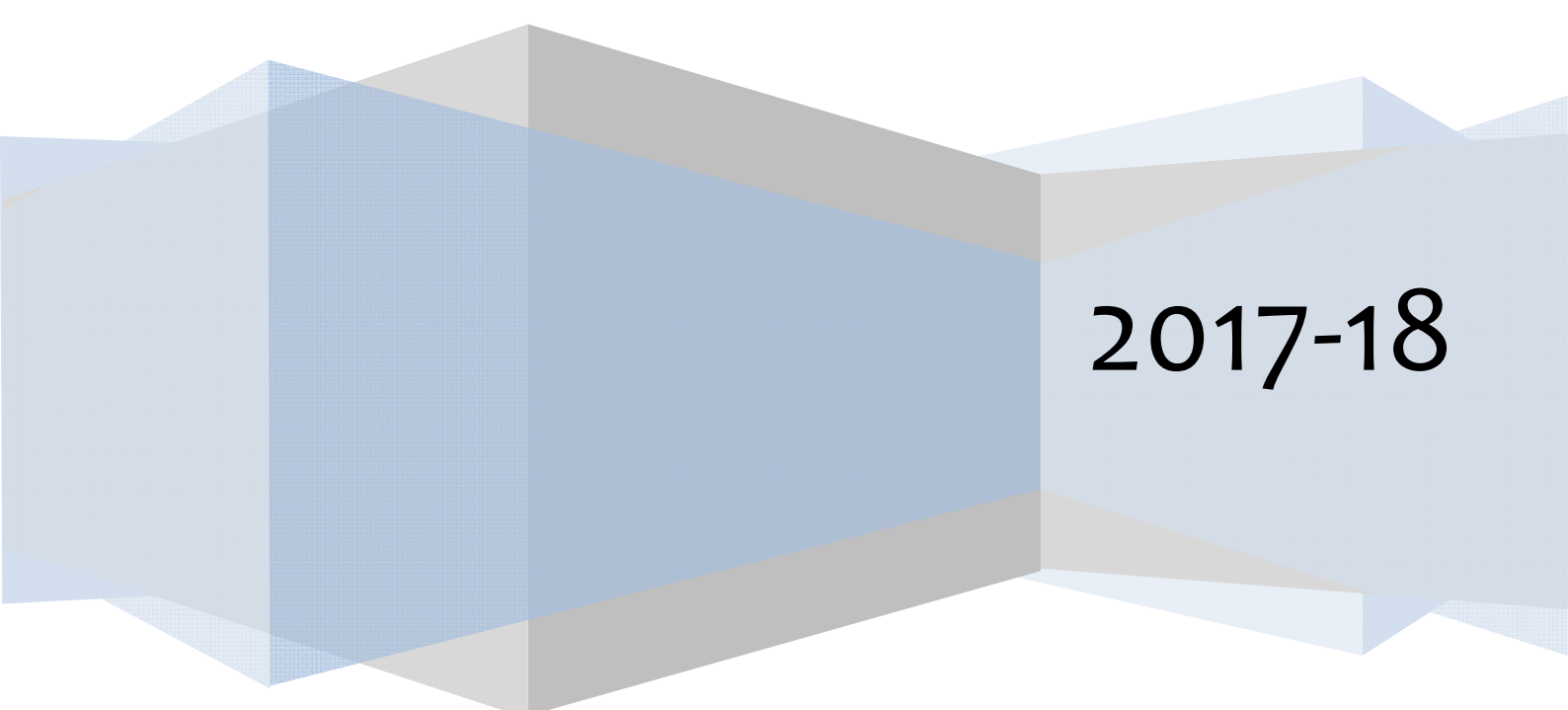


ARMS PAPER LIMITED

35TH ANNUAL REPORT



2017-18

COMPANY INFORMATION

BOARD OF DIRECTORS

RUSHAL PATEL : CHAIRMAN
PAWANJITSINGH NEGI : INDEPENDENT DIRECTOR
NIKHIL RAJPURIA : INDEPENDENT DIRECTOR
NISHANT KUMAR : INDEPENDENT DIRECTOR
RIMA MEHTA : INDEPENDENT DIRECTOR

COMPANY SECRETARY

UDIT VORA

BANKERS

- STATE BANK OF INDIA
- The Kalupur Commercial Co-op. Bank Ltd.

REGISTERED OFFICE

802 AVDHESH HOUSE,
NR. DEVANG PARK,
OPP. GURUDWARA
S.G. Highway, THALTEJ
Ahmedabad-380 054
Tel.: +91 79 2685 5714
Email : armspaperltd@gmail.com
CIN: L21098GJ1983PLC006041

STATUTORY AUDITORS

M/S. J. R. PUROHIT & Co.
Chartered Accountants
Ahmedabad

REGISTRAR & SHARE TRANSFER AGENTS

LINK INTIME INDIA PVT. LTD.,
506-508, AMARNATH BUSINESS CENTRE-1
(ABC-1), BESIDES GALA BUSINESS CENTRE
NEAR XT XAVIER'S COLLEGE CORNER
OFF C G ROAD , ELLISBRIDGE
AHMEDABAD 380006
Tel No : +91 79 26465179 /86 / 87
E-mail id : ahmedabad@linkintime.co.in

LISTING

BSE LIMITED (SCRIP CODE 532397)

NOTICE

NOTICE is hereby given that the 35th Annual General Meeting of the Members of **M/S. ARMS PAPER LIMITED** will be held on **Saturday, the 29th day of September, 2018** at 3:30 pm at **Gujarat paper Makers' Association, 802, 8th Floor, Avdhesh House, Opp. Guru Govind Gurudwara, Sarkhej - Gandhinagar Highway, Thaltej, Ahmedabad- 380 054** to transact the following business:-

ORDINARY BUSINESS

- 1] To receive, consider and adopt the Audited Balance Sheet of the Company as at 31st March, 2018 and Statement of Profit and Loss for the year ended on that date together with Directors' and the Auditors' Report thereon.
- 2] To consider, and if thought fit, to pass with or without modification, the following resolution as an ordinary resolution:

"RESOLVED THAT pursuant to the provisions of Section 139 and other applicable provisions, if any, of the Companies Act, 2013 and the rules framed thereunder, as amended from time to time, the Company hereby ratifies the appointment of M/s. J. R. Purohit & Co. (Firm Registration No. 111841W), Chartered Accountants, Ahmedabad, as the Statutory Auditors of the Company to hold office commencing from the conclusion of this Annual General Meeting of the Company till the Conclusion of next Annual General Meeting of the Company, at a remuneration as may be decided by the Board of Directors of the Company as per the recommendation of the Audit Committee".

SPECIAL BUSINESS

- 3] To consider, and if thought fit, to pass with or without modification, the following resolution as an special resolution:

To amend the Main Object Clause of the Memorandum of Association of the Company.

"RESOLVED THAT pursuant to the provisions of Section 4, 13 and all other applicable provisions, if any, of the Companies Act, 2013 (including any amendment thereto or re-enactment thereof), and subject to necessary approval(s), consent(s), permissions and sanctions, if any, from the Central Government, and/or any other appropriate authority(ies), which the Board of Directors is authorised to accept as it may deem fit, the approval of the members of the Company be and is hereby accorded for effecting the following modifications, additions and amendments in the existing Memorandum of Association of the Company:-

"To carry on the business of buying, selling, reselling, manufacturing, importing, exporting, transporting, storing, developing, promoting, marketing, supplying, trading or dealing in any manner whatsoever in all type of goods and to act as broker, trader, agent, C & F agent, shipper, commission agent, distributor, representative, franchiser, consultant, collaborator, stockist, liasioner, job worker, export house of goods, merchandise and services of all grades, specifications, descriptions, applications, modalities, fashions, including by-products, spares or accessories thereof, on retail as well as on wholesale basis in India or elsewhere."

"RESOLVED FURTHER THAT the existing Memorandum of Association of the Company, duly modified as aforesaid, or as suggested by any appropriate authority and accepted by the Board, be adopted as the Memorandum of Association of the Company."

- 4] To consider, and if thought fit, to pass with or without modification, the following resolution as an special resolution:

To adopt new set of Memorandum of Association of the Company

"RESOLVED THAT pursuant to provisions of Section 4 and Section 13 of the Companies Act, 2013, and other applicable provisions read with the rules and regulations made thereunder including any amendments, re-enactment or statutory modification thereof, approval of the members be and is hereby accorded to amend the Memorandum of association of the Company as per the draft circulated with the notice of this meeting with respect to the object clause (Clause III) of the Memorandum of Association of the Company and such other amendments as may be required to align the Memorandum of Association with the provisions of the Companies Act, 2013.

RESOLVED FURTHER THAT Mr. Rushal Patel (DIN : 06575447) or Mr. Pawanjitsingh Negi (DIN : 02729393) Directors of the Company or Mr. Udit Vora, Company Secretary of the Company be and are hereby authorized to settle any question, difficulty or doubt, that may arise in giving effect to this resolution and to do all such acts, deeds, matters and things, including delegate such authority, as may be considered necessary, proper or expedient in order to give effect to the above resolution.

RESOLVED FURTHER THAT Mr. Rushal Patel (DIN : 06575447) or Mr. Pawanjitsingh Negi (DIN : 02729393) Directors of the Company or Mr. Udit Vora, Company Secretary of the Company, be and are hereby severally authorized to do all such acts, deeds, matters and things and to sign all such other documents, in each case, as they or any of them may deem necessary, proper or desirable (including without limitation making the appropriate e-filings with the Registrar of Companies, Ahmedabad/ Ministry of Corporate Affairs), in connection with the amendment of Memorandum of Association of the Company, as approved by the Board and the members of the Company and/ or generally to give effect to the foregoing resolutions.

RESOLVED FURTHER THAT Mr. Rushal Patel (DIN : 06575447) or Mr. Pawanjitsingh Negi (DIN : 02729393) Directors of the Company or Mr. Udit Vora, the Company Secretary of the Company, be and are hereby authorised to issue/ provide certified true copies of these resolutions."

- 5] To consider, and if thought fit, to pass with or without modification, the following resolution as an special resolution:

To adopt new set of Articles of Association of the Company

"RESOLVED THAT pursuant to the provisions of section 14 of the Companies Act, 2013, and other applicable provisions read with the rules and regulations made there under including any amendment, re-enactment or statutory modification thereof, the new set of Articles of Association (as circulated along with notice of this meeting) be and are hereby approved and

adopted in substitution for, and to the exclusion, of the existing Articles of Association of the Company.”

“RESOLVED FURTHER THAT Mr. Rushal Patel (DIN : 06575447) or Mr. Pawanjitsingh Negi (DIN : 02729393) Directors of the Company or Mr. Udit Vora, Company Secretary of the Company be and are hereby severally authorized to settle any question, difficulty or doubt, that may arise in giving effect to this resolution and to do all such acts, deeds, matters and things, including delegate such authority, as may be considered necessary, proper or expedient in order to give effect to the above resolution.”

“RESOLVED FURTHER THAT Mr. Rushal Patel (DIN : 06575447) or Mr. Pawanjitsingh Negi (DIN : 02729393) Directors of the Company or Mr. Udit Vora, Company Secretary of the Company, be and are hereby severally authorized to do all such acts, deeds, matters and things and to sign all such other documents, in each case, as they or any of them may deem necessary, proper or desirable (including without limitation making the appropriate e-filings with the Registrar of Companies, New Delhi/ Ministry of Corporate Affairs), in connection with the adoption of the new set of Articles of Association of the Company, as approved by the Board and the members of the Company and/ or generally to give effect to the foregoing resolutions.”

“RESOLVED FURTHER THAT Mr. Rushal Patel (DIN : 06575447) or Mr. Pawanjitsingh Negi (DIN : 02729393) Directors of the Company or Mr. Udit Vora, the Company Secretary of the Company, be and are hereby severally authorised to issue/ provide certified true copies of these resolutions.”

- 6] To consider, and if thought fit, to pass with or without modification, the following resolution as an special resolution:

Re-Appointment of Mr. Rushal Patel as Director

“RESOLVED THAT pursuant to Section 149, 152 read with Schedule IV and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014, Mr. Rushal Patel (DIN 06575447, and holds office upto the date of ensuing Annual General Meeting, be and is hereby appointed as an Director of the Company”.

- 7] To consider, and if thought fit, to pass with or without modification, the following resolution as an special resolution:

Re-Appointment of Mr. Pawanjitsingh Negi as Independent Director

“RESOLVED THAT pursuant to the provisions of Sections 149, 152 read with Schedule IV and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014, Mr. Pawanjitsingh Negi (DIN : 02729393), who has submitted a declaration that he meets the criteria for independence as provided in Section 149(6) of the Companies Act, 2013 and who is eligible for re-appointment, be and is hereby re-

appointed as an Independent Director of the Company to hold office for a period of five years up to 40th Annual General Meeting of the Company.”

For and on Behalf of the Board of Directors

Place : Ahmedabad
Date : 13th August, 2018

Udit Vora
Company Secretary
A38017

NOTES:

- 1] **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY OR PROXIES TO ATTEND AND VOTE, INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXY FORM, IN ORDER TO BE EFFECTIVE MUST BE LODGED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.**
- 2] The Register of Members and the Share Transfer Books of the Company will remain closed from 22nd September, 2018 to 29th September, 2018 (both days inclusive).
- 3] Members/Proxies should bring the enclosed Attendance Slip duly filled in for attending the meeting along with a copy of the Annual Report. Corporate members intending to send their authorized representatives to attend the meeting are requested to send a certified copy of Board Resolution authorizing their representatives to attend and vote on their behalf in the meeting.
- 4] Members who hold shares in dematerialized form are requested to write their Client ID and DP ID and those who hold the shares in physical form are requested to write their Folio Number(s) in the Attendance Slip for attending the meeting.
- 5] Members holding shares in physical form are requested to notify the change in their addresses, Bank details etc., if any, to the Company at the registered office of the Company or to M/s. Link Intime India Private Limited – Registrar & Share Transfer Agents, by quoting their folio numbers. Members holding shares in electronic mode may update such details with their respective Depository Participants [DPs].
- 6] Members holding shares in physical form can avail of the nomination facility by filing Form 2B (in duplicate) with the Company or its Registrar & Share Transfer Agent which will be made available on request and in case of shares held in dematerialized form, the nomination has to be lodged with their DPs’.
- 7] Members of the Company who have multiple accounts in identical names or joint accounts in the same order are requested to send all the share certificates to the Registrar & Share Transfer Agents **M/s. Link Intime India Private Limited** or to the Registered Office of the Company for consolidation of all such shareholdings into one account to facilitate better service.

- 8] Members desirous of obtaining any information concerning the Accounts and Operations of the Company are requested to address their questions to the Company Secretary of the Company so as to reach at least seven days before the date of the meeting, so that the information may be made available at the meeting, to the best extent possible.
- 9] In all correspondence with the Company or with its Share Transfer Agents, members are requested to quote their folio number and in case their shares are held in the dematerialized form, they must quote their DP ID and Client ID.
- 10] The shares of the Company are in compulsory demat segment. Those members who still continue to hold shares in physical form, are requested to get their shares dematerialized at the earliest.
- 11] Securities and Exchange Board of India has made it mandatory for every participant in the securities/capital market to furnish Income Tax Permanent Account Number (PAN). Accordingly, all the shareholders (including joint holders) holding shares in physical form are requested to submit copy of their PAN Card for the purpose of transfer to our Registrar & Share Transfer Agents, M/s. Link Intime India Private Limited.
- 12] Securities and Exchange Board of India has made it mandatory for every shareholder who is holding their shares in physical form, to submit their PAN Card and Bank details for verification and updation of records. The Trading of Shares in physical form will be disallowed w.e.f. 5th December, 2018 and only demat trading will be allowed.
- 13] Members are requested to bring the copy of the Annual Report at the meeting.
- 14] **Submission of KYC for all physical shareholders**

Pursuant to SEBI Circular no. SEBI/HO/MIRSD/DOP1/CIR/P/2018/73 dated 20.04.2018 all security holders holding securities in physical mode are required to re-submit their PAN and Bank details to its RTA, failing which they will be put under strict vigilance. Format of providing details is attached to the Annual Report.

15]. **Voting through electronic means:**

In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide to its members facility to exercise their right to vote at the 35th Annual General Meeting (AGM) by electronic means and the business(es) contained therein may be transacted through e-Voting Services provided by Central Depository Services Limited (CDSL):

The instructions for shareholders voting electronically are as under:

- (i) The voting period begins on 25th September, 2018 (09:00 a.m.) and ends on 27th September, 2018 (05:00 p.m.). During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 22nd

September, 2018, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

- (ii) The shareholders should log on to the e-voting website www.evotingindia.com.
- (iii) Click on Shareholders.
- (iv) Now Enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (v) Next enter the Image Verification as displayed and Click on Login.
- (vi) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
- (vii) If you are a first time user follow the steps given below:

For Members holding shares in Demat Form and Physical Form	
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> • Members who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number which is printed on Postal Ballot / Attendance Slip/Address Slip.
DOB	Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.
Dividend Bank Details	Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio. <ul style="list-style-type: none"> • Please enter the DOB or Dividend Bank Details in order to login. If the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iv).

- (viii) After entering these details appropriately, click on "SUBMIT" tab.

- (ix) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xi) Click on the EVSN for the relevant "Arms Paper Limited" on which you choose to vote.
- (xii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiii) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xiv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xvi) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
- (xvii) If Demat account holder has forgotten the same password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xviii) Note for Non – Individual Shareholders and Custodians
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.

- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
 - The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- (xix) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com.

For and on Behalf of the Board of Directors

Place : Ahmedabad
Date : 13th August, 2018

Udit Vora
Company Secretary
A38017

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

Item No 3

The Board of Directors of the Company in their meeting dated 13th August, 2018 has decided to amend the main object of the Company, in order to facilitate the Company to carry on business into any commodity, goods, etc.

The said amendment is sought to diversify the business of the Company and explore various other markets and thus generating revenue for its stakeholders. Your Company has made necessary research in the prevailing market for the various goods and thus availing benefit from diverse market. This requires the proposed amendment in the Main Object clause of the Memorandum of Association of the Company.

Your Directors commend passing of this resolution by way of a special resolution.

None of the directors, KMPs, or their relatives are interested or concerned, financially or otherwise, in the resolution set out at item no. 3.

Item No. 4

Upon enactment of the Companies Act, 2013, the Memorandum of Association of the Company were required to be re-aligned as per the provisions of the new Act.

Your directors' in its meeting held on 13th August, 2018 had approved (subject to the approval of members) the amendment in the Memorandum of Association of the Company with respect to the following:

- a) Clause IIIA – Main Objects of the Company by way of insertion(s)/ deletion(s)/ alteration(s);
- b) Clause IIIB – Matters which are necessary for furtherance of the Objects specified In Clause 3(A) by way of insertion(s)/ deletion(s)/ alteration(s);
- c) Clause III© – Other objects have been deleted;
- d) Other amendments required to align the existing memorandum of association with the provisions of the Companies act, 2013.

The draft of the amended Memorandum of Association proposed for approval, are circulated along with this notice of the Annual General Meeting and also available for inspection by the shareholders of the Company during normal business hours at the Registered office of the Company and copies thereof shall also be made available for inspection at the Corporate Office of the Company and also at the place of the meeting on the meeting day.

In terms of Section 4 and 13 of the Companies Act, 2013, the consent of the Members by way of Special Resolution is required for proposed amendments in the Memorandum of Association of the Company.

Your Directors commend passing of this resolution by way of a special resolution.

None of the directors, KMPs, or their relatives are interested or concerned, financially or otherwise, in the resolution set out at item no. 4.

Item No. 5

Upon enactment of the Companies Act, 2013, various provisions of the Companies Act, 1956 have been repealed and in view of the same the Articles of Association of the Company needs to be re-aligned as per the provisions of the new Act.

The Board of Directors in its meeting held on 13th August, 2018 decided (subject to the approval of members) to adopt a new set of Articles of Association in place of and to the exclusion of existing Articles of Association of the Company.

The draft of the new set of Articles proposed for approval is being circulated along with this notice of the Annual General Meeting and also available for inspection by the shareholders of the Company during normal business hours at the Registered office of the Company and copies thereof shall also be made available for inspection at the Corporate Office of the Company and also at the place of the meeting on the meeting day.

In terms of Section 14 of the Companies Act, 2013, the consent of the Members by way of special resolution is required for adoption of new set of Articles of Association of the Company.

Your Directors commend passing of this resolution by way of a special resolution.

None of the directors, KMPs, or their relatives are interested or concerned, financially or otherwise, in the resolution set out at item no. 5.

Item No. 6

Mr. Rushal Patel (DIN 06575447), was appointed as Director of the Company with effect from 13th May, 2013. He holds office of Independent Director and considering his experience and interest shown in the involvement of the Business of the Company, Board of Directors has appointed him as a Director of the Company.

Mr. Rushal Patel, is concerned or interested in the resolution of the accompanying notice relating to his concerned appointment. None of the other directors, KMPs, or their relatives are interested or concerned, financially or otherwise, in the resolution set out at item no. 6.

Item No. 7

Mr. Pawanjitsingh Negi (DIN 02325787), holds office of Independent Director up to the date of ensuing Annual General Meeting and being eligible offers himself for re-appointment for further period of five years.

The aforesaid Director have given declaration to the Board that he meets the criteria of independence as provided under Section 149(6) of the Companies Act, 2013 and in the opinion of the Board, he fulfill the conditions specified in the Act and the Rules framed there under for re-appointment as Independent Director.

The Board considers that it is desirable to continue to avail his services as Independent Directors and accordingly, the Board recommends the above resolution for the approval of the members of the Company.

Mr. Pawanjitsingh Negi, is concerned or interested in the resolution of the accompanying notice relating to his concerned appointment. None of the other Directors, and Key Managerial Personnel of the Company and their relatives are concerned or interested, , in the resolution set out at item No. 8 of the accompanying Notice.

For and on Behalf of the Board of Directors

Place : Ahmedabad
Date : 13th August, 2018

Udit Vora
Company Secretary
A38017

- Details of the Director seeking appointment / re-appointment in the ensuing Annual General Meeting

Sr. No.	Name of Director	DIN	Date of Appointment	Qualifications	Experience
1	Mr. Rushal Patel	06575447	13/05/2013	B. Com	9 Years
2	Mr. Pawanjitsingh Negi	02729393	13/05/2013	B.Com. LL.B	38 Years

DIRECTORS' REPORT

To,
The Members,
ARMS PAPER LIMITED
AHMEDABAD

Your Directors take pleasure in presenting the 35th Annual Report of your Company together with Audited Accounts for the year ended 31st March, 2018.

1. FIRST YEAR OF IMPLEMENTATION OF INDIAN ACCOUNTING STANDARDS (Ind AS)

This is the first year of implementation of Indian Accounting Standards (Ind AS). The standalone financial statements for the year ended 31st March, 2018 have been prepared in accordance with the Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014. The financial statements for the year ended on 31st March, 2017 have been restated in accordance with Ind AS for comparative information.

2. FINANCIAL HIGHLIGHTS:

Your company's performance for the financial year 2017-18 is summarized below:-

	2017-18	2016-17
	(Rs. in lacs)	(Rs. in lacs)
Total Revenue	5861.82	1549.03
Total Expenses	5852.51	1553.56
Profit (Loss) Before Taxes	9.31	(4.04)
Net Tax Expense	13.34	(0.22)
Profit/ (Loss) for the period (After Tax)	(4.03)	(3.82)

3. OPERATIONS:

Your Company has earned total revenue of Rs. 5861.82 Lacs as compared to Rs. 1549.03 Lacs in the previous year. The total expenditure incurred during the year was Rs. 5852.51 Lacs as compared to Rs. 1553.56 Lacs in the previous year. The Net Loss after taxation during the year under review is Rs. 4.03 Lacs as compared to previous year's Loss of Rs. 3.82 Lacs in the previous year. Your Directors are exploring various new business opportunities that will enable the Company to improve its financial position.

4. DIVIDEND:

With a view to conserve the resources, your Directors do not recommend any dividend on the equity share capital of the Company for the year ended 31st March, 2018.

5. PUBLIC DEPOSITS:

Your Company has not accepted any deposits from public during the year under review.

6. DIRECTORS:

Shri Rushal Patel, Director retires at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment.

7. COMPOSITION AND NUMBER OF MEETINGS OF THE BOARD

The Board of Directors of the Company consists of well qualified and experienced persons having expertise in their respective areas. It has appropriate combination of **1 Non-Executive Chairman, 3 Independent Directors and 1 Woman Director** as required pursuant to the provisions of Section 149 of the Companies Act, 2013.

The Board meets at regular interval with gap between two meetings not exceeding 120 days. Additional meetings are held as and when necessary. During the year under the review, the Board met 5 times on the following dates: 29th May, 2017, 11th August, 2017, 30th August, 2017, 28th November, 2017, and 8th February, 2018.

8. COMPOSITION OF AUDIT AND RISK MANAGEMENT COMMITTEE

In compliance with the requirement of Section 177 of the Companies Act, 2013, the Board of Directors has constituted the Audit & Risk Management Committee. The members of the Audit & Committee possess financial/accounting expertise and exposure.

The Audit Committee comprises of the Independent Directors of the Company under the Chairmanship of Mr. Pawanjit Singh Negi. The other independent directors of the Committee are Mr. Nishant Kumar and Mr. Nikhil Rajpuria.

For the Financial year 2017-18, the Audit Committee met 4 times on the following dates: 29th May, 2017, 11th August, 2017, 28th November, 2017 and 8th February, 2018.

The recommendations given by the Audit Committee are considered and reviewed by the members of the Board of the Company. However, there is no such case, where the Board dissented or did not accept the recommendation of the Audit Committee.

9. DIRECTORS' RESPONSIBILITY STATEMENT:

In terms of Section 134 (3) of the Companies Act, 2013, in relation to the financial statements for FY 2017-18 the Board of Directors state that:

- a) In preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- b) The Directors 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 as on 31st March, 2018 and of the profits for the year ended 31st March, 2018;

- c) the Directors have taken proper and sufficient care for maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- d) the financial statements have been prepared on a going concern basis.
- e) the Directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively

10. POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION INCLUDING CRITERIA FOR DETERMINING QUALIFICATIONS, POSITIVE ATTRIBUTES, INDEPENDENCE OF A DIRECTOR AND OTHER MATTERS PROVIDED UNDER SUB-SECTION (3) OF SECTION 178

The Composition of the Nomination & Remuneration Committee is as under:

1. Shri Pawanjit Singh Negi – Independent Director
2. Shri Nishant Kumar - Independent Director
3. Shri Nikhil Rajpuria - Independent Director
4. Shri Rushal Patel - Director

The Nomination & Remuneration Committee considers the requirement of the skill on the Board, integrity of the persons having standing in their respective field/profession and who can effectively contribute to the Company's business and policy decisions, recommend the appointment to the Board for approval.

The Committee has approved a policy with respect to the appointment and remuneration of the Directors and Senior Management personnel.

11. STATUTORY AUDITORS AND THEIR REPORT

M/s. J. R. Purohit & Co., Chartered Accountants, the Statutory Auditors of the Company who were appointed at the 31st Annual General Meeting of the Company to hold office till 36th Annual General Meeting are subject to ratification. They have confirmed their eligibility under Section 141 of the Companies Act, 2013 and the rules framed there under for ratification as Statutory Auditors of the Company. As required under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the auditors have also confirmed that they hold a valid certificate issued by the Peer Review Board of the Institute of Chartered Accountants of India. furnished a certificate regarding their eligibility for re-appointment as Statutory Auditors of the Company, pursuant to Section 139 (1) of the Companies Act, 2013 read with rules. The Board of Directors recommends their re-appointment.

The Auditors' Report does not contain any qualification, reservation or any adverse remark.

12. CORPORATE GOVERNANCE REPORT

Pursuant to Regulation 15 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Report on Corporate Governance and Management Discussion & Analysis Report are not applicable to the Company, as the paid up equity share capital of the Company is less than Rs. 10 Crore and net worth of the Company is less than Rs. 25 Crores as on the last date of Financial year 2017-18.

13. INTERNAL AUDITORS

Pursuant to the provisions of Section 138 read with Rule 13 of the Companies (Accounts) Rules, 2014, your Company has appointed M/s S. Khemka & Co., Chartered Accountants, as the Internal Auditors of the Company for conducting internal audit for the financial year 2016-17.

14. SECRETARIAL AUDIT REPORT

Pursuant to Section 204 read with Section 134(3) of the Companies Act, 2013, the Board of Directors has appointed Ms. Viral Garachh., Company Secretary, Ahmedabad as Secretarial Auditor of the Company for FY 2017-18. The Secretarial Audit Report provided by Ms. Viral Garachh. is annexed with the Board's report as **Annexure A**.

15. SECRETARIAL AUDITORS' REMARKS

Ms. Viral Garachh, Company Secretary who was appointed as Secretarial Auditor for the Company for conducting audit for the year 2017-18, has given following qualifications in her report

"The Company has not complied with the provisions of section 203 of the Companies Act, 2013 with regards to appointment of the key managerial personnel.

The Company has not complied with section 93 of the Companies Act, 2013, with regards to filing of form MGT-10 which is required to be filed for change in the position of the holding of the promoter and promoter group for more than 2%."

16. MANAGEMENT'S VIEW ON REMARKS

With reference to the remarks provided in the Secretarial Audit Report, Board of Directors of the Company has considered the remarks and has decided to comply with the remarks mentioned in the report in the due course. With respects to non appointment of Key Managerial Personnel, your Directors were not able to find any suitable candidate for the post and thus the position of KMP remains vacant. Your Directors will strive harder to find a suitable candidate and will comply with the law.

17. CODE OF CONDUCT

The Company has adopted a Code of Business Conduct based on the business principles of the Company. The Board has laid down the code of conduct for all Board members and Senior management of the Company. The code of conduct has been posted on the website of the

company. All Board members and Senior management personnel affirms the compliance with the code on an annual basis in the prescribed format.

18. STATEMENT ON DECLARATION GIVEN BY INDEPENDENT DIRECTORS UNDER SUB-SECTION (6) OF SECTION 149

The Company has received declarations from all the Independent Directors confirming that they meet the criteria of Independence as prescribed under the applicable provisions of the Companies Act, 2013 read with the Schedules and Rules issued thereunder as well as applicable regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

19. DEMATERIALIZATION

The Equity shares of the Company are in compulsory demat segment and are available for trading in the depository system of both National Securities Depository Ltd (NSDL) and the Central Depository Services (India) Ltd. (CDSL). 52,15,172 nos. of equity shares forming 94.61% of the equity share capital of the Company stands dematerialized on 31st March, 2017.

20. LISTING OF SHARES:

The Equity Shares of the Company are listed on the BSE Limited, the nation-wide Stock Exchange.

21. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

During the financial year, no transactions fall under the purview of Section 188 of the Companies Act, 2013, hence it is not applicable.

22. CORPORATE SOCIAL RESPONSIBILITY (CSR)

Provisions of Corporate Social Responsibility (CSR) are currently not applicable to the Company.

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

The details relating to conservation of energy, technology absorption, foreign exchange earnings and outgo prescribed under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Account) Rules, 2014 are not applicable to the Company.

24. PARTICULARS OF EMPLOYEES

The information required pursuant to Section 197 read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are not applicable to the Company.

25. THE EXTRACT OF THE ANNUAL RETURN

The details forming part of the extract of the Annual Return in Form MGT 9 as required under Section 134 (a) of the Companies Act, 2013, is attached as **Annexure B** to this Report.

26. APPRECIATION AND ACKNOWLEDGEMENTS

The Board of Directors places on record their appreciation for the continued support and confidence received from its Bankers and employees of the Company.

For and on behalf of the Board of Directors

Place : Ahmedabad

Date: 13/08/2018

**Rushal patel
Chairman
DIN: 06575447**

Form No. MGT-9

EXTRACT OF ANNUAL RETURN

as on the financial year ended on 31st March, 2018

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

I. REGISTRATION AND OTHER DETAILS:	
i) CIN:-	L21098GJ1983PLC006041
ii) Registration Date:	23rd March, 1983
iii) Name of the Company:	Arms Paper Limited
iv) Category / Sub-Category of the Company:	Public
v) Address of the Registered office and contact details:	802 Avdhesh House, Nr. Devang Park, Opp. Shri Guru Govind Gurudwara, S.G. Highway, Thaltej, Ahmedabad - 380054 Tel: 91-79-26855714 armspaperltd@gmail.com
vi) Whether listed company Yes / No :	Yes
vii) Name, Address and Contact details of Registrar and Transfer Agent, if any :	Link Intime India Private Limited 506-508,Amarnath Business Centre-1 (ABC-1), Besides Gala Business Centre Near XT Xavier's College Corner Off C G Road , Ellisbridge Ahmedabad 380006 Tel No : +91 79 26465179 /86 / 87 E-mail id : ahmedabad@linkintime.co.in

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

The company is engaged in only one business activity, i.e. trading of paper.

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES – NIL

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

i) Category-wise Share Holding

CATEGORY OF SHAREHOLDER	No. of the shares held at the beginning of the year 01/04/2017				No. of shares held at the end of the year 31/03/2018				% change during the year
	Demat	Physical	Total	% of total shares	Demat	Physical	Total	% of total shares	
A. PROMOTER AND PROMOTER GROUP									
(1) INDIAN									
a) Individual/ HUF	0	0	0	0	0	0	0	0	0.00
b) Central Govt.	0	0	0	0	0	0	0	0	0.00
c) State Govt (s)	0	0	0	0	0	0	0	0	0.00
d) Bodies Corp.	0	0	0	0	0	0	0	0	0.00
e) Banks / FII(s)	0	0	0	0	0	0	0	0	0.00
f) Any Other	0	0	0	0	0	0	0	0	0.00
Sub-Total A(1) :	0	0	0	0	0	0	0	0	0.00
(2) FOREIGN									
1. Individuals (NRIs/Foreign	0	0	0	0	0	0	0	0	0.00

CATEGORY OF SHAREHOLDER	No. of the shares held at the beginning of the year 01/04/2017				No. of shares held at the end of the year 31/03/2018				% change during the year
	Demat	Physical	Total	% of total shares	Demat	Physical	Total	% of total shares	
Individuals)									
2. Bodies Corporate	0	0	0	0	0	0	0	0	0.00
3. Institutions	0	0	0	0	0	0	0	0	0.00
4. Qualified Foreign Investor	0	0	0	0	0	0	0	0	0.00
5. Others	0	0	0	0	0	0	0	0	0.00
Sub-Total A(2) :	0	0	0	0	0	0	0	0	0.00
Total Shareholding of Promoter(A)=A(1)+A(2)	0	0	0	0	0	0	0	0	0.00
B. PUBLIC SHAREHOLDING									
(1) INSTITUTIONS									
1. Mutual Funds	0	0	0	0	0	0	0	0	0.00
2. Financial Institutions /Banks	0	0	0	0	0	0	0	0	0.00
3. Central Government	0	0	0	0	0	0	0	0	0.00
4. State Government(s)	0	0	0	0	0	0	0	0	0.00
5. Venture Capital Funds	0	0	0	0	0	0	0	0	0.00
6. Insurance Companies	0	0	0	0	0	0	0	0	0.00
7. Foreign Institutional Investors	0	0	0	0	0	0	0	0	0.00
8. Foreign Venture Capital Investors	0	0	0	0	0	0	0	0	0.00
9. Others	0	0	0	0	0	0	0	0	0.00
Sub-Total B(1) :	0	0	0	0	0	0	0	0	0.00

CATEGORY OF SHAREHOLDER	No. of the shares held at the beginning of the year 01/04/2017				No. of shares held at the end of the year 31/03/2018				% change during the year
	Demat	Physical	Total	% of total shares	Demat	Physical	Total	% of total shares	
(2) NON-INSTITUTIONS									
a) Bodies Corporate									
i) Indian	916543	0	916543	16.61	904137	0	904137	16.39	-0.22
ii) Overseas	0	0	0	0	0	0	0	0	0.00
b) Individuals									
(i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	905499	297829	1203328	21.81	923462	303028	1226490	22.23	0.42
(ii) Individual shareholders holding nominal share capital in excess of Rs.1 lakh	3084189	10000	3094189	56.07	3078716	0	3078716	55.79	-0.28
c) Others	276398	0	276398	5.01	280253	0	280253	5.08	0.07
i) Employees	0	0	0	0.00	0	0	0	0	0.00
ii) Non Resident Repatriates	450	0	450	0.01	450	0	450	0.01	0.00
iii) Non Resident Non Repatriates	520	0	520	0.01	650	0	650	0.01	0.00
iv) Non domestic companies	0	0	0	0.00	0	0	0	0	0.00
v) Trusts	0	0	0	0.00	0	0	0	0	0.00
vi) Others-Clearing Members	501	0	501	0.01	1233	0	1233	0.02	0.01
vii) Directors & Their Relatives & Friends	26271	0	26271	0.47	26271	0	26271	0.47	0.00
viii) Foreign Nationals	0	0	0	0.00	0	0	0	0	0.00
Sub-Total B(2) :	5210371	307829	5518200	100.00	5215172	303028	5518200	100.00	0.00

CATEGORY OF SHAREHOLDER	No. of the shares held at the beginning of the year 01/04/2017				No. of shares held at the end of the year 31/03/2018				% change during the year
	Demat	Physical	Total	% of total shares	Demat	Physical	Total	% of total shares	
Total Public Shareholding (B)=B(1)+B(2) :	5210371	307829	5518200	100.00	5215172	303028	5518200	100.00	0.00
(C) Shares held by Custodians for GDRs & ADRs									
i) Promoters	0	0	0	0	0	0	0	0	0.00
ii) Public	0	0	0	0	0	0	0	0	0.00
Sub-total (C)	0	0	0	0	0	0	0	0	0.00
GRAND TOTAL (A+B+C) :	5210371	307829	5518200	100.00	5215172	303028	5518200	100.00	0.00

(ii) Shareholding of Promoters : NIL

(iii) Change in Promoters' Shareholding : NIL

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

Sl. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year 01-04-2017	
		No. of shares	% of total shares of the Company
1	Devkant Synthetics (India) Pvt. Ltd.	695496	12.60
2	Riya Vinit Agrawal	665104	12.05
3	Vinit Kumar Pawan Kumar Agrawal	647446	11.73

4	Anilkumar Padamprasad Jain	625549	11.33
5	Mitin Anilkumar Jain	174228	3.15
6	Manoj C Rathod	131080	2.37
7	Namrata Mitin Jain	121497	2.20
8	Sangeeta Ajay Goenka	74289	1.34
9	Shree Mallikarjun Tradinvest Pvt Ltd	55173	0.99
10	Raghuvir Arjandas Makhija	46284	0.83

Sl. No.	For Each of the Top 10 Shareholders	Shareholding at the end of the year 31-03-2018	
		No. of shares	% of total shares of the Company
1	Devkant Synthetics (India) Pvt. Ltd.	685000	12.41
2	Riya Vinit Agrawal	665104	12.06
3	Vinit Kumar Pawan Kumar Agrawal	647446	11.73
4	Anilkumar Padamprasad Jain	625549	11.34
5	Mitin Anilkumar Jain	174228	3.16
6	Manoj C Rathod	131080	2.38
7	Namrata Mitin Jain	121497	2.21
8	Sangeeta Ajay Goenka	74289	1.35
9	Shree Mallikarjun Tradinvest Pvt Ltd	55173	0.99
10	Raghuvir Arjandas Makhija	46284	0.84

(iv) Shareholding Pattern Directors and Key Managerial Personnel:

Sr. No.	Name	No. of Shares at the beginning (01/04/14) / end of the year (31/03/15)	% of total shares of the Company	Date	Increase / Decrease	Reason
	A. Directors:					
1	Shri Nikhil Rajpuria	26271	0.48	01/04/17	0	
		26271	0.48	31/03/18	0	
	B. Key Managerial Personnel:	NIL				

V. INDEBTEDNESS

**Indebtedness of the Company including interest outstanding/accrued but not due for payment :
NIL**

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager: NIL

B. Remuneration to other directors: NIL

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

(Rs. In Lacs)

Sl. No.	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	-	2.99	-	2.99
	(b) Value of perquisites u/s 17(2) of the Income Tax, Act 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission - as % of profit - others specify	-	-	-	-
5	Others, please specify	-	-	-	-
	Total	-	2.99	-	2.99

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of Companies Act	Brief description	Details of penalty/punishment/ Compounding fees imposed	Authority [RD/ NCLT/Court]	Appeal made, if any give details
A. COMPANY					
Penalty					
Punishment					
Compounding			Nil		
B. DIRECTORS					
Penalty					
Punishment					
Compounding			Nil		
C. OTHER OFFICERS IN DEFAULT					
Penalty					
Punishment					
Compounding			Nil		

For and on behalf of the Board of Directors

Ahmedabad
Date: 13/08/2018

Rushal Patel
Chairman
DIN: 06575447

VIRAL A. GARACHH,
Company Secretary.

A-110, Oxford Avenue, Opp. C U Shah College, Ashram Road, Ahmedabad-380014

Phone: + 91 79 40324877

M: +91 9510922037

E: csviral.garachh@gmail.com

Form No. MR-3

SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED 31.03.2018

*[Pursuant to section 204(1) of the Companies Act, 2013 and rule
No.9 of the Companies (Appointment and Remuneration Personnel)
Rules, 2014]*

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31.03.2018

To,
The Members,
Arms Paper Limited

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Arms Paper Limited (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon. Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31st March 2018, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2018 according to the provisions of

- I. The Companies Act, 2013 (the Act) and the rules made thereunder;
- II. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- III. The Depositories Act, 1996 and the Regulations and Bye-laws Framed there under.
- IV. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

VIRAL A. GARACHH,
Company Secretary.

A-110, Oxford Avenue, Opp. C U Shah College, Ashram Road, Ahmedabad-380014

Phone: + 91 79 40324877

M: +91 9510922037

E: csviral.garachh@gmail.com

- a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
- c. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- d. Securities And Exchange Board Of India (Listing Obligations And Disclosure Requirements) Regulations, 2015

I have also examined compliance with the applicable clauses of the following:

- I. Secretarial Standards issued by The Institute of Company Secretaries of India.
- II. The Listing Agreements entered into by the Company with Bombay Stock Exchange;

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following observations:

The Company has not complied with the provisions of section 203 of the Companies Act, 2013 with regards to appointment of the key managerial personnel.

Except the above qualification, following activities/procedures undertaken by the company came to the notice during the audit of the Company:

- i. During the year, the board of director resolved to change the name of the company pursuant to name availability from Ministry of Corporate affairs and the company was allotted the name "ARMS DYNAMIC LIMITED". However, no further actions were taken by the board of director.*
- ii. During the year registered office of the company was changed.*

I further report that the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. There were no changes in the composition of the Board of Directors during the period under review.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists

**VIRAL A. GARACHH,
Company Secretary.**

A-110, Oxford Avenue, Opp. C U Shah College, Ashram Road, Ahmedabad-380014

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M: +91 9510922037

E: csviral.garachh@gmail.com

for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

I further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

Place : Ahmedabad

Date : 13.08.2018

Viral A Garachh

Company Secretary,

ACS No. 39943

C P No.: 15293

VIRAL A. GARACHH,
Company Secretary.

A-110, Oxford Avenue, Opp. C U Shah College, Ashram Road, Ahmedabad-380014

Phone: + 91 79 40324877

M: +91 9510922037

E: csviral.garachh@gmail.com

This report to be read with my letter of even date which is annexed as annexure and forms an integral part of the report

ANNEXURE A

To,
The Members,
Arms Paper Limited

My report of even date is to be read along with this letter:

1. Maintenance of the secretarial records is the responsibility of the management of the company. My responsibility is to be express as opinion on these secretarial records based on my audit.
2. I have followed the audit practice and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial record. I believe that the processes and the practices, I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and books of accounts of the company.
4. Whenever required I have obtained the management representation about the compliance of laws, rules and regulation and happening of the events etc.
5. The compliance of the provisions of corporate and other applicable law, Rules, Regulation, Standard is the responsibility of management. My examination was limited to the verification of procedure on test basis.
6. The Secretarial audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

Place : Ahmedabad

Date :13.08.2018

Viral A Garachh
Company Secretary,

ACSNo. 39943

COP No.: 15293

INDEPENDENT AUDITOR'S REPORT

To

**THE MEMBERS OF
ARMS PAPER LIMITED**

REPORT ON THE AUDIT OF IND AS FINANCIAL STATEMENTS

We have audited the accompanying Ind AS financial statements of ARMS PAPER LIMITED ("the Company"), which comprise the Balance Sheet as at 31st March, 2018, the Statement of Profit and Loss, the Statement of Changes in Equity and the Cash Flows Statement for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "Ind AS financial statements").

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 Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with relevant rules issued thereunder.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on these Ind AS 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 thereunder.

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 Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS 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 Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. 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 Ind AS 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.

OPINION

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS 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, 2018, its loss, changes in equity and cash flows for the year ended on that date.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section(11) of section 143 of the Companies Act, 2013, we give in the "Annexure - A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - (b) In our opinion, proper books of 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, the statement of changes in Equity 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, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure -B"
- (g) 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 does not have any pending litigations which would impact its financial position;
 - ii. The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For J. R. PUROHIT & CO.
Chartered Accountants
(Firm Regn No: 111841W)

Vikas Purohit
(Partner)
Mem No: 131959

Date: May 28, 2018
Place: Ahmedabad

ANNEXURE A TO INDEPENDENT AUDITOR'S REPORT

With reference to the "Annexure A" referred to in the Independent Auditor's Report to the members of the Company on the Ind AS Financial statements for the year ended 31st March, 2018, we report the following:

(Referred to in paragraph 1 under the heading of "Report on Other Legal and Regulatory Requirements" of our report of even date.)

(i) In respect of its fixed assets:

(a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets on the basis of available information;

(b) As explained to us, the Company has a phased program of physical verification of its fixed assets, which in our opinion, is reasonable, having regard to the size of the Company and the nature of its business. During the year, the Company has physically verified some of the assets and no material discrepancies were noticed on such verification.

(c) The Company does not have any immovable properties hence clause (i)(c) is not applicable.

(ii) The inventories have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable. As explained to us there were no material discrepancies noted on physical verification of inventories as compared to book records.

(iii) During the year the Company has not given any loans secured or unsecured to the companies, firms, LLP or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Hence Clause (iii) (a), (b) and (c) are not applicable to the Company.

(iv) Based on our audit procedures and on the basis of information and explanations given to us by the management, provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security have been complied with.

(v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposit and hence the provisions of Section 73 to 76 or any other relevant provisions of the Companies Act and the Companies (Acceptance of Deposits) Rules, 2014, with regard to the deposits accepted are not

applicable to the Company. Therefore, the provisions of clause (v) of paragraph 3 of the Order are not applicable to the company. According to the information and explanations given to us, no order has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal.

(vi) The Central Government has not prescribed maintenance of cost records under section 148(1) of the Companies Act, 2013 in respect of the Company.

(vii) In respect of statutory dues:

(a) According to the records of the Company, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employees' State Insurance, Sales Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess except for the TDS. According to the information and explanations given to us, there are undisputed amounts payable in respect of above dues which were in arrears as at 31st March 2018 for a period of more than six months from the date they became payable.

Nature of the Statute	Nature of Dues	Amount	Periods to which Amount Relates
Income Tax Act, 1961	Tax Deducted at Source	35,047/-	AY 2014-15 to AY 2017-18

(b) According to the information and explanation given to us, the Company does not have any disputed Statutory dues of income tax or sales tax or wealth tax or service tax or duty of customs or duty of excise or value added tax or cess.

(viii) According to the information and explanation given to us, the Company has not taken any borrowings from the financial institution or banks or debenture holders during the year. Therefore clause (viii) is not applicable to the Company.

(ix) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year under audit. According to the information and explanation given to us, the Company has not taken any term loan during the year. Therefore clause (ix) is not applicable.

(x) Based on the audit procedures performed and representation obtained from management we report that, no case of material fraud by the Company or on the Company by its officer or employee has been noticed or reported for the year under audit.

(xi) Based on our audit procedures and on the basis of information and explanations given to us by the management, managerial remuneration has been paid or

provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.

- (xii) The Company is not a Nidhi Company. Therefore; the provisions of clause (xii) of paragraph 3 of the Order are not applicable to the Company.
- (xiii) Based on our audit procedures and on the basis of information and explanations given to us by the management, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 wherever applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards;
- (xiv) Based on our audit procedures and on the basis of information and explanations given to us by the management, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Therefore, the provisions of clause (xiv) of paragraph 3 of the Order are not applicable to the Company.
- (xv) Based on our audit procedures and on the basis of information and explanations given to us by the management, the Company has not entered into any non-cash transactions with Directors or persons connected with him.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For J. R. PUROHIT & CO.
Chartered Accountants
(Firm Regn No: 111841W)

Vikas Purohit
(Partner)
Mem No: 131959

Date: May 28, 2018
Place: Ahmedabad

ANNEXURE B TO INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 2(f) under the heading of "Report on Other Legal and Regulatory Requirements" of our report of even date.)

REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (I) OF SUB-SECTION 3 OF SECTION 143 OF THE COMPANIES ACT, 2013 ("THE ACT")

We have audited the Internal Financial Controls over financial reporting of Arms Paper Limited ("the Company") as of 31st March, 2018 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

The Company's management is responsible for establishing and maintaining Internal Financial Controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on audit of internal financial controls over financial reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on audit of internal financial controls over financial reporting and the Standards on Auditing, both issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Ind AS financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Ind AS financial statements in accordance with generally accepted accounting principles and that receipts and expenditures of the Company are being made only in accordance with authorizations of Management and Directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use or disposition of the Company's assets that could have a material effect on the Ind AS financial statements.

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

OPINION

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on audit of internal financial controls over financial reporting issued by the Institute of Chartered Accountants of India.

For J. R. PUROHIT & CO.
Chartered Accountants
(Firm Regn No: 111841W)

Vikas Purohit
(Partner)
Mem No: 131959

Date: May 28, 2018
Place: Ahmedabad

ARMS PAPER LIMITED
CIN - L21098GJ1983PLC006041
Balance Sheet as at March 31, 2018

(Amount in Rupees)

Particulars	Note	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
ASSETS				
I. Non-current assets				
(a) Property, plant and equipment	4	5,005	5,005	60,380
(b) Deferred Tax Assets	26	25,839	11,269	
(c) Other Non-current assets	5	17,288	17,288	1,90,750
		48,132	33,562	2,51,130
II. Current assets				
(a) Inventories	6	3,31,724	-	-
(b) Financial assets				
(i) Trade Receivables	7	14,55,75,041	8,69,22,921	15,15,31,876
(ii) Cash and Cash Equivalents	8	3,06,381	61,267	47,193
(c) Other Current Assets	9	69,87,023	8,19,24,074	9,70,56,416
		15,32,00,169	16,89,08,262	24,86,35,485
Total Assets		15,32,48,301	16,89,41,824	24,88,86,615
EQUITY AND LIABILITIES				
Equity				
(a) Equity share capital	10	5,50,40,000	5,50,40,000	5,50,40,000
(b) Other equity	11	2,12,23,619	2,16,26,890	2,20,08,495
		7,62,63,619	7,66,66,890	7,70,48,495
LIABILITIES				
I. Non-current liabilities				
(a) Deferred Tax Liabilities	26	-	-	10,833
(b) Provisions	12	88,428	32,644	10,235
		88,428	32,644	21,068
II. Current liabilities				
(a) Financial liabilities				
(i) Trade Payables	13	7,63,41,376	7,52,85,485	15,07,63,258
(b) Other current liabilities	14	5,33,165	1,69,47,055	2,10,10,907
(c) Provisions	15	21,713	9,750	42,887
		7,68,96,254	9,22,42,290	17,18,17,052
Total Equity and Liabilities		15,32,48,301	16,89,41,824	24,88,86,615

The accompanying notes are an integral part of the Financial Statements.
As per our report of even date.

For
J.R. Purohit & Co.
Chartered Accountants
(Firm Reg. No. : 111841W)

For and on behalf of the Board of Directors of
Arms Paper Limited

Vikas Purohit
Partner
M No. 131959

Rushal Patel **Nikhil Rajpuria**
Chairman **Director**
DIN - 06575447 **DIN - 01009330**

Udit Vora
Company Secretary

Date :
Place: Ahmedabad

Date :
Place: Ahmedabad

ARMS PAPER LIMITED
CIN - L21098GJ1983PLC006041
Statement of Profit & Loss for the year ended March 31, 2018

		(Amount in Rupees)	
Particulars	Note	For the year ended March 31, 2018	For the year ended March 31, 2017
I Revenue from Operations	16	58,61,82,756	15,49,03,605
II Other Income	17	-	48,241
III Total income (I+II)		58,61,82,756	15,49,51,846
IV Expenses			
(a) Purchase of Traded Goods		58,14,52,779	15,36,47,779
(b) Changes in Inventory of Finished Goods, Work in Progress and Traded Goods	18	(3,31,724)	-
(c) Employee benefit expense	19	9,05,185	4,64,281
(d) Finance Costs	20	11,202	8,937
(e) Depreciation and amortization expense	4	-	33,615
(f) Other expense	21	32,13,900	12,00,940
Total expense (IV)		58,52,51,342	15,53,55,552
V Profit/(Loss) before exceptional items & Tax (III-IV)		9,31,415	(4,03,706)
VI Exceptional items		-	-
VII Profit/(loss) before tax (V-VI)		9,31,415	(4,03,706)
VIII Tax Expense:			
(1) Current Tax			
(2) Deferred Tax		(14,569)	22,102
(3) Prior Period Tax Expense		13,49,254	-
Income tax expense (VIII)		13,34,685	22,102
VIII Profit/(loss) for the period (VII-VIII)		(4,03,271)	(3,81,604)
IX Other Comprehensive Income			
Items that will not be recalssified to profit or loss		-	-
Items that will be recalssified to profit or loss		6,544	(2,917)
Income tax relating to items that will be classified to profit or loss		-	-
Total Other Comprehensive Income (IX)		6,544	(2,917)
X Total Comprehensive Income for the year (VIII+IX)		(3,96,727)	(3,84,521)
XI Earnings per equity share (Face Value of Rs 10 each Basic & Diluted)	28	(0.073)	(0.069)

The accompanying notes are an integral part of the Financial Statements.
As per our report of even date.

For
J.R. Purohit & Co.
Chartered Accountants
(Firm Reg. No. : 111841W)

For and on behalf of the Board of
Directors of
Arms Paper Limited

Vikas Purohit
Partner
M No. 131959

Rushal Patel **Nikhil Rajpuria**
Chairman **Director**
DIN - 06575447 **DIN - 01009330**

Udit Vora
Company Secretary

Date :
Place: Ahmedabad

Date :
Place: Ahmedabad

ARMS PAPER LIMITED
CIN - L21098GJ1983PLC006041
Cash Flow Statement for the year ended March 31, 2018

	Amount(Rs)	
Particulars	March 31, 2018	March 31, 2017
Cash flow from operating activities		
Profit/(Loss) for the year before Tax	9,31,415	(4,03,706)
<u>Adjustment for</u>		
Depreciation	-	33,615
Finance Cost	11,202	8,937
Other Non Cash Items	-	21,759
Prior Period Tax Adjustments	(13,49,254)	-
Increase / (Decrease) in Provisions	55,783	22,409
Increase / (Decrease) in Non Current Assets	-	1,73,462
Operating profit before working capital changes	(3,50,854)	(1,43,524)
<u>(Increase) / Decrease in Current Assets</u>		
Inventories	(3,31,724)	-
Trade Receivables	(5,86,52,120)	6,46,08,955
Other current assets	7,51,37,051	1,51,32,342
<u>Increase / (Decrease) in Current Liabilities</u>		
Trade Payables	10,55,892	(7,54,77,773)
Other current liabilities	(1,64,13,893)	(40,63,852)
Provisions	11,963	(33,138)
Cash generated from / (used in) operations	4,56,316	23,010
Direct taxes paid (net of refunds)	(2,00,000)	
Net cash flow from/ (used in) operating activities (A)	2,56,316	23,010
Cash flows from investing activities		
Net cash flow from/ (used in) investing activities (B)	-	-
Cash flows from financing activities		
Finance Cost	(11,202)	(8,936)
Proceeds/Repayment from short-term borrowings		
Net cash flow from/ (used in) in financing activities (c)	(11,202)	(8,936)
Net increase/(decrease) in cash and cash equivalents (A + B + C)	2,45,114	14,074
Cash and cash equivalents at the beginning of the year	61,267	47,193
Cash and cash equivalents at the end of the year	3,06,381	61,267
Components of cash and cash equivalents		
Cash on hand	360	20
With banks- on current account	3,06,021	61,247
Total cash and cash equivalents	3,06,381	61,267

The accompanying notes are an integral part of the Financial Statements.

As per our report of even date.

For
J.R. Purohit & Co.
Chartered Accountants
(Firm Reg. No. : 111841W)

For and on behalf of the Board of Directors of
Arms Paper Limited

Vikas Purohit
Partner
M No. 131959

Rushal Patel
Chairman
DIN - 06575447

Nikhil Rajpuria
Director
DIN - 01009330

Udit Vora
Company Secretary

Date :
Place: Ahmedabad

Date :
Place: Ahmedabad

ARMS PAPER LIMITED
CIN - L21098GJ1983PLC006041
Statement of Changes in Equity for the year ended March 31, 2018

A. Equity Share Capital

Particulars	No. of Shares	Amount (Rs)
Balance as at April 1, 2016	55,18,200	5,50,40,000
Changes during the year -		-
Balance as at March 31, 2017	55,18,200	5,50,40,000
Changes during the year -		-
Balance as at March 31, 2018	55,18,200	5,50,40,000

B. Other Equity

(Amount in Rs)

Particulars	Reserves & Surplus		Other Comprehen-sive Income	Total
	Capital Reserves	Retained Earnings		
Balance as at April 1, 2016	54,67,796	1,65,40,699	-	2,20,08,495
Profit for the year		(3,81,604)	-	(3,81,604)
Balance as at March 31, 2017	54,67,796	1,61,59,094	-	2,16,26,890
Profit for the year		(4,03,271)	-	(4,03,271)
Balance as at March 31, 2018	54,67,796	1,57,55,823	-	2,12,23,619

For
J.R. Purohit & Co.
Chartered Accountants
(Firm Reg. No. : 111841W)

For and on behalf of the Board of Directors of
Arms Paper Limited

Vikas Purohit
Partner
M No. 131959

Rushal Patel **Nikhil Rajpuria**
Chairman **Director**
DIN - 06575447 **DIN - 01009330**

Udit Vora
Company Secretary

Date :
Place: Ahmedabad

Date :
Place: Ahmedabad

Company Overview & Significant Accounting Policies

1 Reporting Entity

Arms Paper Limited is a public limited company has been incorporated under the provisions of the Companies Act, 1956 having its registered office at Ahmedabad, Gujarat. Its shares are listed on the stock exchange. The company is primarily engaged in trading and marketing of paper.

2 Basis of preparation

(a) Statement of compliance with Ind AS

These financial statements are prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) (Amendment) Rules, 2016 notified under Section 133 of Companies Act, 2013 (the 'Act') and other relevant provisions of the Act. The Company has adopted all the relevant Ind AS and the adoption was carried out in accordance with Ind AS 101, "First Time Adoption of Indian Accounting Standards". The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (IGAAP), which was the previous GAAP. There being no effect of such transition, hence reconciliation for the same is not required.

The transition to Ind AS has resulted in changes in the presentation of the financial statements, disclosures in the notes thereto and accounting policies and principles.

(b) Functional and presentation currency

These financial statements are presented in Indian Rupees (INR), which is also the functional currency. All the amounts have been rounded off to the nearest rupee.

(c) Basis of Measurement

The financial statements have been prepared on the historical cost basis.

(d) Use of Estimates and Judgments

In preparing these financial statements, management has made judgments, estimates, and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, incomes and expenses. Actual results may differ from these estimates.

Estimates

Estimates and underlying assumptions are reviewed on an ongoing basis. They are based on historical experience and other factors including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances. Revisions to the accounting estimates are recognised prospectively.

Judgments

Information about judgments made in applying accounting policies that have the most significant effects on the amounts recognized in the financial statements is included in the respective note.

Assumptions and Estimation Uncertainties:

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment within the next financial year are included in the respective note.

(e) Measurement of Fair Values

The Company has established control framework with respect to the measurement of fair values. The Company regularly reviews significant unobservable inputs and valuation adjustments (if any). If third party information, such as broker quotes or pricing services, is used to measure fair values, then the Company assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of Ind AS, including the level in fair value hierarchy in which the valuations should be classified.

Significant valuation issues are reported to the Company's Board of Directors.

Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

Level 1 - quoted (unadjusted) market prices in active markets for identical assets or liabilities.

Level 2 - inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e as prices) or indirectly (i.e derived from prices).

Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable inputs).

When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

3 Significant

a Financial Instruments

1 Financial Assets

i Classification

The Company classifies its financial assets in the following measurement categories:

▶ Those measured at amortized cost and Those to be measured subsequently at fair value (either through other comprehensive income or through profit or loss)

The classification depends on the Company's business model for managing the financial assets and the contractual terms of the cash flows.

▶ A financial asset is measured at amortized cost if it meets both of the following conditions and is not

designated as at Fair Value through Profit and Loss Account (FVTPL):

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and

- the contractual terms of a financial asset give rise on specified dates to cash flows that are solely payments

of principal and interest on the principal amount outstanding.

▶ A debt investment is measured at Fair Value through other comprehensive income (FVOCI) if it meets both of

the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and

- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely

payments of principal and interest on the principal amount outstanding.

▶ Financial assets are not reclassified subsequent to their initial recognition except if and in the period the Company changes its business model for managing financial assets.

ii Measurement

At initial recognition, the Company measures a financial asset when it becomes a party to the contractual provisions of the instruments and measures at its fair value except trade receivables which are initially measured at transaction price. Transaction costs are incremental costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss. A regular way purchase and sale of financial assets are accounted for at trade date.

iii Subsequent Measurement and Gains and Losses

Financial assets at FVTPL	These assets are subsequently measured at fair value. Net gains including any interest or dividend income, are recognized in profit or loss.
Financial assets at amortized cost	These assets are subsequently measured at amortized cost using the effective interest method. The amortized cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognized in profit or loss. Any gain or loss on de-recognition is recognized in profit or loss.

iv Derecognition

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset.

If the Company enters into transactions whereby it transfers assets recognised on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognised.

2 Financial Liabilities

i Classification, Subsequent Measurement and Gains and Losses

Financial liabilities are classified as measured at amortized cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held-for-trading, or it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognized in profit or loss. Other financial liabilities are subsequently measured at amortized cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognized in profit or loss. Any gain or loss on derecognition is also recognized in profit or loss.

ii Derecognition

The Company derecognizes a financial liability when its contractual obligations are discharged or cancelled, or expire.

The Company also derecognises a financial liability when its terms are modified and the cash flows under the modified terms are substantially different. In this case, a new financial liability based on the modified terms is recognised at fair value. The difference between the carrying amount of the financial liability extinguished and the new financial liability with modified terms is recognised in the profit or loss.

iii Offsetting

Financial assets and financial liabilities are off set and the net amount presented in the Balance Sheet when, and only when, the Company currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

b Property, Plant and Equipment

i Recognition and Measurement

Items of property, plant and equipment are measured at cost, which includes capitalised borrowing costs, less accumulated depreciation, and accumulated impairment losses, if any, except freehold land which is carried at historical cost.

Cost of an item of property, plant and equipment comprises its purchase price, including import duties and nonrefundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

The cost of a self-constructed item of property, plant and equipment comprises the cost of materials and direct labor, any other costs directly attributable to bringing the item to working condition for its intended use, and estimated costs of dismantling and removing the item and restoring the site on which it is located.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Useful lives have been determined in accordance with Schedule II to the Companies Act, 2013. The residual values are not more than 5% of the original cost of the asset.

Capital Work-in-progress includes cost of assets at sites and constructions expenditure.

Any gain or loss on disposal of an item of property, plant and equipment is recognised in profit or loss.

ii Transition to Ind AS

On transition to Ind AS, the Company has elected to continue with the carrying value of all of its property, plant and equipment recognised as at 1st April, 2015, measured as per the previous GAAP, and use that carrying value as the deemed cost of such property, plant and equipment.

iii Subsequent Expenditure

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

iv Depreciation/Amortisation

Depreciation is calculated on cost of items of property, plant and equipment (other than freehold land and properties under construction) less their estimated residual values over their estimated useful lives using the straight-line method and is generally recognised in the statement of profit and loss. Amortization on leasehold land is provided over the period of lease.

Depreciation method, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate. Based on technical evaluation and consequent advice, the management believes that its estimates of useful lives best represent the period over which management expects to use these assets.

Depreciation on additions (disposals) is provided on a pro-rata basis i.e. from (up to) the date on which asset is ready for use (disposed of).

v Derecognition

An item of Property, Plant and Equipment is derecognised upon disposal.

c. Inventories

Inventories are measured at the lower of cost and net realisable value. The cost of inventories includes expenditure incurred in acquiring the inventories, production or conversion costs and other costs incurred in bringing them to their present location and condition. In the case of manufactured inventories and work-in-progress, cost includes an appropriate share of fixed production overheads based on normal operating capacity.

Cost of raw materials, stores and spares are determined on First In First Out (FIFO) basis

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

The net realisable value of work-in-progress is determined with reference to the selling prices of related finished products.

Raw materials, components and other supplies held for use in the production of finished products are not written down below cost except in cases where material prices have declined and it is estimated that the cost of the finished products will exceed their net realisable value.

The comparison of cost and net realisable value is made on an item-by-item basis.

Excess/shortages if any, arising on physical verification are absorbed in the respective consumption accounts.

d. Impairment

i Impairment of Financial Assets

The Company recognizes loss allowances for financial assets measured at amortized cost using expected credit loss model.

At each reporting date, the Company assesses whether financial assets carried at amortized cost are credit impaired. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

For trade receivables, the Company always measures the loss allowance at an amount equal to lifetime expected credit losses.

For all other financial assets, the Company measures loss allowances at an amount equal to twelve months expected credit losses unless there has been a significant increase in credit risk from initial recognition in which those are measured at lifetime expected credit risk.

Lifetime expected credit losses are the expected credit losses that result from all possible default events over the expected life of a financial asset. Twelve months expected credit losses are the portion of lifetime expected credit losses that represent the expected credit losses that result from default events on a financial instrument that are possible within the twelve months after the reporting date (or a shorter period if the expected life of the instrument is less than twelve months).

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating expected credit losses, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Company's historical experience and informed credit assessment and including forward-looking information.

The Company assumes that the credit risk on a financial asset has increased significantly if it is more than 360 days past due. The Company considers a financial asset to be in default when the borrower is unlikely to pay its credit obligations to the Company in full.

Measurement of Expected Credit Losses Expected credit losses are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the Company in accordance with the contract and the cash flows that the Company expects to receive).

Presentation of Allowance for Expected Credit Losses in the Balance Sheet

Loss allowances for financial assets measured at amortised cost are deducted from the gross carrying amount of the assets.

Write-off

The gross carrying amount of a financial asset is written off (either partially or in full) to the extent that there is no realistic prospect of recovery. This is generally the case when the Company determines (on the basis of availability of the information) that the debtor does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subject to the write-off. However, financial assets that are written off could still be subject to enforcement activities in order to comply with the Company's procedures for recovery of amounts due.

ii Impairment of Non-Financial Assets

The Company's non-financial assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

An impairment loss is recognised if the carrying amount of an asset exceeds its estimated recoverable amount. Impairment losses are recognised in the Statement of Profit and Loss.

In respect of assets for which impairment loss has been recognised in prior periods, the Company reviews at each reporting date whether there is any indication that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. Such a reversal is made only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

e. Employee Benefits

i. Short Term Employee Benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided.

ii Long term Employee Benefits:

Provident Fund and Superannuation Contribution are accrued each year in terms of contracts with the employees. Provision for Gratuity is determined and accrued on the basis of actuarial valuation by Life Insurance Corporation of India. Leave encashment benefit to employees has been provided on an estimated basis.

f. Provisions (other than Employee Benefits), Contingent Liabilities and Contingent Assets

A provision is recognized when the Company has a present legal obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions are determined based on best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognized but are disclosed in the notes to the financial statements. A contingent asset is neither recognized nor disclosed if inflow of economic benefit is probable.

g. Revenue Recognition

Revenue from the sale of goods in the course of ordinary activities is measured at the fair value of the consideration received or receivable, net of returns, trade discounts and volume rebates. Revenue is recognised when the significant risks and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated costs and possible return of goods can be estimated reliably, there is no continuing effective control over, or managerial involvement with, the goods, and the amount of revenue can be measured reliably.

h. Recognition of Dividend Income, Interest Income

i. Interest Income

Interest income on deposits, securities and loans is recognised at the agreed rate on time proportionate basis.

ii. Dividend income:

Dividend income on investments is recognised as and when received.

i. Income Tax

Income tax comprises current and deferred tax. It is recognised in profit or loss except to the extent that it relates to a business combination or to an item recognised directly in equity or in other comprehensive income.

i. Current Tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any, related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date.

Current tax assets and current tax liabilities are offset only if there is a legally enforceable right to set off the recognised amounts, and it is intended to realise the asset and settle the liability on a net basis or simultaneously.

ii. Deferred Tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes. Deferred tax is also recognised in respect of carried forward tax losses and tax credits.

Deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which they can be used. The existence of unused tax losses is strong evidence that future taxable profit may not be available. Therefore, in case of a history of recent losses, the Company recognises a deferred tax asset only to the extent that it has sufficient taxable temporary differences or there is convincing other evidence that sufficient taxable profit will be available against which such deferred tax asset can be realised. Deferred tax assets - unrecognised or recognised, are reviewed at each reporting date and are recognised/ reduced to the extent that it is probable/ no longer probable respectively that the related tax benefit will be realised.

Deferred tax is measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on the laws that have been enacted or substantively enacted by the reporting date.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset only if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different taxable entities, but they intend to settle current tax liabilities and assets on net basis or their tax assets and liabilities will be realised simultaneously.

j. Cash and Cash Equivalents

Cash and cash equivalents include cash and cheques in hand, bank balances, demand deposits with banks and other short term highly liquid investments that are readily convertible to know amounts of cash and which are subject to an insignificant risk of changes in value where original maturity is three months or less.

k. Borrowing Cost

Borrowing cost are interest and other costs (including exchange differences relating to foreign currency borrowings to the extent that they are regarded as an adjustment to interest cost) incurred in connection with the borrowing of funds. Borrowing costs directly attributable to acquisition or construction of asset which necessarily take a substantial period of time to get ready for their intended use are capitalised as part of cost of asset until such time the assets are substantially ready for their intended use. Other borrowing costs are recognised as an expense in the period in which they are incurred.

l. Earnings Per Share

Basic earnings per share is calculated by dividing the net profit after tax for the year attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is calculated by dividing net profit attributable to equity shareholders (after adjustment for diluted earnings) by average number of weighted equity shares outstanding during the year plus potential equity shares.

m. Cash Flow Statement

Cash flows are reported using the indirect method whereby the profit before tax is adjusted for the effect of the transactions of a non cash nature, any deferrals or accruals of past and future operating cash receipts or payments and items of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

Note 5 - Other Non-Current Assets

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
(a) Security Deposit :			
Rent Deposit	16,000	16,000	61,500
(b) Others			
Balances with government authorities	1,288	1,288	1,29,250
	17,288	17,288	1,90,750

Note 6 - Inventories

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Traded Goods	3,31,724	-	-
	3,31,724	-	-

Note 7 - Trade Receivables

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Current Trade Receivables			
Unsecured, considered good	14,55,75,041	8,69,22,921	15,15,31,876
	14,55,75,041	8,69,22,921	15,15,31,876

Note 8 - Cash and Cash Equivalents

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Cash on hand	360	20	194
Balance with Banks - In current account	3,06,021	61,247	46,999
	3,06,381	61,267	47,193

Note 9 - Other Current Assets

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Advance to suppliers			62,43,903
Balances with government authorities			3,99,726
Advances recoverable in cash or kind	33,30,000	7,71,25,535	8,56,18,038
Advance tax and MAT credit entitlement	36,45,495	47,94,749	47,94,749
Prepaid expenses	11,528	3,790	
	69,87,023	8,19,24,074	9,70,56,416

Note 10 - Share Capital

Particulars	As at March 31, 2018		As at March 31, 2017		As at March 31, 2016	
	Number	Rs	Number	Rs	Number	Rs
Authorised Share capital						
Equity Shares of Rs. 10 each	60,00,000	6,00,00,000	60,00,000	6,00,00,000	60,00,000	6,00,00,000
		6,00,00,000		6,00,00,000		6,00,00,000
Issued, Subscribed & Paid up Share Capital						
Equity Shares of Rs. 10 each	55,18,200	5,51,82,000	55,18,200	5,51,82,000	55,18,200	5,51,82,000
Less: Calls in Arrears		(1,42,000)		(1,42,000)		(1,42,000)
	55,18,200	5,50,40,000	55,18,200	5,50,40,000	55,18,200	5,50,40,000

(a) Reconciliation of the nos of shares & amount outstanding as at the beginning and at the end of the year.

Particulars	As at March 31, 2018		As at March 31, 2017		As at March 31, 2016	
	Number	Rs	Number	Rs	Number	Rs
Shares outstanding at the beginning of the year	55,18,200	5,51,82,000	55,18,200	5,51,82,000	55,18,200	5,51,82,000
Add: Shares Issued during the year	-	-	-	-	-	-
Shares bought back during the year	-	-	-	-	-	-
Shares outstanding at the end of the year	55,18,200	5,51,82,000	55,18,200	5,51,82,000	55,18,200	5,51,82,000

(b) Terms / rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs10 per share. Each holder of equity share is entitled to one vote per share and ranks pari passu. In the event of liquidation, the equity share holders are eligible to receive the remaining assets of the company after distribution of all preferential dues, in proportion to their shareholding.

(c) Details of Shareholders holding more than 5% of the shares in the Company

Particulars	As at March 31, 2018		As at March 31, 2017		As at April 1, 2016	
	No of shares	% of Holding	No of shares	% of Holding	No of shares	% of Holding
Name of Equity Share Holders						
Sangeeta Ajay Goenka					7,08,477	12.84%
Devkant Synthetics (India) Pvt Ltd	6,95,496	12.60%	6,95,496	12.60%	6,95,496	12.60%
Riya Vinit Agrawal	6,65,104	12.05%	6,65,104	12.05%	-	
Shyamsundar Makhanlal Tibrewal	6,47,446	11.73%	6,47,446	11.73%	6,47,466	11.73%
Vinit Kumar Pawan Kumar Agrawal	6,25,549	11.34%	6,25,549	11.34%	-	

Note 11 - Other Equity

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Other Reserves			
Capital Reserve	54,67,796	54,67,796	54,67,796
	54,67,796	54,67,796	54,67,796
Surplus			
Surplus Balance as per last balance sheet date	1,61,59,094	1,65,40,699.00	1,67,10,052
Transferred from Profit and Loss account	(4,03,271)	(3,81,605)	(1,69,354)
Balance at the end of the year	1,57,55,823	1,61,59,094	1,65,40,699
	2,12,23,619	2,16,26,890	2,20,08,495

Note 12 - Provisions

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Non-Current Provisions			
Provision for gratuity	24,847	18,442	8,281
Provision for leave encashment	63,581	14,202	1,954
	88,428	32,644	10,235

Note 13 - Trade Payables

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Trade Payable	7,63,41,376	7,52,85,485	15,07,63,258
(As at March 31, 2018 there are no amounts outstanding in respect of suppliers registered as micro and small enterprises under the Micro, Small and Medium Enterprises Development Act, 2006)			
	7,63,41,376	7,52,85,485	15,07,63,258

Note 14 - Other Current Liabilities

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Advances from Customers	-	1,68,83,000	2,09,84,831
Others			
Duties and Taxes	3,60,771	64,055	26,076
Salary Payable	1,45,103	-	
Due to Employees	27,291	-	
	5,33,165	1,69,47,055	2,10,10,907

Note 15 - Provisions

Particulars	As at 31st March, 2018	As at 31st March, 2017	As at 1st April, 2016
Current Provisions			
Provision for employee Benefits			
Bonus	-	9,750	9,750
Gratuity	121	-	26
Leave encashment	9,495	-	111
Provision for Expenses	12,097	-	33,000
	21,713	9,750	42,887

Note 16 - Revenue From Operations

Particulars	2017-18	2016-17
Sales of Products	58,61,82,756	15,49,03,605
	58,61,82,756	15,49,03,605

Note 17 - Other Income

Particulars	2017-18	2016-17
Profit on sale of Assets	-	48,241
		48,241

Note 18 - Changes In Inventory Of Finished Goods, Work In Progress And Traded Goods

Particulars	2017-18	2016-17
Stock at the beginning of Year		
Traded Goods	-	-
Total (a)	-	-
Stock at the end of Year		
Traded Goods	3,31,724	-
Total (b)	3,31,724	-
Net Changes in Inventory (a-b)	(3,31,724)	-

Note 19 - Employee Benefits Expense

Particulars	2017-18	2016-17
Salaries, wages, bonus	8,85,135	4,35,366
Contributions to Provident and Other Funds	20,050	28,915
	9,05,185	4,64,281

Note 20 - Finance Costs

Particulars	2017-18	2016-17
Interest Expenses	-	26
Bank Charges	11,202	8,911
	11,202	8,937

Note 21 - Other Expenses

Particulars	2017-18	2016-17
Software Renewal Expenses	10,800	32,659
Payment to auditors	79,000	57,500
Rent expenses	90,000	1,51,896
Legal & Professional expenses	11,87,248	2,14,009
Advertisement, Stationery & Communication expenses	1,48,336	1,07,543
Travelling & Conveyance	4,708	-
Interest and Penalty on Taxes	39,278	525
Selling, distribution, freight & forwarding expenses	15,48,538	-
Balances written off	81,531	5,90,621
Miscellaneous expenses	24,461	46,187
	32,13,900	12,00,940

Note 22 - Related Party Disclosure

The Management has identified the following entities and individuals as related parties of the Company for the year ended March 31, 2018 for the purposes of reporting as per Ind AS 24 - Related Party Disclosures, which are as under:

Holding, Subsidiaries, Fellow Subsidiaries, and Associates

1) Holding Company	None
2) Subsidiaries:	None
3) Fellow Subsidiary:	None
4) Associates:	None

Key Management Personnel

1 Rushal Patel (Chairman)

Relative of key management personal:

None

Enterprise over which Key Management Personnel and their relative exercise significant influence with

None

B) Transaction with related parties		Amount (in Rs.)	
Category	Name of Related Party	2017-18	2016-17

C) Balance outstanding at the year end		Amount (in Rs.)	
Category	Name of Related Party	March 31, 2018	March 31, 2017

Note 23 - Contingent liabilities and commitments

The Company does not have any contingent liability and commitments as on March 31, 2018.

Note 24 - Segment Reporting

The Company operates mainly in trading of paper products and all other activities are incidental thereto, which have similar risk and return, accordingly, there is no separate reportable Segment disclosure is required.

Note 25 - Note on Corporate Social Responsibility

(a) Gross amount required to be spent by the Company during the year is Rs.Nil.

(b) Amount spent by the Company during the year is Rs.Nil.

Note 26 - Tax Expenses**(a) - Income Tax Expenses**

Current Tax	2017-18	2016-17
Provision for Current Tax	-	-
Excess provision for current tax of earlier years written back	13,49,254	-
Net Deferred Tax	(14,569)	22,102
Income tax expense for the year	13,34,685	22,102

(b) - Deferred Tax

Particulars	2017-18	2016-17
Deferred Tax Liabilities		
Difference between writtten down value of fixed assets as per books and income tax	592	1,049
Total (a)	592	1,049
Deferred Tax Assets		
Gratuity	6,430	5,832
Leave Encashment	18,817	4,388
Total (b)	25,247	10,220
Deferred Tax Assets (Net) (a+b)	25,839	11,269

(c) - Movement in Deferred Tax

Particulars	Opening balance as at April 01	Statement of Profit and Loss	Other Comprehensive Income	Closing Balance as at March 31
2017-18				
Deferred Tax Liabilities				
Difference between written down value of fixed assets as per books and income tax	1,049	(457)	-	592
Total (a)	1,049	(457)	-	592
Deferred Tax Assets				
Gratuity	5,832	597	-	6,430
Leave encashment	4,388	14,429	-	18,817
Total (b)	10,220	15,026	-	25,247
Net Deferred Tax (a+b)	11,269	14,569	-	25,839

Particulars	Opening balance as at April 01	Statement of Profit and Loss	Other Comprehensive Income	Closing Balance as at March 31
2016-17				
Deferred Tax Liabilities				
Difference between written down value of fixed assets as per books and income tax	(14,038)	15,087	-	1,049
Total (a)	(14,038)	15,087	-	1,049
Deferred Tax Assets				
Gratuity	2,567	3,265	-	5,832
Leave encashment	638	3,750	-	4,388
Total (b)	3,205	7,015	-	10,220
Net Deferred Tax (a+b)	(10,833)	22,102	-	11,269

(c) - Effective Tax Reconciliation

Reconciliation of the tax expense (i.e., current tax and deferred tax) amount considering the enacted Income tax rate and effective Income tax rate of the Company is as follows:

Particulars	2017-18	2016-17
Profit before Tax for the year	9,31,415	(4,03,706)
Tax Rate as per Income Tax Provisions	25.75	30.90
Computed Tax Expense	2,39,839	-
Adjustments:		
Tax effect on non deductible expenses	(14,569)	(22,102)
Tax of earlier years written back	13,49,254	
Previous years unused tax loss	(2,39,839)	
Tax Expense as per statement of Profit and Loss	13,34,685	(22,102)

Note 27 - Payment to Auditors

	2017-18	2016-17
Statutory Audit Fees	64,000	46,000
Taxation Matter	15,000	11,500
Total	79,000	57,500

Note 28 - Retirement Benefits**Defined Contribution Plan**

Contribution to Defined Contribution Plan, recognized as expense for the year is as under:

Particulars	2017-18	2016-17
Employer's Contribution to Provident Fund	6,681	7,945
Employer's Contribution to Provident Fund	13,369	18,025

Defined Benefit Plan

The Company has adopted Indian Accounting Standard 19 (Ind AS-19) "Employee Benefits" and provided for gratuity (unfunded) and leave encashment (unfunded) based on actuarial valuation done as per Projected Unit Credit Method.

I. Reconciliation of opening and closing balance of Defined Benefit Obligation

	(Amount in Rs.)			
	Gratuity		Leave Encashment	
	2017-18	2016-17	2017-18	2016-17
Opening defined benefit obligation	18,442	8,307	14,202	2,065
Excess / Short provision	-	-	-	-
Service cost	11,707	6,546	4,402	3,903
Interest cost	1,363	672	1,031	163
Actuarial (Gain) / Loss			53,441	8,071
Benefits paid	-	-		
Amounts recognized in Other Comprehensive Income	(6,544)	2,917		
Closing defined benefit obligation	24,968	18,442	73,076	14,202

II. Reconciliation of opening and closing balance of fair value of plan assets

	Gratuity	
	2017-18	2016-17
Opening fair value of plan assets	-	-
Expected return	-	-
Actuarial Gain / (Loss)	-	-
Employer contribution	-	-
Benefits paid	-	-
Closing fair value of plan assets	-	-

III. Reconciliation of fair value of assets and obligation

	(Amount in Rs.)			
	Gratuity		Leave Encashment	
	2017-18	2016-17	2017-18	2016-17
Fair value of plan assets	-	-	-	-
Present value of obligation	24,968	18,442	73,076	14,202
Amount recognised in balance sheet	24,968	18,442	73,076	14,202

IV. Expense recognised during the year (under the head "Employee Benefit expenses" of Note '19')

	(Amount in Rs.)			
	Gratuity		Leave Encashment	
	2017-18	2016-17	2017-18	2016-17
Service cost	8,574	6,546	4,402	3,903
Past service cost and loss/(gain) on curtailments and settle	3,133			
Interest cost	1,363	672	1,031	163
Expected return on plan assets	-	-	-	-
Actuarial (Gain) / Loss			53,441	8,071
Net cost included in 'Employee Benefit Expense'	13,070	7,218	58,874	12,137

V. Investment Details

Investments	% invested	
	2017-18 (%)	2016-17 (%)
	Nil	Nil

VI. Actuarial Assumptions

Mortality Table(LIC)	Gratuity		Leave Encashment	
	2017-18 2006-08 (Ultimate)	2016-17 2006-08 (Ultimate)	2017-18 2006-08 (Ultimate)	2016-17 2006-08 (Ultimate)
Discount rate (per annum)	7.70%	7.40%	7.70%	7.40%
Rate of escalation in salary (per annum)	6.00%	6.00%	6.00%	6.00%

VII. Amount for the current and previous four periods are as follows:-

	31.03.2018 Rs.	31.03.2017 Rs.	31.03.2016 Rs.	31.03.2015 Rs.	31.03.2014 Rs.
Gratuity					
Defined Benefit obligation	24,968	18,442	8,307	44,907	72,878
Plan asset	-	-	-	-	-
Surplus/(deficit)	(24,968)	(18,442)	(8,307)	(44,907)	(72,878)
Experience adjustment on plan liability	(5,278)	957	(49,355)	(3,344)	(1,63,436)
Experience adjustment on plan assets	-	-	-	-	-
Leave Encashment					
Defined benefit obligation	73,076	14,203	2,065	27,515	51,431
Experience adjustment on plan liability	55,380	6,604	-	41,669	41,670

VIII. Other Comprehensive Income for the current period

Gratuity	2017-18	2016-17
Components of actuarial gain/losses on obligations:		
Due to Change in Financial assumptions	(1,266)	1,960
Due to Change in demographic assumptions	-	-
Due to Change in experience adjustments	(5,278)	957
Amounts recognized in Other Comprehensive Income	(6,544)	2,917

IX. Expected Employer's contribution for the next financial year

On the basis of previous year's trend, company is expecting to contribute the same amount as in 2017-18 to the defined contribution plan.

However, for the defined benefit plan company is not liable to contribute any amount as the plans are unfunded.

The estimate of rate of escalation in salary is considered in actuarial valuation, taking into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.

Note 29: Earning Per Share

Particulars	2017-18	2016-17
Net Profit/(Loss) attributable to the Equity Share Holders	(4,03,271)	(3,81,604)
Weighted average No. of shares outstanding during the year	55,18,200	55,18,200
Nominal value of shares	10	10
Basic / Diluted Earnings Per Share	(0.073)	(0.069)

Note 30: Financial risk management objectives and policies**Financial Risk Management**

The Company's business activities expose it to a variety of financial risks, namely credit risk, liquidity risk, market risk and commodity risk. The Company's senior management has overall responsibility for the establishment and oversight of the Company's risk management framework. The Company has constituted a Risk Management Committee which is responsible for developing and monitoring the Company's risk management policies. The key risks and mitigating actions are also placed before the Audit Committee of the Company. The Company's risk management policies are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities.

The Company's senior management oversees the management of these risks. The Company's senior management is supported by a financial risk committee that advises on financial risks and the appropriate financial risk governance framework for the Company and provide assurance that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. The activities are designed to protect the Company's financial results and position from financial risks, maintain market risks within the acceptable parameters while optimizing returns and protect the Company's financial investments while maximizing returns.

This note explains the sources of risk which the Company is exposed to and how the Company manages the risk in the financial statements.

Risk	Exposure arising from	Measurement	Management
Credit Risk	Cash and Cash equivalents, trade receivables, financial assets measured at amortized cost	Ageing analysis Credit rating	Credit limit set and Ageing analysis protect Company from potential losses due to excess credit to the customers
Liquidity Risk	Borrowing and other liabilities	Rolling Cash flow forecasts	Availability of committed credit lines and borrowing facilities
Market Risk- Interest Rate	Borrowings at variable rates	Sensitivity analysis	Interest rate swaps
Market Risk- Foreign Exchange	Future commercial transactions recognized financial assets and liabilities not denominated in INR	Cash flow forecasting Sensitivity analysis	Forward foreign exchange contracts.
Commodity Risk	Purchase of Raw Material	Fluctuation in Imported material	Procurement and Inventory strategy

Credit Risk

Credit risk arises from the possibility that the counter party may not be able to settle the obligation as agreed. To manage this, the Company periodically assesses financial reliability of customers, taking into account the financial condition, current economic trends and analysis of historical bad debts and ageing of accounts receivable. Customer wise limits are set accordingly.

The Company considers the probability of default of asset and whether there has been a significant increase in credit risk on an ongoing basis through each reporting period. To assess whether there is a significant increase in credit risk the Company compares the risk of default occurring on asset as at the reporting date with the risk of default as at the date of initial recognition. It considers reasonable and supportive forward-looking information such as:

- i) Actual or expected significant adverse changes in business.
- ii) Actual or expected significant changes in the operating results of the counterparty.
- iii) Financial or economic conditions that are expected to cause a significant change to the counterparty's ability to meet its obligations.
- iv) Significant increase in credit risk on other financial instruments of the same counterparty.

The Company categorizes financial assets based on the assumptions, inputs and factors specific to the class of financial asset into High-quality assets, negligible credit risk; Quality assets, low credit risk; Standard assets, moderate credit risk; Substandard assets, relatively high credit risk; Low quality assets, very high credit risk; Doubtful assets, credit impaired.

Financial assets are written off when there are no reasonable expectations of recovery, such as a debtor failing to engage in a repayment plan with the Company. The Company categorizes a loan or receivable for write off when a debtor fails to make contractual payments greater than one year past due. Where loans or receivables have been written off, the Company continues engage in enforcement activity to attempt to recover the receivable due. Where recoveries are made, these are recognized in profit or loss.

Provision for expected credit losses:

Description of category	Category	Basis for recognition of expected credit loss provision	
		Investments Loans and Deposits	Trade Receivables
Assets where the counter-party has strong capacity to meet the obligations and where the risk of default is negligible or nil.	High-quality assets, negligible credit risk	12 month expected credit losses	Life time expected credit losses (simplified approach)
Assets where there is low risk of default and where the counter-party has sufficient capacity to meet the obligations and where there has been low frequency of defaults in the past.	Quality assets, low credit risk	12 month expected credit losses	
Assets where the probability of default is moderate and where the capacity of counterparty to meet the obligations is not strong	Standard assets, moderate credit risk	12 month expected credit losses	
Assets where there has been a significant increase in credit risk since initial recognition where payments are more than 360 days past due	Substandard assets, relatively high credit risk	Life time expected credit losses	
Assets where there is a high probability of default. It includes assets where the credit risk of counter-party has increased significantly though payments may not be more than 360 days past due.	Low quality assets, very high credit risk	Life time expected credit losses	
Assets are written off when there is no reasonable expectation of recovery, such as a debtor declaring bankruptcy or failing to engage in a repayment plan with the Company.	Doubtful assets, credit impaired	Asset is written off	

Expected credit loss for loans and deposits:

Particulars	Description of category	Asset group	Estimated gross carrying amount at default	Expected probability of default	Expected credit losses	Carrying amount net of impairment provision
As at 31st March, 2018						
Loss allowance measured at 12 month expected credit losses	Financial assets for which credit risk has not increased significantly since initial recognition	Loans	-	-	-	-
Financial assets for which credit risk has increased significantly and not credit impaired or credit impaired	Loss allowance measured at life time expected credit losses	NA	-	-	-	-
As at 31st March, 2017						
Loss allowance measured at 12 month expected credit losses	Financial assets for which credit risk has not increased significantly since initial recognition	Loans	-	-	-	-

Financial assets for which credit risk has increased significantly and not credit impaired or credit impaired	Loss allowance measured at life time expected credit losses	NA	-	-	-	-
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As at 31st March, 2016

Loss allowance measured at 12 month expected credit losses	Financial assets for which credit risk has not increased significantly since initial recognition	Loans	-	-	-	-
Financial assets for which credit risk has increased significantly and not credit impaired or credit impaired	Loss allowance measured at life time expected credit losses	NA	-	-	-	-

Expected credit loss for trade receivables under simplified approach:

Ageing of trade receivables as at year end

	As at March 31, 2018	As at March 31, 2017
Due from Date of Invoice		
Not Due	45,96,266	-
0 - 90 days	13,30,06,448	62,43,903
91 - 180 days	79,72,327	8,06,79,018
Beyond 180 days	-	-
Gross Carrying Amount	14,55,75,041	8,69,22,921
Expected Credit Loss	-	-
Net Carrying Amount	14,55,75,041	8,69,22,921

Liquidity Risk

Liquidity risk is the risk that the Company will encounter difficulty in raising funds to meet commitments associated with financial instruments that are settled by delivering cash or another financial asset. Liquidity risk may result from an inability to sell a financial asset quickly at close to its fair value.

The Company has an established liquidity risk management framework for managing its short term, medium term and long term funding and liquidity management requirements. The Company's exposure to liquidity risk arises primarily from mismatches of the maturities of financial assets and liabilities. The Company manages the liquidity risk by maintaining adequate funds in cash and cash equivalents. The Company also has adequate credit facilities agreed with banks to ensure that there is sufficient cash to meet all its normal operating commitments in a timely and cost-effective manner.

The table below analysis derivative and non-derivative financial liabilities of the Company into relevant maturity groupings based on the remaining period from the reporting date to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows.

Contractual maturity pattern of borrowings and Trade Payables:

Particulars	Refer Note	0-1 year	1-5 years	Total
As at 31st March, 2018				
Borrowings		-	-	-
Trade Payables	13	7,63,41,376	-	7,63,41,376
Total		7,63,41,376	-	7,63,41,376
As at 31st March, 2017				
Borrowings		-	-	-
Trade Payables	13	7,52,85,485	-	7,52,85,485
Total		7,52,85,485	-	7,52,85,485
As at 31st March, 2016				
Borrowings		-	-	-
Trade Payables	13	15,07,63,258	-	15,07,63,258
Total		15,07,63,258	-	15,07,63,258

Market Risk-Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows of the financial instruments will fluctuate because of changes in market interest rates. In order to optimize the Company's position with regards to interest income and interest expenses and to manage the interest rate risk, treasury performs a comprehensive corporate interest rate risk management by balancing the proportion of fixed rate and floating rate financial instruments in its total portfolio.

Since the company does not have any borrowings, the interest sensitivity analysis for the interest rate is not undertaken by the management.

Further, the company does not have any Foreign currency risk.

Note 31: Financial Instrument

The Company uses the following hierarchy for determining the fair value of financial instruments by valuation technique :

- Level 1 : Quoted (unadjusted) prices in active markets for identical assets or liabilities.
- Level 2 : Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.
- Level 3 : Techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

Financial Assets :

Particulars	Instruments carried at			Total carrying amt.	Total fair value	Hierarchy Level
	At Cost	Fair Value	Amortized cost			
		FVTPL	Carrying amount			
As at 1st April, 2016						
Trade Receivables (Note 7)			15,15,31,876	15,15,31,876	15,15,31,876	
Cash and Cash Equivalents (Note 8)			47,193	47,193	47,193	
Total	-	-	15,15,79,069	15,15,79,069	15,15,79,069	
As at 1st April, 2017						
Trade Receivables (Note 7)			8,69,22,921	8,69,22,921	8,69,22,921	
Cash and Cash Equivalents (Note 8)			61,267	61,267	61,267	
Total	-	-	8,69,84,188	8,69,84,188	8,69,84,188	
As at 1st April, 2018						
Trade Receivables (Note 7)			14,55,75,041	14,55,75,041	14,55,75,041	
Cash and Cash Equivalents (Note 8)			3,06,381	3,06,381	3,06,381	
Total	-	-	14,58,81,422	14,58,81,422	14,58,81,422	

Financial Liabilities

Particulars	Instruments carried at			Total carrying amt.	Total fair value
	At Cost	Fair Value	Amortized cost		
		FVTPL	Carrying amount		
As at 1st April, 2016					
Trade payables (Note - 13)			15,07,63,258	15,07,63,258	15,07,63,258
Total	-	-	15,07,63,258	15,07,63,258	15,07,63,258
As at 1st April, 2017					
Trade payables (Note - 13)			7,52,85,485	7,52,85,485	7,52,85,485
Total	-	-	7,52,85,485	7,52,85,485	7,52,85,485
As at 1st April, 2018					
Trade payables (Note - 13)			7,63,41,376	7,63,41,376	7,63,41,376
Total	-	-	7,63,41,376	7,63,41,376	7,63,41,376

Note 32: First Time Adoption of Ind AS

These financial statements, for the year ended March 31, 2018, are the first the Company has prepared in accordance with Ind AS . For periods up to and including the year ended March 31, 2017, the Company prepared its annual financial statements in accordance with accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP).

Accordingly, the Company has prepared financial statements which comply with Ind AS applicable for the year ending on March 31, 2018, together with the comparative period data as at and for the year ended March 31, 2017, as described in the summary of significant accounting policies. These note explains the principal adjustments made by the Company in restating its Indian GAAP financial statements, including the balance sheet as at April 01, 2016, the Company's date of transition to Ind AS and financial statements as at and for the year ended March 31, 2017.

Set out below are the applicable Ind AS 101 Optional Exemptions and Mandatory Exceptions applied in the transition from IGAAP to Ind AS.

A. Optional Exemptions availed :

Deemed Cost - Property, Plant and Equipment and Intangible Assets:

As permitted by Ind AS 101, the Company has elected to continue with the carrying value of all of its property, plant and equipment and intangible assets recognised as of 1st April,2016 (date of transition) measured as per the IGAAP and used that carrying value as its deemed cost as of the date of transition.

B. Optional Exemptions availed :

Estimates

As per Ind AS 101, an entity's estimates in accordance with Ind AS at the date of transition to Ind AS presented in the entity's first Ind AS Financial Statements as the case may be, should be consistent with estimates made for the same date in accordance with the IGAAP unless there is objective evidence that those estimates were in error. However, the estimates should be adjusted to reflect any differences in accounting policies.

As per Ind AS 101, where application of Ind AS requires an entity to make certain estimates that were not required under IGAAP, those estimates should be made to reflect conditions that existed at the date of transition (for preparing opening Ind AS Balance Sheet) or at the end of the comparative period (for presenting comparative information as per Ind AS).

The Company's estimates under Ind AS are consistent with the above requirements. Key estimates considered in preparation of the Financial Statements that were not required under the previous GAAP are listed below.

- i. Fair valuation of financial instruments carried at FVTPL and/or FVOCI.
- ii. Impairment of financial assets based on the expected credit loss model.
- iii. Determination of the discounted value for financial instruments carried at amortized cost.

Derecognition of Financial Assets and Liabilities

As per Ind AS 101, an entity should apply the derecognition requirements in Ind AS 101, Financial Instruments, prospectively for transactions occurring on or after the date of transition to Ind AS. However, an entity may apply the derecognition requirements retrospectively from a date chosen by it if the information needed to apply Ind AS 109 to financial assets and financial liabilities derecognized as a result of past transactions was obtained at the time of initially accounting for those transactions.

Classifications and Measurement of Financial Assets

Ind AS 101 requires an entity to assess classification and measurement of financial assets on the basis of facts and circumstances that exist at the date of transition to Ind AS.

There being no impact on the conversion of the IGAAP into IND AS, there are no items of reconciliation.

Note 33

Previous Year's figures have been regrouped / reclassified wherever necessary to confirm to current year presentation.

The accompanying notes are an integral part of the Financial Statements.

As per our report of even date.

For
J.R. Purohit & Co.
Chartered Accountants
(Firm Reg. No. : 111841W)

For and on behalf of the Board of Directors of
Arms Paper Limited

Vikas Purohit
Partner
M No. 131959

Rushal Patel
Chairman
DIN - 06575447

Nikhil Rajpuria
Director
DIN - 01009330

Udit Vora
Company Secretary

Date :
Place: Ahmedabad

Date :
Place: Ahmedabad

ARMS PAPER LIMITED
CIN - L21098GJ1983PLC006041

NOTE 4 Property, Plant & Equipments

Sr	Particulars	Vehicle	Office Equipment	Air Conditioner	Computer	Total
1	Deemed Cost of Asset					
	As at April 1, 2016	6,45,129	290	30,000	3,891	6,79,310
	Addition					-
	Disposal/Adjustments	6,45,129				6,45,129
	As at March 31, 2017	-	290	30,000	3,891	34,181
	Addition					-
	Disposal/Adjustments					-
	As at March 31, 2018	-	290	30,000	3,891	34,181
2	Depreciation					-
	As at April 1, 2016	5,92,619	-	26,311	-	6,18,930
	Charge for the year	30,751	-	2,864		33,615
	Disposal/Adjustments	6,23,370	-	-	-	6,23,370
	As at March 31, 2017	-	-	29,176	-	29,176
	Charge for the period	-	-	-	-	-
	Disposal/Adjustments					-
	As at March 31, 2018	-	-	29,176	-	29,176
3	Net Block					-
	As at April 1, 2016	52,510	290	3,689	3,891	60,380
	As at March 31, 2017	-	290	824	3,891	5,005
	As at March 31, 2018	-	290	824	3,891	5,005

ARMS PAPER LIMITED

CIN : L21098GJ1983PLC006041

Reg. Office : 802 Avdhesh House, Nr. Devang Park. Opp. Guru Govind Gurudwara, S.G. Highway, Thaltej, Ahmedabad - 380054

Telfax. +91 79 26855714, Website: www.armspaper.com, Email: armspaperltd@gmail.com

ATTENDANCE SLIP

(to be handed over at the Registration Counter)

I/We hereby record my/our presence at the 35th Annual General Meeting of the Company being held on **29th day of September, 2018 at 11.00 a.m.** at Gujarat Paper Makers' Association, 802 8th Floor, Avdhesh House, Opp. Guru Govind Gurudwara, Sarkhej - Gandhinagar Highway, Thaltej, Ahmedabad – 380054.

1. Name (s) of the Member and Joint Holder(s) (in block letters)
- 1. Mr. / Mrs. _____
 - 2. Mr. / Mrs. _____
 - 3. Mr. / Mrs. _____

2. Address : _____

3. Father's/Husband's Name (of the Member) : Mr _____

4. Name of Proxy : Mr./Ms. _____

Signature of the Proxy

1.
2.
3.

Signature(s) of Member and Joint Holder(s)

Note: Please complete the Attendance slip and hand it over at the Registration Counter at the venue.

ELECTRONIC VOTING PARTICULARS

If desirous of E-voting, please read the instructions given in the AGM Notice before exercising.

EVSN (Electronic Voting Sequence Number)
180920038

ARMS PAPER LIMITED

CIN : L21098GJ1983PLC006041

Reg. Office : 802 Avdhesh House, Nr. Devang Park. Opp. Guru Govind Gurudwara, S.G. Highway,
Thaltej, Ahmedabad - 380054

Telfax. +91 79 26855714, Website: www.armspaper.com, Email: armspaperltd@gmail.com

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

Name of the Company : ARMS PAPER LIMITED

Registered Office : 802 Avdhesh House, Nr. Devang Park. Opp. Guru Govind Gurudwara, S.G. Highway,
Thaltej, Ahmedabad – 380054

Website: www.armspaper.com

Name of the Member (s) :

Registered address :

E-mail Id :

Folio No. / Client Id : DP ID :

I / We, being the member(s) of Arms Paper Limited holding _____ Equity Shares of the Company, hereby appoint

1. Name : _____

Address : _____

E-mail Id : _____

Signature : _____ or failing him / her

2. Name : _____

Address : _____

E-mail Id : _____

Signature : _____ or failing him / her

3. Name : _____

Address : _____

E-mail Id : _____

Signature : _____ or failing him / her

as my / our proxy to attend and vote (on a poll) for me / us and on my / our behalf at the 35th Annual General Meeting of the Company, to be held on the **29th day of September 2018 at 11:00 a.m.** at Gujarat Paper Makers' Association, 802 8th Floor, Avdhesh House, Opp. Guru Govind Gurudwara, Sarkhej - Gandhinagar Highway, Thaltej, Ahmedabad – 380054 and at any adjournment thereof, in respect of such resolutions set out in the AGM Notice convening the meeting, as are indicated below:

Ordinary Business:

- To receive, consider and adopt the Audited Balance Sheet of the Company as at 31st March, 2018 and Statement of Profit and Loss for the year ended on that date together with Directors' and the Auditors' Report thereon.(Ordinary Resolution).
- Ratification of Appointment of M/s. J. R. Purohit & Co., Chartered Accountants, as the Statutory Auditors of the Company (Ordinary Resolution).

Special Business

- To amend the Main Object Clause of the Memorandum of Association of the Company (Special Resolution)
- To adopt new set of Memorandum of Association of the Company (Special Resolution)
- To adopt new set of Articles of Association of the Company (Special Resolution)
- To re-appoint Mr. Rushal Patel as Director (Special Resolution)
- Re-appointment of Mr. Pawanjitsingh Negi as Independent Director (Special Resolution)

Signed this day of 2018

Rs.1/-
Revenue
Stamp

Signature of Shareholder _____

Signature of Proxy Holder(s) _____

Note: The 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.

Route Map to the venue of AGM

Venue : **Gujarat Paper Makers' Association**
802, Avdhesh House, 8th Floor Avdhesh House
Opp. Shri Guru Govind Gurudwara,
Sarkhej – Gandhinagar Highway,
Thaltej, Ahmedabad – 380054

Landmark : Opposite Guru Govind Gurudwara, Ahmedabad.

