2006 Annual Report

A pioneer in

irrigation systems...

a leader in

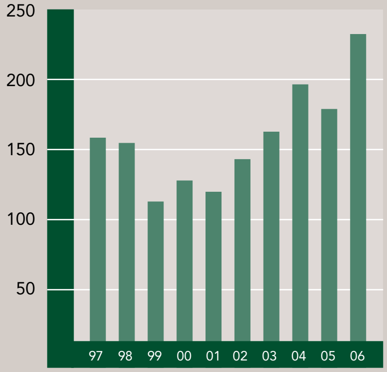
infrastructure

products

LINDSAY™
CORPORATION

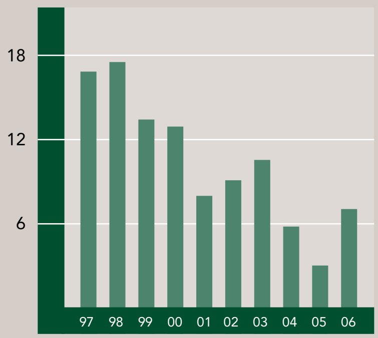
FINANCIAL AND OPERATING HIGHLIGHTS

Revenue ($ in millions)



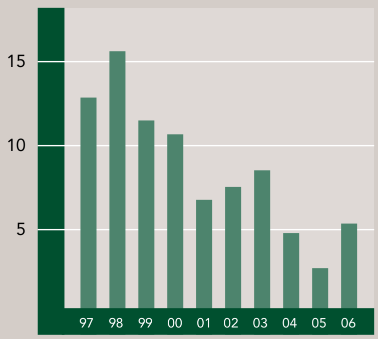
During fiscal 2006, an increase in irrigation equipment revenues due to higher unit volumes and selling prices, along with increased infrastructure revenues with the acquisition of BSI in Q4, increased revenues.

Operating Margin (percentage)



Fiscal 2006 operating margin reflects stronger pricing and higher factory volumes on irrigation equipment, and higher infrastructure margins in Q4 due to BSI.

Net Margin (percentage)



Net margin increased in fiscal 2006 due to an increased operating margin and increased interest and other income.

(In thousands, except per share amounts)	**2006**	2005	%Change
Income Data			
(for the fiscal years ended August 31)			
Operating revenues	**$226,001**	$177,271	27.5
Gross profit	**48,241**	33,571	43.7
Operating expenses	**32,739**	28,073	16.6
Operating income	**15,502**	5,498	182.0
Interest and other income, net	**1,907**	1,452	31.3
Pretax earnings	**17,409**	6,950	150.5
Net earnings	**$11,700**	$4,838	141.8
Average shares outstanding assuming dilution	**11,712**	11,801	-0.8
Balance Sheet and Cash Flow Data			
(at August 31)			
Current assets	**$122,403**	$94,213	29.9
Fixed assets (net of depreciation)	**26,981**	17,268	56.2
Total assets	**192,234**	134,839	42.6
Current liabilities	**37,470**	20,138	86.1
Shareholders' equity	**120,900**	109,330	10.6
Capital expenditures	**3,592**	4,122	-12.9
Depreciation and amortization	**$4,081**	$3,481	17.2
Shares outstanding at year end	**11,552**	11,520	0.3
Per Share Data			
Diluted net earnings	**$1.00**	$0.41	143.9
Book value	**$10.47**	$9.49	10.3
Performance Ratios			
Operating margin	**6.9%**	3.1%	
Net margin	**5.2%**	2.7%	
Return on net assets	**9.0%**	4.2%	
Employee Information			
Average number of employees	**697**	645	8.1
Revenue per employee	**$324**	$275	17.8
Number of employees at year end	**763**	645	18.3

Lindsay Corporation will be a leader, worldwide, in providing differentiated water management and road infrastructure products and services that improve productivity and efficiency for our customers and result in earning superior returns for our shareholders.

TO OUR SHAREHOLDERS:

I am pleased to report that fiscal 2006 was a very strong year for Lindsay Corporation. We met the challenges of the previous year with solid initiatives that, combined with a backdrop of more favorable markets for our customers, made notable improvements in all areas of our business.

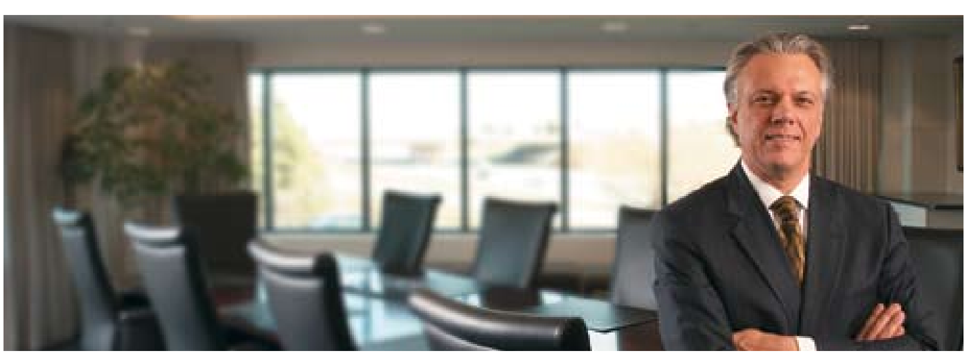
We achieved greater efficiency due to higher product volumes and our continued implementation of lean manufacturing techniques. We made improvements in our working capital management. We brought innovative new products to the marketplace.

Amidst the uncertainty of petroleum supplies and concern over gasoline prices, production of alternative fuels such as ethanol reached record levels. This kept demand high for corn in the U.S. and sugar cane in Latin America, translating into a growing need for our irrigation systems and products. We also continued to increase sales in China and other international markets.

During fiscal 2006, the prices of materials continued to present a challenge. The cost of zinc and copper essentially doubled, and steel costs fluctuated. With our flexible pricing strategy, we were able to effectively pass these costs along to minimize the effect on margins. During the fourth quarter, the costs of these materials stabilized.

In June, we completed the acquisition of Barrier Systems, Inc. (BSI), a manufacturer of moveable barrier systems and road safety products. This strategic addition significantly enhances our position in the attractive road and railroad infrastructure markets. In order to reflect the inclusion of BSI and the broadened scope of our business, we have renamed our Diversified Products Segment. It will now be reported as the Infrastructure Segment.

Our proactive initiatives and improved market conditions during fiscal 2006 resulted in Lindsay's return to our historic levels of revenue, income, and margins.



Richard W. Parod, President and Chief Executive Officer

"The products of Lindsay's Infrastructure Segment can . . . assure greater safety for motorists and highway construction workers."

We have also changed the name of the Company from Lindsay Manufacturing Co. to Lindsay Corporation. Our new corporate name reflects the strategic global expansion of the Company. While manufacturing is a core function and capability of the Company, the majority of our revenues are generated through meeting customers' needs for products and services, supported by design, engineering, financing, and after-market services. The products and services of Barrier Systems, Inc., acquired in June of this year, are an example of the Company's broader scope of operations. Our shareholders should expect to see continued development and expansion of our value-added product and service offering.

FINANCIAL REVIEW

In fiscal 2006, Lindsay generated record total revenues of $226.0 million, a 27 percent increase from $177.3 million reported in fiscal 2005. Irrigation Segment revenues were $193.7 million, a 24 percent improvement from $156.3 million the prior year. Infrastructure Segment revenues rose 54 percent to $32.3 million versus $21.0 million in fiscal 2005.

Gross profit for fiscal 2006 was $48.2 million, a 44 percent increase over $33.6 million the prior year, while gross margin rose to 21.3 percent from 18.9 percent in fiscal 2005. The improvement in margin reflects higher volume and stronger product pricing. Moreover, we believe that the stabilization of major input costs such as steel, zinc, and copper should allow for future strengthening of gross margins.

Operating income for the year reached $15.5 million, a 182 percent improvement from $5.5 million recorded a year earlier, as operating margin more than doubled, rising to 6.9 percent in fiscal 2006 versus 3.1 percent the prior year. Operating margin in our Irrigation Segment increased from 12.8 percent in 2005 to 14.6 percent in fiscal 2006. I am especially pleased to report that Lindsay's net income rose 142 percent to $11.7 million in fiscal 2006 from $4.8 million in 2005, with earnings per diluted share reaching $1.00 versus $0.41 in fiscal 2005.

We're continuing to diversify our offerings, improving irrigation and infrastructure through new developments in technology – from barrier systems to Zimmatic pivots.

Cash and marketable securities, as of August 31, 2006, increased to $59.3 million compared with $54.8 million the prior year. Reflecting confidence in the Company's ability to generate cash and the desire to return value to our shareholders, Lindsay's Board of Directors approved a dividend increase to an annual indicated rate of $0.26 per share, up from $0.24 in fiscal 2005. This marks our fourth consecutive year of increasing cash dividends. The company did not repurchase any shares of stock in fiscal 2006, but there is an outstanding authorization to repurchase 881,000 shares as appropriate for further strengthening shareholder value.

The combination of our corrosion-resistant pipeline, end gun controls and patented Smart Design technology have taken precision watering to a new level – and revolutionized the face of water conservation.

Our world-renowned irrigation products enable the efficient management of water supplies, making them far more than just innovative pieces of technologically advanced machinery. Our systems help farmers grow their crops more efficiently, conserving precious water, maximizing the yield of the land, and reducing energy usage and cost, while providing more food for a hungry world. In addition to irrigating crops of every type throughout the U.S. and internationally, Lindsay's products are also used in gray water application for forage crops for animal consumption and in dust suppression applications.

Adding to our extensive line of center pivot, lateral move, and hose reel irrigation systems and related controls, remote monitoring systems, and chemical injection systems, we introduced a new product line of poly-lined systems in fiscal 2006. These feature durable polyethylene-lined pipe, making them especially suited for environments where high levels of minerals or chemicals are corrosive to metallic surfaces.

A market for growth

In fiscal 2006, domestic U.S. irrigation revenues grew to $135.2 million, a 28 percent increase from $105.5 million the prior year. Lindsay was poised to capitalize on several important factors. Demand for irrigation systems rebounded with stabilized agricultural commodity prices and improved farmer sentiment. Dry weather conditions persisted across much of the nation's midsection from Texas to North Dakota and from the Rocky Mountains to Iowa, as well as the southeastern states, necessitating increased irrigation.

One of the most significant factors was the increasing demand for ethanol as fuel, which in turn drove demand for corn grown by American farmers. There are now more than 100 ethanol bio-refineries operating in the U.S. and more than 50 under construction or expanding. According to the U.S.D.A., approximately 18 percent of the nation's corn crop now goes for ethanol production, an increase of 34 percent over prior years. The result has been corn prices holding at more than 20 percent above last year, furthering the farmers' optimistic outlook, and encouraging them to devote more acreage to corn. Corn is a relatively thirsty crop, so as farmers plant increased acreage and seek to improve their crop quality and yield per acre, demand for our irrigation systems increases.

Lindsay's irrigation revenues from international markets (including exports) increased 15 percent to $58.5 million in fiscal 2006 from $50.8 million the prior year. Our investment in expanding our international reach positioned us to take advantage of strong markets in Australia, New Zealand and most of Latin America. In warmer climates, sugar cane is the primary source for ethanol, bringing growth opportunities similar to corn in the U.S.

China remained a good market for us, and we saw an important maturation of our sales process there. Previously, our irrigation sales were largely to multinational agricultural firms that were accustomed to dealing with western companies and whose operations included China. In fiscal 2006, we were able to make inroads with Chinese national growers whose farming operations are supported by government subsidies. This is currently a relatively small but potentially vast market for our irrigation systems. We have placed a country manager in China and we have strategically strengthened our distribution channel there.

Irrigation outlook

The fundamentals of our Irrigation Segment business remain strong, and the outlook is positive. The domestic U.S. market continues to show excellent potential for growth. Our U.S. system revenues are derived from three roughly equal sources: conversion of dry land to irrigation; conversion from less efficient irrigation methods to pivot systems; and replacement system sales.

- With only 12 percent of all U.S. farmland currently being irrigated, there remains great opportunity for dry land conversion.

- Of the farmland that is irrigated, 44 percent is gravity/furrow irrigation, which is an inefficient method. In contrast, our pivot irrigation systems are up to 95 percent efficient, so when water is scarce or a farmer wants to maximize the return on investment, our systems will remain the logical choice.

- The replacement market is strong, as there are approximately 190,000 pivot systems in use in the U.S., and fully half of them are more than ten years old. Lindsay's irrigation products incorporate industry-leading technology to provide integrated water-saving solutions, custom programming, sophisticated control and monitoring, and convenient user interfaces.

We anticipate that our domestic U.S. market will yield long-term average growth of four to seven percent per year.

On an international basis, the fundamentals – and the opportunity – are even more compelling. Worldwide, 70 percent of all fresh water use is for agriculture – more than twice the municipal and industrial use combined. Only 17 percent of agricultural land is irrigated, yet irrigated land produces 40 percent of the world's food supply. As the global population continues to rise, management of the finite supply of water becomes more critical. In fact, the United Nations projects that the current worldwide population will increase by 50 percent by mid-century, and that nearly seven billion people will be directly affected by water scarcity. Conserving water and finding more efficient ways to feed the population will be vital. Lindsay's irrigation products are solutions to those issues, and our international manufacturing and distribution infrastructure will enable us to continue to be instrumental in meeting these basic human needs.

China is among the regions projected to experience the most dramatic population growth. We anticipate continued rapid growth of our revenues there as the market continues to open up for us. We also expect continued rapid growth in Latin America, where sugar cane for ethanol is a primary driver. In South Africa we are consolidating two facilities into one, which should reduce costs and leverage our operational strength there.

INFRASTRUCTURE SEGMENT SUMMARY

In fiscal 2006, the business unit previously reported as our Diversified Products Segment was renamed the Infrastructure Segment to reflect the significant expansion of product offerings and revenue brought about by our acquisition of Barrier Systems, Inc. (BSI). With the contribution of BSI, segment revenue increased by 54 percent over fiscal 2005. Operating margin increased from 12.4 percent in fiscal 2005 to 21.8 percent in fiscal 2006.

The road to diversification

There are numerous attributes that make BSI a prime example of Lindsay's acquisition strategy.

Their proprietary products – including moveable barriers for lane management, highway crash cushions to improve motorist safety, and specialty barriers to protect highway workers – complement and enhance Lindsay's manufacturing and production services. BSI generates high margins that are defendable because of product design patents the company holds and due to the unique capabilities of BSI's products.

Making us unique in our industry, our Universal Tau-II crash cushions and our Absorb 350® non-redirective, gating crash cushion systems have become vital to interstate systems across the country.

Through our improvements to existing products – and new technologies, like the FieldNET wireless irrigation network, we continue to make revolutionary contributions to every industry we're a part of.

BSI's superb management team is well known to Lindsay, as BSI has been outsourcing some of its manufacturing to Lindsay for more than 15 years. Expansion of the manufacturing synergies between the entities will create additional shareholder value.

The acquisition of BSI enhances Lindsay's position in the road and railroad infrastructure markets, and it also mitigates the natural seasonality of our irrigation business.

Infrastructure outlook

Population growth and increased urbanization are driving the need for improved and expanded infrastructure. Traffic congestion – on roads and railroads – has become a stifling problem. The Federal Highway Administration reports that between 1980 and 2003, lane-miles of highway increased five percent while vehicle miles of travel increased 89 percent. And it's not just a matter of inconvenience. According to a Texas Transportation Institute study of 85 urban areas in 2003, congestion cost over $63 billion or $384 per person in wasted time and extra fuel. Increased traffic is a safety issue as well: in 2003, more than 43,000 people died on U.S. roadways, and traffic crashes cost the U.S. economy more than $230 billion annually.

The products of Lindsay's Infrastructure Segment can reduce these costs, improve the quality of life, and assure greater safety for motorists and highway construction workers.

Paving the way for these improvements is the reauthorization of the Transportation Equity Act for the 21st Century (TEA-21), a piece of federal legislation that provides nearly $300 billion for highway and bridge construction, maintenance and improvement over a five-year period. When the reauthorization was finally enacted in August of 2005, 22 months overdue, many projects had been on hold for three years. States are now eagerly using their allocations for desperately needed infrastructure projects.

BSI's product sales should continue to benefit greatly from the release of these transportation funds. We also plan to build revenue through the development of other proprietary products, acquisitions that strategically strengthen our market position and segment profitability, as well as expansion into other domestic and international markets.

MANAGEMENT EXPERTISE

When we acquire a top-caliber company such as BSI, we gain the opportunity to add to our best practices and take advantage of new insight and expertise. Through internal development and assimilating outside talent, we have added key positions and assembled a management team of deep talent and exceptional ability. I am confident in this team's ability to take Lindsay Corporation to even greater success.

"In fiscal 2006, we were able to make inroads with Chinese national growers . . ."

FISCAL 2007 AND BEYOND

As we look back proudly on an eventful and successful fiscal 2006, I am excited by the outlook ahead.

Lindsay's focus on water conservation is helping to ensure that people around the world have adequate water resources.

Board member Howard Buffett has dedicated himself to highlighting these improvements through his photography. His moving images of African children are shown here and on the front cover.

With a strong balance sheet and an increased backlog of orders, we are building on a solid foundation. Our fundamental market drivers continue to be positive. The worldwide concern for conservation and careful management of water, land and labor, as well as the need to effectively and efficiently provide food supplies and alternative fuels, heighten the need for our range of irrigation systems and products. Ever-increasing population, urbanization, and the growth of developing nations will require the solutions offered by both our irrigation and infrastructure segments.

We will continue our plans for organic growth: increasing our irrigation market share by continuing to expand our product lines and developing innovative technologies that provide superior performance and convenience; protecting and expanding our margins by differentiating our product offerings and continually improving our manufacturing efficiencies; continuing to strengthen our dealer network through education and support; and expanding our presence in international markets.

We will constantly search for and evaluate acquisitions that meet our strategic criteria: acquisitions that will be synergistic with our core businesses, provide new platforms for growth, represent the opportunity for product line additions, and be accretive to earnings within a one-year timeframe.

Now that the composition of our business has changed and after having met the daunting challenges of fluctuations in the agricultural market, we have established new long-term financial goals that I believe are very realistic for our business and will provide excellent returns for our shareholders:

- Generate revenue growth of 10 to 15 percent annually, excluding contributions from recent acquisitions;
- Realize operating margins of 9 to 14 percent; and
- Produce a return on net assets of 9 to 15 percent.

We will continue to create value for our shareholders by leveraging our strong cash flows and financial flexibility – and pursuing a balance of share repurchases, dividend payments, organic growth and accretive acquisitions.

As always, our success in the past year and our confidence for the future come through the support of our dedicated employees, dealers, suppliers, customers, and shareholders. I thank you all.

Sincerely,

Richard W. Parod

Richard W. Parod
President and Chief Executive Officer

Howard G. Buffett
Director since 1995
Director: Berkshire Hathaway, Inc. and ConAgra Foods

Matthew T. Cahill
Vice President-Manufacturing
Joined Lindsay in 2000

Michael N. Christodolou
Director since 1999
Chairman of the Board since 2003
Founder and Manager, Inwood Capital Management, LLC

Larry H. Cunningham
Director since 2000
Retired Senior Vice President-Corporate Affairs,
Archer Daniels Midland Company

David B. Downing
Senior Vice President, Chief Financial Officer,
Treasurer and Secretary
Joined Lindsay in 2004

Randall S. Hester
Vice President-Human Resources
Joined Lindsay in 2006

Gary E. Kaplan
Vice President-Market Services
Joined Lindsay in 2004

Dirk A. Lenie
Vice President-Marketing
Joined Lindsay in 2000

J. David McIntosh
Director since 2002
Retired Executive Vice President, The Toro Company

Charles H. Meis
Vice President-Research and Development
Joined Lindsay in 1971 as Product Engineer;
Director of Engineering 1972;
Vice President-Engineering 1975

Michael C. Nahl
Director since 2003
Senior Vice President and Chief Financial Officer,
Albany International Corp.
Director: GrafTech International Ltd.

Richard W. Parod
Director since 2000
President and Chief Executive Officer
Joined Lindsay in 2000

Timothy J. Paymal
Corporate Controller
Joined Lindsay in 2005

Jochen Pfrenger
Vice President-Engineering
Joined Lindsay in 2004

Robert S. Snoozy
Vice President-Domestic Sales
Joined Lindsay in 1973 as a Research Engineer;
Vice President-Marketing 1978;
Vice President-Sales and Marketing 1986;
Vice President-Domestic Sales 1997

Doug Taylor
Vice President-Chief Information Officer
Joined Lindsay in 2005

William F. Welsh II
Director since 2001
Retired Chairman of Election Systems & Software
Chairman of the Board, Ballantyne of Omaha, Inc.
Director: Ballantyne of Omaha, Inc.

Annual Meeting
All shareholders are invited to attend our annual meeting, which will be held on January 29, 2007, at 8:30 a.m. at our corporate office located at 2707 North 108th Street, Omaha, Nebraska. We look forward to meeting shareholders and answering questions at the meeting. Any shareholder who will be unable to attend is encouraged to send questions and comments in writing to David B. Downing, Secretary, at Lindsay's corporate office.

Quarterly Calendar
The Company operates on a fiscal year ending August 31. Fiscal 2007 quarter-end dates are November 30, 2006, February 28, 2007, May 31, 2007 and August 31, 2007. Quarterly earnings are announced approximately three weeks after the end of each quarter and audited results are announced approximately five weeks after year end. Quarterly earnings releases are posted to Lindsay's Web page at www.lindsay.com.

Transfer Agent and Registrar
Wells Fargo Shareowner Services
Post Office Box 64854
St. Paul, Minnesota 55164-0854
Phone: (800) 468-9716
FAX: (651) 450-4033

Research Coverage Provided By
BB&T Capital Markets
Boenning & Scattergood, Inc.
Value Line

Web Page
www.lindsay.com

Stock Market Information
Lindsay's common stock is traded on the New York Stock Exchange, Inc. (NYSE) under the ticker symbol LNN.

Certifications
The Company has filed certifications under Section 302 and Section 906 of the Sarbanes-Oxley Act of 2002 as exhibits to its Form 10-K for fiscal year 2006. These exhibits are signed by the Chief Executive Officer and the Chief Financial Officer, respectively. Additionally, on February 22, 2006, the Company's Chief Executive Officer provided his annual certification regarding the Company's compliance with the New York Stock Exchange corporate governance listing standards.

Independent Auditors
KPMG LLP
Omaha, Nebraska

For Further Information
Shareholders and prospective investors are welcome to call or write Lindsay Corporation with questions or requests for additional information. Please direct inquiries to:

David B. Downing
Senior Vice President, Chief Financial Officer, Treasurer and Secretary
Lindsay Corporation.
2707 North 108th Street, Suite 102
Omaha, Nebraska 68164
(402) 827-6235

Concerning Forward-Looking Statements
This Annual Report and Form 10-K, including the President's letter, Management's Discussion and Analysis, and other sections, contains forward-looking statements that are subject to risks and uncertainties and which reflect management's current beliefs and estimates of future economic circumstances, industry conditions, Company performance and financial results. Forward-looking statements include the information concerning possible or assumed future results of operations of our Company and those statements preceded by, followed by, or including the words "future," "position," "anticipate(s)," "expect," "believe(s)," "see," "plan," "further improve," "outlook," "should," or similar expressions. For these statements, we claim the protection of the safe harbor for forward-looking statements contained in the Private Securities Litigation Reform Act of 1995. You should understand that the following important factors, in addition to those discussed elsewhere in the document, could affect the future results of the Company and could cause those results to differ materially from those expressed in our forward-looking statements: availability of and price of raw materials, product pricing, competitive environment and related domestic and international market conditions, operating efficiencies and actions of domestic and foreign governments. Any changes in such factors could result in significantly different results.

Lindsay USA

Lindsay Corporation
Corporate Headquarters
2707 N. 108th Street, Suite 102
Omaha, Nebraska 68164 U.S.A.
Ph: 1-402-829-6800
Toll-free: 1-800-829-5300
Fx: 1-402-829-6834
Web: www.lindsay.com

Barrier Systems, Inc.
108 RIver Road
Rio Vista, California 94571 U.S.A.
Ph: 1-707-374-6800
Fx: 1-707-374-6801
Web: www.barriersystemsinc.com

Lindsay International

Lindsay Europe SAS
72300 La Chapelle
d'Aligne
France
Ph: 33-2-4348-0202
Fx: 33-2-4348-0200
Web: www.Lindsay-Europe.com

Lindsay Manufacturing Africa Pty. Ltd.
H/v Vosmaar & Drommedaris straat
Dal Josafat
Paarl 7620
South Africa
Ph: +27 21 868 7100
Fx: +27 21 868 7117

Lindsay América Do Sul, Ltda.
Rodovia Adhemar Pereira de Barros
SP 340 – KM 153.5
CEP 13800-970 Mogi-Mirim
Sao Paulo
Brazil
Ph: 55-19-3814-1100
Fx: 55-19-3814-1101
Web: www.lindsay.com.br