Charges	19,016,316	563,675
Total	49,546,061	20,298,461

20) Other Expenses

Particulars	For the year ended on 31-Mar-2016 ₹	For the year ended on 31-Mar-2015 ₹
Manufacturing Expenses		
Consumption of Stores and Spares	84,885	430,228
Power and Fuel	18,438,595	16,734,981
Labour Charges	17,055,326	8,136,883
Repairs to Plant & Machineries	3,550,653	—
Laboratory Testing Charges	201,923	45,114
Excise duty Expenses	4,977,493	—
Factory Expenses	3,773,422	6,703,653
Miscellaneous expenses,	27,022	—
Total Manufacturing Expenses	48,109,317	32,050,858
Administrative Expenses		
Audit Fees Expense	35,000	35,000
Rent Rates & Taxes	2,968,399	2,920,409
Office Exps	—	16,490
Legal & Registration Exps.	79,362	86,402
Professional & Consulting Fees	1,257,870	1,243,323
Building Maintainance & Repair Expenses A/c	50,093	803,342
Maintainance & Repairs Expenses A/c	1,337,601	169,206
Computer Exps.	10,283	89,620
Conveyance Exps.	205,769	138,556
Postage Exps.	—	11,349
Diminution in Value of Investments	—	4,000,000
Telephone Exps.	8,288	4,447
Stationary Exps.	152,887	167,477
Prior Period Exps.	151,543	308,862
Insurance	28,396	—
Other Expenses	- 1,178	—
Total Administrative Expenses	6,284,313	9,994,484
Selling and Distribution Expenses		
Travelling Expenses	790,037	101,652
Sales Promotion Expenses	14,851	921,275
Outward Transportation	5,000	195,630
Total Selling and Distribution Expenses	809,888	1,218,557
Total Other Expenses	55,203,518	43,263,899

20) Other Informations - Profit and Loss Statement

a Details of Payment to Auditors

Particulars	For the year ended on 31-Mar-2016 ₹	For the year ended on 31-Mar-2015 ₹
Audit Fee	350,000	30,000
Total	350,000	30,000

b Details of Prior period Items

Purchase Expense	151,543	219,259
Other Selling & Administration Expense	—	89,603
Total	151,543	308,862

c Earnings per share

Particulars		For the year ended on 31-Mar-2016 ₹	For the year ended on 31-Mar-2015 ₹
Basic			
Profit attributable to equity shareholders	₹	20,535,682	1,678,046
Nominal Value of equity share	₹	10	10
Weighted average number of ordinary equity shares for Basic EPS	No.	10,000,000	100,000,000
Basic EPS	₹	2.05	0.17
Diluted			
Profit attributable to equity shareholders	₹	20,535,682	1,678,046
Add : interest/dividend on convertible instruments	₹	—	—
Profit after tax for Diluted EPS	₹	20,535,682	1,678,046
Weighted average number of ordinary equity shares for Basic EPS	No	10,000,000	100,000,000
Add: Adjustment for conversion option	No	—	—
Weighted average number of ordinary equity shares for Diluted EPS	No	10,000,000	100,000,000
Diluted EPS		2.05	0.17

21) Related party disclosures

a List of related parties

Sr.	Name of related Party	Nature of relation
1	Lincoln Pharmaceuticals Limited	Holding Company
2	Arth Print Pack	Controlled by Key Managerial Persons
3	Zullinc HeaSThcare Limited	Subsidiary of Holding Company
4	Hansaben A. Patel	Key Managerial Person
5	Anand A. Patel	Key Managerial person
6	Mahesh M. Patel	Key Managerial Person
7	Amar A. Patel	Relative of Key Managerial Person
8	Binal A. Patel	Relative of Key Managerial Person
9	Arvind G. Patel	Relative of Key Managerial Person
10	Mansi A. Patel	Relative of Key Managerial Person

LINCOLN PARENTERAL LIMITED

b Transactions with related parties

Sr.	Name of Party	Nature of Transaction	Amount Involved	
			2015-16	2014-15
1	Lincoln Pharmaceuticals Limited	Sales	203,499,193	160,165,676
		Purchase	7,744,714	82,211,064
		Expenses Reimbursed	17,663,950	—
		Loan Repaid	—	—
		Security Trade Deposit Accepted	140,000,000	40,000,000
		Interest Expense	5,300,000	—
		Loan Repaid	—	183,412,359
2	Zullinc Healthcare Ltd.	Loan Repayment received	5,000,000	—
3	Arvind G. Patel	ConsuSTancy Fees	840,000	840,000
4	Mansi A. Patel	Salary	390,000	—
5	Anand A. Patel	Director Remuneartion	825,862	800,000

c Closing Balances with related parties

Sr.	Name of party	As at	
		31-Mar-2016	31-Mar-2015
1	Lincoln Pharmaceutical Limited	229,550	- 2,624,033
2	Lincoln Pharmaceutical Limited- Security Trade Deposit	- 214,770,000	- 40,000,000
3	Zullinc Healthcare Ltd.	—	—

Note: Negative Sign Denotes Credit Balance

22) SEGMENTAL REPORTING

a Primary Business Segment: There is only one segment namely, Pharmaceuticals Products.

b Secondary Segment: Since there is only one segment namely, Domestic.

So, Segment reporting doesn't apply.

c Medium and Small Enterprises

In the absence of information available with the Company about enterprises which are qualifying under the definition of Medium and Small Enterprises as defined under Micro Small & Medium Enterprises Development Act, 2006, no disclosure is made as required under the Act.

d The assets, liability Income and Expenditure of the previous year is regrouped/ reclassified to conform to the current year's presentation.

As per our report of even date
For K.P. Sompura & Co.
 Chartered Accountants
 FR No. 131641W

(K.P. Sompura)
 Proprietor
 Mem No. 045155

Date : 30.05.2016
 Place : Ahmedabad

Sanjoly Jalan
 Company Secretary

For and on behalf of the Board of Directors of
Lincoln Parenteral Limited

Anand A. Patel - *Whole-time Director*

Maheshbhai M. Patel - *Director*

Date : 30.05.2016
 Place : Ahmedabad

LINCOLN PARENTERAL LIMITED

[CIN: U24231GJ1991PLC015674]

Regd. Office: "LINCOLN HOUSE", Behind Satyam Complex,
Science city Road, Sola, Ahmedabad – 380 060.

Phone: 079-67778000 Fax: 079-67778062 • Email: info@lincolnpharma.com

ATTENDANCE SLIP

I /We hereby record my / our presence at the 25th Annual General Meeting of the Company to be held at: "LINCOLN HOUSE", Behind Satyam Complex, Science city Road, Sola, , Ahmedabad – 380060 on Friday, the 30th day of September, 2016 at 4.00 p.m.

Full name of the Member : _____

Folio No : _____ DP ID No. _____ Client ID NO. _____

No. of shares held : _____

Full name of the Proxy : _____

Member's /Proxy's Signature : _____

LINCOLN PARENTERAL LIMITED

[CIN: U24231GJ1991PLC015674]

Regd. Office: "LINCOLN HOUSE", Behind Satyam Complex,
Science city Road, Sola, Ahmedabad – 380 060.

Phone: 079-67778000 Fax: 079-67778062 • Email: info@lincolnpharma.com

PROXY FORM

FORM NO. MGT-11

(Pursuant to section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rule 2014)

Name of the Member (s) :	_____
Registered Address :	_____
E-mail Id :	_____
Folio / DP ID Client ID No. :	_____

I /We being the member (s) holding _____ Shares of the above named Company hereby appoint:

(1) Name : _____ Address : _____

Email ID : _____ Signature : _____ or failing him / her:

(2) Name : _____ Address : _____

Email ID : _____ Signature : _____ or failing him / her:

(3) Name : _____ Address : _____

Email ID : _____ Signature : _____ or failing him / her:

as my /our proxy to attend and vote (on a poll) for my/us and on my/our behalf at the **25th Annual General Meeting** to be held on Friday, 30th September, 2016 at 4.00 P.M. at: "LINCOLN HOUSE", Behind Satyam Complex, Science City Road, Sola, Ahmedabad – 380060 and at any adjournment thereof in respect of resolutions as are indicated below

LINCOLN PARENTERAL LIMITED

Note:

1. Please complete the Folio / DP ID-Client No. and name, sign this Attendance Slip and hand it over at the Attendance Verification Counter at the ENTRANCE OF THE MEETING HALL.
2. Electronic copy of the Annual Report for 2015-16 and Notice of the Annual General Meeting (AGM) along with Attendance Slip and Proxy Form are being sent to all the Members whose email address is registered with the Company / Depository Participant unless any member has requested for a hard copy of the same. Members receiving electronic copy and attending the AGM can print copy of this Attendance Slip.
3. Physical copy of the Annual Report for 2015-16 and Notice of the Annual General Meeting along with Attendance Slip and Proxy Form is sent in the permitted mode (s) to all Members whose email address is not registered or have requested for a hard copy.

** I wish my above proxy to vote in the manner as indicated in the box below:

Resolution No.	Particulars of Resolution	Optional	
		For	Against
	ORDINARY BUSINESS		
1.	To consider and adopt the Audited Financial Statements of the Company for the year ended on March 31, 2016 and Director's Report and Auditor's Report thereon.		
2.	Re-appointment of Shri Anand A. Patel, Director who retires by rotation.		
3.	Re-appointment of Shri Bhagirath T. Patel, Director who retires by rotation.		
4.	Appointment of Statutory Auditors and fixing their remuneration.		
	SPECIAL BUSINESS		
5.	Ratification of remuneration payable to the Cost Auditors.		

Signed this _____ day of _____ 2016

Signature of Shareholder _____

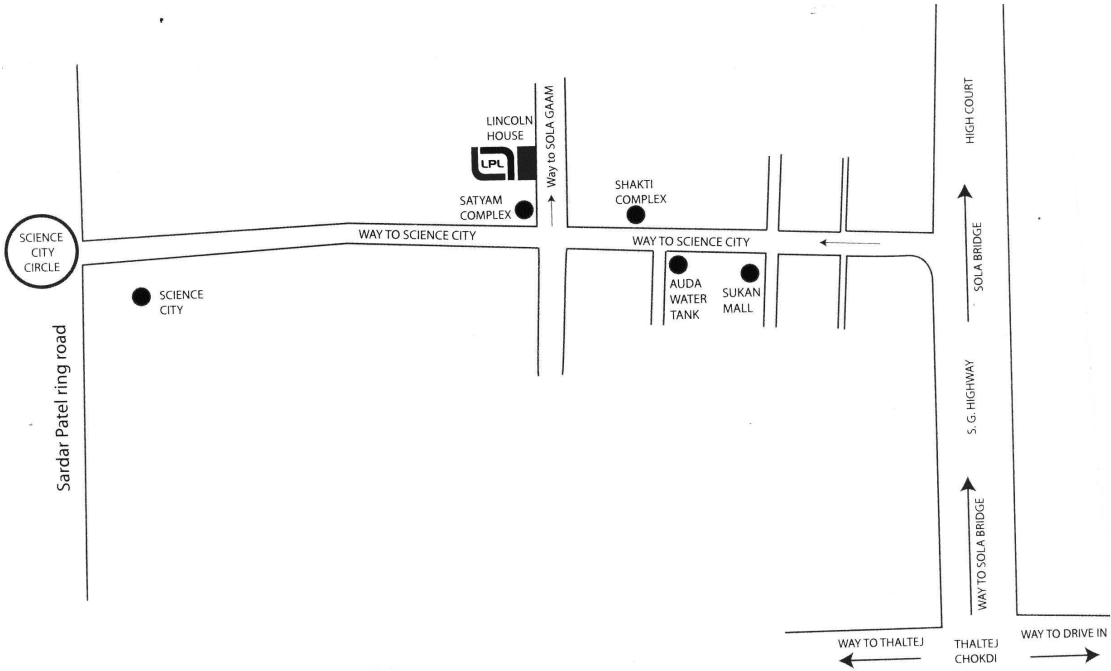
Signature of Proxy holder (s) _____

Affix
Revenue
Stamp

Note:

1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.
2. For the Resolutions, Explanatory Statement and Notes, please refer to the Notice of the Annual General Meeting.
3. **It is optional to put 'X' in the appropriate column against the Resolutions indicated in the Box. If you leave the 'For' or 'Against' column blank against any or all Resolutions, your proxy will be entitled to vote in the manner as he / she thinks appropriate.
4. Appointing the proxy does not prevent a shareholder from attending the meeting in person if he so wishes.
5. Please complete all details including details of member (s) in the above box before submission.

ROUTE MAP OF AGM VENUE



If undelivered please return to:

LINCOLN PARENTERAL LIMITED

[CIN: U24231GJ1991PLC015674]

Reg. Office: LINCOLN HOUSE ,

Behind Satyam Complex,

Science City Road,

Sola, Ahmedabad-380060