

**AUDITED FINANCIAL STATEMENTS OF
LINDEN MINING ENTERPRISE**

**FOR THE PERIOD 8 DECEMBER 2004 -TO 31 DECEMBER
AND THE YEARS ENDED
31 DECEMBER 2005, 2006, 2007,2008,2009,2010
AND 2011**

**AUDITORS: AUDIT OFFICE
63 HIGH STREET
KINGSTON
GEORGETOWN
GUYANA**



Audit Office of Guyana

P.O. Box 1002, 63 High Street, Kingston, Georgetown, Guyana

Tel: 592-225-7592, Fax: 592-226-7257, <http://www.audit.org.gy>

AG: 79/2012

25 September 2012

REPORT OF THE AUDITOR GENERAL
TO THE MEMBERS OF
LINDEN MINING ENTERPRISE LIMITED
(WHOLLY OWNED SUBSIDIARY OF NATIONAL INDUSTRIAL
AND COMMERCIAL INVESTMENTS LIMITED)
ON THE FINANCIAL STATEMENTS
FOR THE PERIOD 9 DECEMBER 2004 TO 31 DECEMBER 2004

I have audited the accompanying financial statements of Linden Mining Enterprise Limited which comprise the balance sheet as at 31 December 2004, and the income statement, statement of changes in equity and cash flow statement for the period then ended, and a summary of significant accounting policies and other explanatory notes. The audit was conducted in accordance with the Audit Act of 2004.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards. This responsibility includes: designing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with International Standards on Auditing issued by the International Federation of Accountants (IFAC), and those of the International Organization of Supreme Audit Institutions (INTOSAI). Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amount and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, 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 controls relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In my opinion, the financial statements give a true and fair view of the financial position of the Linden Mining Enterprise Limited as at 31 December 2004, and of its financial performance and cash flows for the year then ended in conformity with International Financial Reporting Standards.

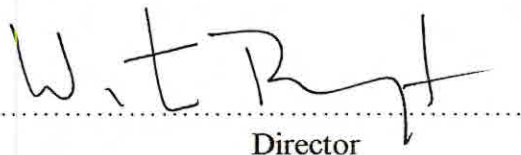


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Linden Mining Enterprise Limited
Balance Sheet
As at December 31, 2004

| | Notes | December 9, 2004 - December 31, 2004 | January 1, 2004 - December 8, 2004 |
|--|-------|---|---------------------------------------|
| | | G\$ | G\$ |
| ASSETS | | | |
| Non - Current Assets | | | |
| Property, Plant and Equipment | 3 | - | 45,620,572 |
| Investments in Subsidiaries and Associates | 4 | - | 315,660 |
| Deffered Expenses | 5 | - | 41,136,914 |
| Total Non - Current Assets | | - | 87,073,146 |
| Current Assets | | | |
| Cash in Hand and at Bank | 6 | - | 76,115,173 |
| Inventories | 7 | - | 1,848,847,178 |
| Receivables | 8 | - | 949,185,114 |
| Total Current Assets | | - | 2,874,147,464 |
| TOTAL ASSETS | | - | 2,961,220,610 |
| EQUITY & LIABILITY | | | |
| Capital & Reserves | | | |
| Stated Capital | 9 | 3,482,661,000 | 3,482,661,000 |
| Accumulated Deficit | | (22,499,801,752) | (17,803,801,752) |
| Capital Reserve | 10 | 1,236,698,243 | 1,236,698,243 |
| Shareholder's Equity | | (17,780,442,508) | (13,084,442,509) |
| Non - Current Liabilities | | | |
| Long Term - Borrowings | 11 | 17,780,442,508 | 14,430,595,299 |
| Total Non - Current Liability | | 17,780,442,508 | 14,430,595,299 |
| Current Liabilities | | | |
| Bank Overdraft | | - | 161,159,524 |
| Payables | 12 | - | 1,453,908,295 |
| Total Current Liabilities | | - | 1,615,067,819 |
| TOTAL EQUITY & LIABILITY | | - | 2,961,220,609 |

The financial statements were approved by the Board of Directors on the *September 20, 2012*


 Director


 Director

Linden Mining Enterprise Limited
Statement of Income
For the Period December 9, 2004 - December 31, 2004

| | Notes | December 9, 2004 - December 31, 2004 G\$ | January 1, 2004 - December 8, 2004 G\$ |
|---|-------|--|--|
| Revenue | 13 | - | 4,269,084,686 |
| <i>Cost of Sales / Directs Expenses</i> | 14 | - | (4,263,834,064) |
| Gross profit | | - | 5,250,622 |
| Other Income | 15 | - | 167,880,212 |
| Income from Associates | | - | - |
| Operating Profit | | - | 173,130,835 |
| Expenses | | | |
| Administrative | | - | 754,986,516 |
| Distribution | | - | - |
| Financial | 16 | 4,696,000,000 | - |
| Total | | 4,696,000,000 | 754,986,516 |
| Loss for the Year | | (4,696,000,000) | (581,855,682) |

