



Stock Code: 532397

23th October, 2019

To,
The Listing Department,
The BSE Ltd,
P J Towers,
Dalal Street,
Mumbai - 400 001

Dear Sir / Madam,

Sub: Annual Report for 2018-19

With reference to the above subject and in compliance with Regulation 34 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015, we are filing the soft copy of the Annual Report of the Company for the year 2018-19, along with the Notice of 36th Annual General Meeting of the Company held on Thursday, 29th day of August, 2019 at 11 : 00 a.m. at the Registered Office of the Company situated at 201, Avdhesh House, Nr. Devang Park, Opp. Shri Guru Govind Gurudwara, Sarkhej - Gandhinagar Highway, Thaltej, Ahmedabad- 380 054.

Please take the same on your record and acknowledge the receipt of the same.

Thanking You,

Yours faithfully,
FOR ARMS PAPER LIMITED

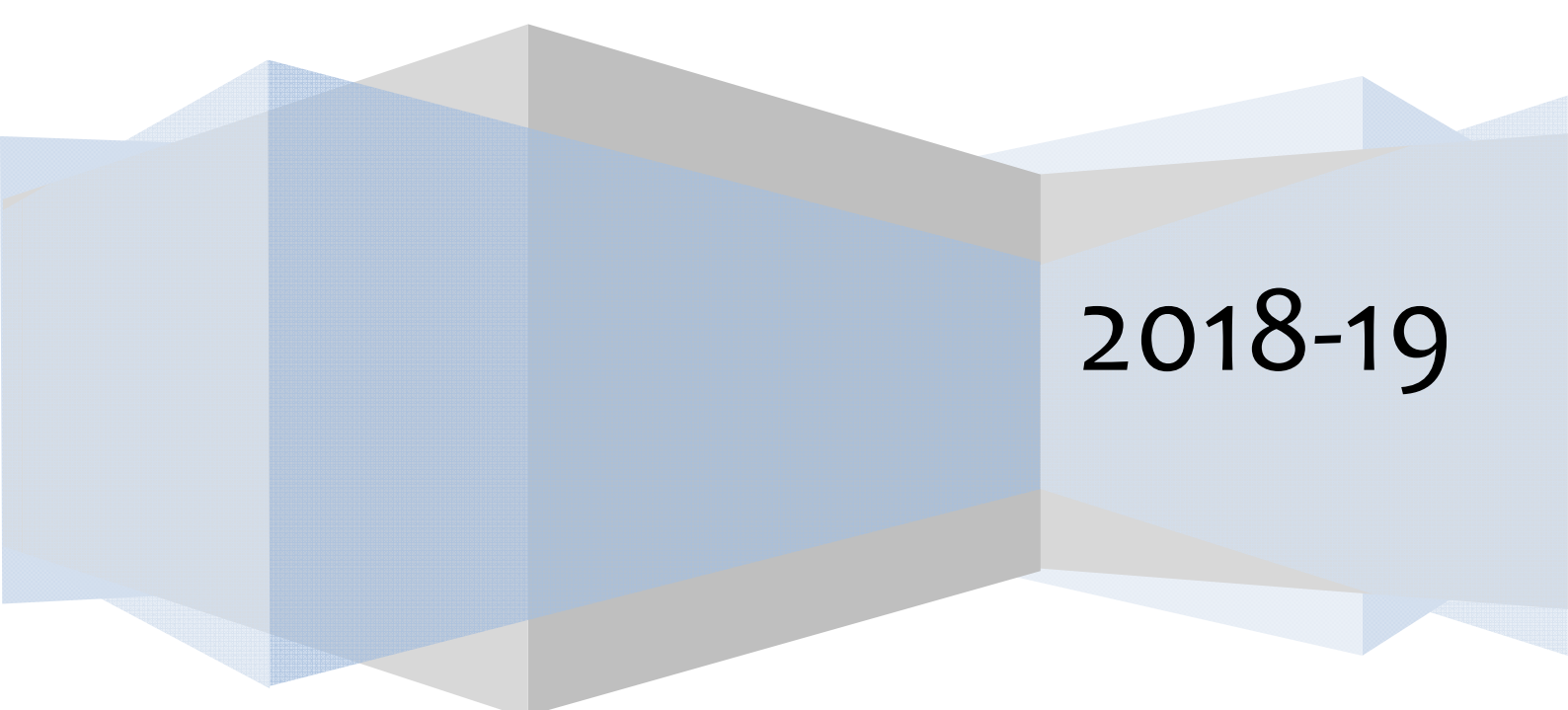



UDIT VORA
COMPANY SECRETARY
A38017

Encl.: As Above.

ARMS PAPER LIMITED

36TH ANNUAL REPORT



2018-19

COMPANY INFORMATION

BOARD OF DIRECTORS

PAWANJITSINGH NEGI : INDEPENDENT DIRECTOR
SHASHIKANT THAKAR : DIRECTOR
SANJAY GUPTA : WHOLE TIME DIRECTOR
SANOSHKUMAR PANDEY : DIRECTOR AND CFO

COMPANY SECRETARY

UDIT VORA

BANKERS

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

REGISTERED OFFICE

201 AVDHESH HOUSE,
NR. DEVANG PARK,
OPP. GURUDWARA
S.G. Highway, THALTEJ
Ahmedabad-380 054
Tel.: +91 79 2685 5714
Email : armspaperltd@gmail.com
CIN: L51100GJ1983PLC006041

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 36th Annual General Meeting of the Members of **M/S. ARMS PAPER LIMITED** will be held on **Thursday, the 29th day of August, 2019** at 11:00 am at 201, 2nd 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, 2019 and Statement of Profit and Loss for the year ended on that date together with Directors' and the Auditors' Report thereon.
- 2] To appoint a Director in place of Shri Pawanjitsingh Negi (DIN 02729393), who retires by rotation and being eligible, offers himself for re-appointment.
- 3] 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 appoints M/s. Shah and Shah (Firm Registration No. 131527W), 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, in place of M/s. J. R. Purohit & Co., whose two terms of Five years ends at the ensuing Annual General Meeting, 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

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

"RESOLVED THAT pursuant to Section 149, 150, 152 and other applicable provisions of the Companies Act, 2013, Mr. Shashikant Thakar (DIN 02887471), who was appointed as an Additional Director with effect from 24th April, 2019, and holds office upto the date of ensuing General Meeting be and is hereby appointed as an Director of the Company".

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

"RESOLVED THAT pursuant to Section 149, 150, 152 and other applicable provisions of the Companies Act, 2013, Mr. Santoshkumar Pandey (DIN : 08415079), who was appointed as an Additional Director with effect from 24th April, 2019, and holds office upto the date of ensuing General Meeting be and is hereby appointed as an Director of the Company".

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

“RESOLVED THAT pursuant to Section 149, 150, 152 and other applicable provisions of the Companies Act, 2013, Mr. Sanjay Gupta (DIN 08415091), who was appointed as an Additional Director with effect from 24th April, 2019, and holds office upto the date of ensuing 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:

“RESOLVED THAT pursuant to the provisions of Section 13 and other applicable provisions, if any, of the Companies act, 2013 and subject to the approval of the Ministry of Corporate Affairs consent of the Company is be and hereby accorded to change the name of the Company from Arms Paper Limited to Konndor Industries Limited”.

“RESOLVED FURTHER THAT Mr. Shashikant Thakar (DIN 02887471), Director of the Company, be and are hereby severally authorized to make necessary application for change of name to Ministry, Stock Exchange and any other authorities.”

“RESOLVED FURTHER THAT Mr. Shashikant Thakar (DIN 02887471), Director of the Company is further authorised to do all such acts, deeds, things and matters as may be required or necessary in this matter for and on behalf of the Company”.

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

“RESOLVED THAT pursuant to Section 180 (1) (c) of the Companies Act, 2013 (including any statutory modification or re-enactment thereof for the time being in force) and the provisions of the Articles of Association of the Company and subject to approval, if any, of the Central Government, the Reserve Bank of India, or any other regulatory bodies or authorities or quasi-judicial bodies, the Board of Directors (hereinafter referred to as the “Board” which term shall be deemed to include any Committee which the Board may constitute for this purpose), be and is hereby authorized to borrow monies, from time to time, for the purpose of the business of the Company, from any one or more banks, Indian and foreign financial institutions and other persons, firms, bodies corporate, notwithstanding that the monies to be borrowed together with the monies already borrowed by the Company (apart from temporary loans obtained from the Company’s bankers / financial institutions / bodies corporate / persons / firms etc., in the ordinary course of business) and remaining outstanding at any point of time may exceed the Paid-up Capital of the Company and its free reserves provided that the total amount up to which the monies so borrowed by the Board and which shall remain outstanding at any given point of time shall not exceed Rs. 500 crores (Rupees Five Hundred Crores Only).

RESOLVED FURTHER THAT the Board be and is hereby empowered and authorized to arrange or fix the terms and conditions of all such monies to be borrowed from time to time as to interest, repayment, security or otherwise as they may, in their absolute discretion, think fit.

RESOLVED FURTHER THAT for the purpose of giving effect to the above Resolution, the Board be and is hereby authorized to do all such acts, deeds, filings, matters and things and execute all such deeds, documents, instruments and writings as may be required, with powers to settle all questions, difficulties or doubts that may arise in this regard as the Board may in its sole and absolute discretion deem fit and delegate all or any of its powers herein conferred to any Director(s) and / or officer(s) of the Company, if required, as it may in its absolute discretion deem it necessary or desirable.”

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

“**RESOLVED THAT** pursuant to Section 180(1)(a) of the Companies Act, 2013 (including any statutory modification or re-enactment thereof for the time being in force) and Articles of Association of the Company, the consent of the Members be and is hereby granted to the Board of Directors of the Company (hereinafter referred to as the “Board” which term shall be deemed to include any Committee which the Board may constitute for this purpose) to mortgage, charge and / or hypothecate, in addition to the existing mortgages / charges / hypothecation created by the Company, in such form and manner and with such ranking and at such a time and on such terms as the Board may determine, the moveable and / or immoveable properties of the Company, wheresoever situate, both present and future, of whole or substantially the whole of the undertaking(s) of the Company together with the power to take over the management of the business and concern of the Company in certain events of default in favour of any person including but not limited to banks, financial institutions, corporate bodies, trustee of debenture holders and/ or any other lending agencies or other persons (the “Lenders”) for the purpose of securing (i) the borrowings availed / to be availed by the Company by way of loan(s) (in foreign currency and/ or Indian rupee currency) and/ or (ii) securities (comprising fully / partly convertible debentures and/ or non-convertible debentures with or without detachable or non-detachable warrants and / or secured premium notes and / or floating rates notes / bonds or other debt instruments) which may be issued or allotted by the Company, from time to time, subject to the limits approved by the Members from time to time under Section 180(1)(c) of the Companies Act, 2013, as the case may be, together with interest at the respective agreed rates, additional interest, accumulated interest, liquidated damages, commitment charges, premia on prepayment, remuneration of the agent(s) / trustees, premium (if any) on redemption, all other costs, charges and expenses, including any increase as a result of devaluation/ revaluation / fluctuation in the rates of exchange and all other monies payable by the Company in terms of the loan agreement(s), debenture trust deed(s) or any other document, entered into/ to be entered into between the Company and the Lender(s), in respect of the said loan / borrowings / debentures and containing such specific terms and conditions and covenants in respect of enforcement of Security as may be stipulated in that behalf and agreed to between the Board and the Lender(s).

RESOLVED FURTHER THAT for the purpose of giving effect to the above Resolution, the Board be and is hereby authorized to finalize and settle with the Lenders, the terms and conditions of such mortgage or charge and execute such documents / deeds / writings / papers / agreements for creation of the aforesaid mortgage and charge as may be required and do all such acts, deeds, matters and things, as it may in its absolute discretion deem necessary, proper or desirable and

to settle any question, difficulty or doubt that may arise with regard to creating mortgages / charges as aforesaid.”

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

“RESOLVED THAT pursuant to the provisions of Section 186 of the Companies Act, 2013 (“the Act”) read with the Companies (Meetings of Board and its Powers) Rules, 2014 and other applicable provisions, if any, of the Act (including any modification or re-enactment thereof for the time being in force) and subject to such approvals, consents, sanctions and permissions as may be necessary, consent of the Members of the Company be and is hereby accorded to the Board of Directors of the Company (hereinafter referred to as “the Board”, which term shall be deemed to include, unless the context otherwise requires, any committee of the Board or any officer(s) authorized by the Board to exercise the powers conferred on the Board under this resolution), to (i) give any loan to any person or other body corporate; (ii) give any guarantee or provide any security in connection with a loan to any other body corporate or person and (iii) acquire by way of subscription, purchase or otherwise, the securities of any other body corporate, as they may in their absolute discretion deem beneficial and in the interest of the Company, subject however that the aggregate of the loans and investments so far made in and the amount for which guarantees or securities have so far been provided to all persons or bodies corporate along with the additional investments, loans, guarantees or securities proposed to be made or given or provided by the Company, from time to time, in future, shall not exceed a sum of Rs. 100 Crores (Rupees One Hundred Crores only) over and above the limit of 60% of the paid-up share capital, free reserves and securities premium account of the Company or 100% of free reserves and securities premium account of the Company, whichever is more, as prescribed under Section 186 of the Companies Act, 2013.

RESOLVED FURTHER THAT the Board of Directors (or a Committee thereof constituted for this purpose) be and is hereby authorized to take all such steps as may be necessary, proper and expedient to give effect to this Resolution.”

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

“RESOLVED THAT subject to the provisions of Sections 196, 197, 198 and 203 read with Schedule V and all other applicable provisions of the Companies Act, 2013, and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 [including any statutory modification(s) or re-enactment thereof, for the time being in force) the Company hereby approves the appointment of Mr. Sanjay Gupta (DIN 08415091) as Whole-time Director of the Company, at a monthly remuneration of Rs. 30,000/- with a maximum remuneration up to Rs. 1,00,000/- per month for a period of 5 years with effect from 24th April, 2019 upon such terms and conditions as set out in the Statement pursuant to Section 102(1) of the Companies Act, 2013, annexed to the Notice of the Annual General Meeting, with liberty to the Board of Directors (hereinafter referred to as “the Board” which term shall be deemed to include any duly authorized Committee of the Board) to alter, vary and modify, from time to time, the terms and conditions of the said re-appointment including the remuneration annually and/or otherwise, in such manner as may be decided by them and agreed upon by Mr. Sanjay Gupta (DIN 08415091),

and in accordance with the limits prescribed under Schedule V to the Companies Act, 2013 or any statutory amendment(s) and modification(s) thereto.”

“RESOLVED FURTHER THAT pursuant to the provisions of Sections 196, 197, 198 and 203 of the Companies Act, 2013 and other applicable provisions, if any, of the Companies Act, 2013, the remuneration payable to Mr. Sanjay Gupta (DIN 08415091), as the Whole-time Director by way of salary, perquisites, commission and other allowances, shall not exceed 5% of the net profits of the Company computed in the manner as provided in Section 198 of the Companies Act, 2013 and 10% in aggregate for all the working directors of the Company”.

“RESOLVED FURTHER THAT in the event of loss or inadequacy of profits in any financial year of the Company during the tenure of Mr. Sanjay Gupta (DIN 08415091), Whole-time Director of the Company, the remuneration, perquisites and other allowances shall be governed by the limits prescribed in Section II of Part II of Schedule V to the Companies Act, 2013, as amended from time to time.”

“RESOLVED FURTHER THAT for the purpose of giving effect to this resolution, the Board of Directors of the Company be and is hereby authorized to do all such acts, deeds, matters or things and they may take such steps as necessary, expedient or desirable in this regard”.

For and on Behalf of the Board of Directors

Place : Ahmedabad
Date : 12th July, 2019

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 August, 2019 to 29th August, 2019 (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. 1st April, 2019 and only demat trading will be allowed.
- 13] Members are requested to bring the copy of the Annual Report at the meeting.

14]. **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 36th 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 26th August, 2019 (09:00 a.m.) and ends on 28th August, 2019 (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 August, 2019, 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	<p>Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio.</p> <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 : 12th July, 2019

Udit Vora
Company Secretary
A38017

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

Item No. 4

Mr. Shashikant Thakar (DIN : 02887471) was appointed as Additional Director of the Company w.e.f. 24th April, 2019 in accordance with the Provisions of Section 161 of the Companies Act, 2013. Mr. Shashikant Thakar has over 30 years of experience in Paper Industry as well as in the Legal Matters.

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

Except Mr. Shashikant Thakar, none of the directors, KMPs, or their relatives except are interested or concerned, financially or otherwise, in the resolution set out at item no. 4.

Item No. 5

Mr. Santoshkumar Pandey (DIN : 08415079) was appointed as Additional Director and Chief Financial Officer of the Company w.e.f. 24th April, 2019 in accordance with the Provisions of Section 161 & 203 of the Companies Act, 2013. Mr. Santoshkumar Pandey has over 15 years of experience in Retail Paper Marketing and as well as Financial knowhow of the daily working and Management of Finance.

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

Except Mr. Santoshkumar Pandey, 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. Sanjay Gupta (DIN : 08415091) was appointed as Additional Director and Whole Time Director of the Company w.e.f. 24th April, 2019 in accordance with the Provisions of Section 161 and 203 of the Companies Act, 2013. Mr. Sanjay Gupta has over 20 years of experience in Retail and wholesale Paper Marketing.

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

Except Mr. Sanjay Gupta, none of the directors, KMPs, or their relatives are interested or concerned, financially or otherwise, in the resolution set out at item no. 6.

Item No. 7

Your Company was earlier engaged into Trading of Paper and Paper Products. In the 35th Annual General Meeting of the Company, Main object clause was amended and it was generalized to include every possible activity and the activities are actively pursued by the Company.

In view of the above, the Board proposes to change the name of the Company from “Arms Paper Limited” to “Konndor Industries Limited”. Company has made application to the Ministry of Corporate Affairs (MCA) for reservation of the name and the same has been approved vide SRN No. H64499759.

The Companies Act, 2013 requires the Company to take approval of its Members by way of Special Resolution for alteration in the Memorandum of Association and Articles of Association with respect the Name of the Company.

None of the directors, KMPs, or their relatives are interested or concerned, financially or otherwise, in the resolution set out at item no. 7.

Item No. 8 & 9

Keeping in view the Company's consistent requirements of financing the capital expenditure on expansion in diversified business and partly to augment the long term capital requirements for Company's growing activities and to support its business operations, the Company may needs additional funds. For this purpose, the Company may in future decide to raise finance from various Banks and/or Financial Institutions and/ or any other lending institutions and/or Bodies Corporate and/or such other persons/ individuals as may be considered fit, which, together with the moneys already borrowed by the Company (apart from temporary loans obtained from the Company's bankers in the ordinary course of business) may exceed the aggregate of the paid-up capital and the free reserves of the Company. For the same, the Board of Directors of the Company at its meeting held on 12th July, 2019, proposed to raise the existing borrowing limit upto Rs.500 Crore, which is subject to the approval of the Shareholders of the Company.

In order to facilitate securing the borrowing made by the Company, it may require to create charge/ mortgage/ hypothecation on the Company's assets, both present and future, in favour of the lenders, to secure the repayment of monies borrowed by the Company (including temporary loans obtained from the Company's Bankers in the ordinary course of business) for an amount not exceeding Rs. 500 crore. Therefore, the proposed borrowings of the Company may, if necessary, be secured by way of charge/ mortgage/ hypothecation on the Company's assets in favour of the lenders as mentioned in the Resolution at Item no. 8.

Accordingly, the Board of Directors recommends the Resolution at Item no. 8 & 9 of the accompanying Notice for your approval as 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. 8 & 9.

Item No. 10

The Company has been making investments in, giving loans and guarantees to and providing securities in connection with loans to various persons and bodies corporate from time to time, in compliance with the applicable provisions of the Act. The provisions of Section 186 of the Act read with the Companies (Meetings of Board and its Powers) Rules, 2014, as amended to date, provides

that no company is permitted to, directly or indirectly, (a) give any loan to any person or other body corporate; (b) give any guarantee or provide security in connection with a loan to any other body corporate or person; and (c) acquire by way of subscription, purchase or otherwise, the securities of any other body corporate, exceeding sixty percent of its paid-up share capital, free reserves and securities premium account or one hundred per cent of its free reserves and securities premium account, whichever is more. Further, the said Section provides that where the giving of any loan or guarantee or providing any security or the acquisition as provided under Section 186(2) of the Act, exceeds the limits specified therein, prior approval of Members by means of a Special Resolution is required to be passed at a general meeting.

In view of the above and considering the long term business plans of the Company, which requires the Company to make sizeable loans / investments and issue guarantees / securities to persons or bodies corporate, from time to time, prior approval of the Members is being sought for enhancing the said limits. Hence, the Special Resolution at Item No.10 of the Notice, notwithstanding the fact that the same exceeds the limits provided under Section 186 of the Act.

The Directors recommend the Special Resolution as set out at Item No. 10 of the accompanying Notice, for Members' approval.

None of the Directors or Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise, in the Special Resolution.

Item No. 11

The Board of Directors of the Company at its meeting held on 24th April, 2019 had subject to approval of members in a general meeting appointed Mr. Sanjay Gupta as the Whole Time Director of the Company for a period of 5 years from April 24, 2019 to April 23, 2024 (both days inclusive).

The terms of his appointment and the payment of remuneration have also been approved by Remuneration Committee at its meeting held on 24th April, 2019.

The principal terms and conditions as contained in the draft agreement are as under:-

The appointment shall be for a period of 5 years from April 24, 2019 to April 23, 2024.

Mr. Sanjay Gupta, subject to such instructions and directions as may from time to time be given to him by the Board of Directors of the Company (hereinafter referred to "the Board") shall endeavor to comply with such directions and subject to such restrictions as the Board may in its sole discretion impose. Mr. Sanjay Gupta shall have powers to look after day to day affairs of the Company and enter into contracts on behalf of the Company in the ordinary course of business and to do and perform all other acts and things, which, in the ordinary course of business, he may consider necessary or proper or in the best interest of the Company.

During the period of his employment, Mr. Sanjay Gupta shall whenever required by the Company, undertake such travelling in India and abroad as the Board may from time to time direct in connection with or in relation to the business of the Company.

Remuneration and Perquisites:

Mr. Sanjay Gupta shall be entitled to the following remuneration and perquisites:-

a. Salary

Salary: Rs. 30,000/- per month

b. Perquisites

The Whole Time Director will be entitled to the following perquisites subject to maximum ceiling of Rs. 30,000/- p.m. as under:

(i) Housing

Furnished accommodation with the electricity, gas and water supply.

(ii) Medical Reimbursement

All expenses incurred by the Whole Time Director for self, parents and family shall be reimbursed by the company.

(iii) Contribution to Provident Fund

Company's contribution to Provident Fund as per Rules of Company.

(iv) Gratuity

As per the Gratuity Act and rules of Company, but shall not exceed half month's salary for each completed years of service.

(v) Leave Encashment:

The Whole Time Director shall be entitled to fully paid leave as per the Company's Rules. Encashment of leave at the end of the tenure is permitted.

The retirement benefits as provided in item (iii) and (iv) shall not be included in the computation of ceiling on remuneration of Mr. Ajay Goenka to the extent provided in Schedule V of the Companies Act, 2013.

(vi) Other Allowances

- a. The Company shall provide a chauffer driven car for use on Company's business and also for personal purpose and telephone at the residence of the Whole Time Director.
- b. The Company shall provide for self and family, once in a year, to and fro fare for any place in India / abroad in accordance with rules of the company.

- c. Annual fees of club subject to maximum of one club.
- d. Reimbursement of all entertainment expenses and other expenses properly incurred for the business of the Company.
- e. The Whole Time Director in addition to above shall also be entitled to such other benefits or amounts as may be approved by the Board subject to such modification as may be made by the Board within the limits on remuneration prescribed from time to time under Schedule V of the Companies Act, 2013.

(vii) Minimum Remuneration

In the event of absence or inadequacy of profits in any financial year during the tenure of the Managing Director, salary and perquisites shall be subject to the limits stipulated under Schedule V read with Section 196 and 197 of the Companies Act, 2013 are payable.

(viii) Overall Remuneration

The aggregate of salary, commission and perquisites in any financial year shall not exceed the limits stipulated under Schedule V read with Section 196 and 197 of the Companies Act, 2013.

None of the directors of the Company except Mr. Sanjay Gupta be deemed to be concerned or interested in the said resolution, since it relates to his appointment as the Whole Time Director of the Company.

For and on Behalf of the Board of Directors

Place : Ahmedabad
Date : 12th July, 2019

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. Pawanjitsingh Negi	02729393	13/05/2013	B.Com. LL.B	38 Years
2	Mr. Shashikant Thakar	02887471	24/04/2019	B.Com, CS, LL.B	30 Years
3	Mr. Santoshkumar Pandey	08415079	24/04/2019	XII/SSC/High/Equivalent	15 Years
4	Mr. Sanjay Gupta	08415091	24/04/2019	B.Com	20 Years

DIRECTORS' REPORT

To,
The Members,
ARMS PAPER LIMITED
AHMEDABAD

Your Directors take pleasure in presenting the 36th Annual Report of your Company together with Audited Accounts for the year ended 31st March, 2019.

1. FINANCIAL HIGHLIGHTS:

Your company's performance for the financial year 2018-19 is summarized below:-

	2018-19	2017-18
	(Rs. in lacs)	(Rs. in lacs)
Total Revenue	5185.77	5861.82
Total Expenses	5176.36	5852.51
Profit (Loss) Before Taxes	9.40	9.31
Net Tax Expense	(2.33)	13.34
Profit/ (Loss) for the period (After Tax)	7.07	(4.03)

2. OPERATIONS:

Your Company has earned total revenue of Rs. 5185.77 Lacs as compared to Rs. 5861.82 Lacs in the previous year. The total expenditure incurred during the year was Rs. 5176.36 Lacs as compared to Rs. 5852.51 Lacs in the previous year. The Net Profit after taxation during the year under review is Rs. 7.07 Lacs as compared to previous year's Loss of Rs. 4.03 Lacs in the previous year. Your Directors are exploring various new business opportunities that will enable the Company to improve its financial position.

3. 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, 2019.

4. PUBLIC DEPOSITS:

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

5. DIRECTORS:

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

Shri Shashikant Thakar, has been appointed as Additional Director of the Company in the Board meeting held on 24th April, 2019. His appointment is placed for confirmation at item no. 4 for your approval.

Shri Santoshkumar Pandey, has been appointed as Additional Director of the Company in the Board meeting held on 24th April, 2019. His appointment is placed for confirmation at item no. 5 for your approval. He is also appointed as Chief Financial Officer of the Company w.e.f. 24/04/2019.

Shri Sanjay Gupta, has been appointed as Additional Director of the Company in the Board meeting held on 24th April, 2019. He is also appointed as Whole time Director of the Company w.e.f. 24/04/2019 and his appointment is placed for confirmation at item no. 6 & 11 as Special Resolution.

Shri Rushal Patel, Shri Nishant Kumar, Shri Nikhil Rajpuria and Smt. Rima Mehta has resigned from the office of Director of the Company. The Board places on record its appreciation for the services rendered by them in their tenure as Directors of the Company.

6. 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.**

The Board of Directors is in continuous search for a Woman Director and Independent Directors to further strengthen the Composition of the Board.

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 6 times on the following dates: 28th May, 2018, 1st August, 2018, 13th August, 2018, 15th September, 2018, 3rd November, 2018, and 14th February, 2019.

7. 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 2018-19, the Audit Committee met 4 times on the following dates: 28th May, 2018, 13th August, 2018, 15th September, 2018 and 14th February, 2019.

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.

8. DIRECTORS' RESPONSIBILITY STATEMENT:

In terms of Section 134 (3) of the Companies Act, 2013, in relation to the financial statements for FY 2018-19 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, 2019 and of the profits for the year ended 31st March, 2019;
- 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

9. 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.

10. STATUTORY AUDITORS AND THEIR REPORT

The Audit Committee has informed the Board that the as per Section 139 of the Companies Act 2013, current term of Statutory Auditors i.e. M/s. J. R. Purohit & Co., has been ended and cannot be re-appointed for further term. Considering the said facts and on the recommendation of the Audit Committee, Board has appointed M/s. Shah and Shah, Chartered Accountants as the Statutory Auditors of the Company under Casual Vacancy. 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..

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

11. SEBI ORDER IN THE MATTER OF SHAREPRO SERVICES INDIA PRIVATE LIMITED

On 7th August, 2018, SEBI had issued Notice under section 4(1) of SEBI (Procedure of holding inquiry and imposing Penalties by adjudicating officer) Rules, 1995, in the matter of non-conduction of Forensic Audit of alleged fraud by Sharepro Services India Private Limited with respects to dividends paid and transfer of securities and to which Company had replied and an order dated 1st November, 2018 was passed by the adjudicating officer and Penalty of Rs. 150000/- was levied on the Company.

Board accepted the fact that due to poor financial condition of the Company at the given point of time, Company was in non-compliance with the order of the SEBI for conducting forensic audit of Sharepro Services India Private Limited and thus the penalty levied by the SEBI is accepted and the same has been paid on 6th December, 2018. The matter stands settled as of date.

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 2018-19.

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 RNCA & Associates., Chartered Accountants, as the Internal Auditors of the Company for conducting internal audit for the financial year 2019-20.

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 2018-19. The Secretarial Audit Report issued in Compliance with SEBI (LODR) 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 2018-19, has given following qualifications in her report

“Section 149 of the companies Act, 2013 and regulation 17 of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirement) Regulation, 2015 has not been complied with.

Section 203 of the Companies Act, 2013 has not been complied with.

Board of Directors of the Company is not duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors as there is no executive directors in the board of directors of the Company

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 complied with the remarks mentioned in the report in the due course. With respects to non appointment of Key Managerial Personnel, your Directors has appointed Mr. Santosh Pandey and Mr. Sanjay Gupta as Chief Financial Officer and Whole Time Director respectively on 24/04/2019 thus the same has been complied

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). 52,17,172 nos. of equity shares forming 94.54% of the equity share capital of the Company stands dematerialized on 31st March, 2019.

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: 12/07/2019

Shashikant Thakar
Chairman
DIN: 02887471

Form No. MR-3

SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED 31.03.2019

*[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 31.03.2019

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 2019, 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, 2019 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'):-
 - 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 qualifications and observations:

- i. *“Section 149 of the companies Act, 2013 and regulation 17 of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirement) Regulation, 2015 has not been complied with having regards to composition of board.*
- ii. *Section 203 of the Companies Act, 2013 has not been complied with having regards to appointment of key managerial personnel.*
- iii. *I further report that the Board of Directors of the Company is not duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors as there is no executive directors in the board of directors of the Company.*
- iv. *During the year under review Mrs. Rima Dipakkumar Mehta, woman director resigned from the post of director on 15.09.2018 and that no other woman director has been appointed post three months of her vacancy as per the provisions of rule 3 of Companies (Appointment and Qualification of Directors) Rules 2014 .*

OBSERVATION:

In addition to above, attention of the members is also invited to below mentioned factual aspect which has taken place during the year.

The Company had received a show cause notice from SEBI with regards to a direction given by SEBI in the matter of forensic audit to be conducted by the clients of Registrar and Share Transfer Agent-Sharepro Services (I) Pvt. Ltd. (hereinafter referred as “Sharepro”) and the company being the client of Sharepro was obliged to conduct the said audit within the period of 3 months of notice with respect to dividend given by company and share transfer in preceding 10 (Ten) years. However the Company was unable to conduct the audit as per SEBI direction. Therefore SEBI levied a penalty of Rs. 1,50,000 (One Lakh and Fifty Thousand) vide order no. EAD-

8/KS/AA/OW/P/2018/30543/1 dated 1st November, 2018. The Company paid the said penalty on 12th December, 2018 by the way of RTGS vide transaction no. KCCBN18338112619.

Except the above qualifications and observation, following activities/procedures were undertaken by the company that came to notice during the audit of the Company:

- i. During the year, the registered office of the Company was changed within the local limits of Ahmedabad.*
- ii. Object clause of Memorandum of Association of the Company was altered.*
- iii. Adoption of new set of Articles of Association of the Company.*

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 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 : 29.05.2019

Viral A Garachh
Company Secretary,
ACS No. 39943
C P No.: 15293

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 :29.05.2019

Viral A Garachh
Company Secretary,
ACS No. 39943
COP No.: 15293

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:-	L51100GJ1983PLC006041
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:	201 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

Sr. No.	Name and Description of Products	NIC Code	% of total turnover of the Company
1	Paper & Paper Products	51396	41.50
2	Aluminium Foil and Coated Sheets	24202	35.15
3	Plastics	46693	17.97
Total			94.62

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 01/04/2018				No. of shares held at the end of the year 31/03/2019				% 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

CATEGORY OF SHAREHOLDER	No. of the shares held at the beginning of the year 01/04/2018				No. of shares held at the end of the year 31/03/2019				% change during the year
	Demat	Physical	Total	% of total shares	Demat	Physical	Total	% of total shares	
(2) FOREIGN									
1. Individuals (NRIs/Foreign Individuals)	0	0	0	0	0	0	0	0	0.00
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

CATEGORY OF SHAREHOLDER	No. of the shares held at the beginning of the year 01/04/2018				No. of shares held at the end of the year 31/03/2019				% change during the year
	Demat	Physical	Total	% of total shares	Demat	Physical	Total	% of total shares	
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
(2) NON-INSTITUTIONS									
a) Bodies Corporate									
i) Indian	904137	0	904137	16.38	898502	0	898502	16.28	-0.10
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	903462	293028	1196490	21.68	898009	291028	1189037	21.55	-0.14
(ii) Individual shareholders holding nominal share capital in excess of Rs.1 lakh	3098716	10000	3108716	56.34	3103526	10000	3113526	56.42	0.09
c) Others	280253	0	280253	0.00	289264	0	289264	5.24	5.24
i) Employees	0	0	0	0.00	0	0	0	0.00	0.00
ii) Non Resident Repatriates	450	0	450	0.01	450	0	450	0.01	0.00
iii) Non Resident Non Repatriates	650	0	650	0.01	650	0	650	0.01	0.00
iv) Non domestic companies	0	0	0	0.00	0	0	0	0.00	0.00
v) Trusts	0	0	0	0.00	0	0	0	0.00	0.00
vi) Others-Clearing Members	1233	0	1233	0.00	500	0	500	0.01	0.01
vii) Directors & Their Relatives	26271	0	26271	0.00	26271	0	26271	0.48	0.48

CATEGORY OF SHAREHOLDER	No. of the shares held at the beginning of the year 01/04/2018				No. of shares held at the end of the year 31/03/2019				% change during the year
	Demat	Physical	Total	% of total shares	Demat	Physical	Total	% of total shares	
& Friends									
viii) Foreign Nationals	0	0	0	0.00	0	0	0	0.00	0.00
Sub-Total B(2) :	5215172	303028	5518200	100.00	5217172	301028	5518200	100.00	0.00
Total Public Shareholding (B)=B(1)+B(2) :	5215172	303028	5518200	100.00	5217172	301028	5518200	100.00	0.00
(C) Shares held by Custodians for GDRs & ADRs									
i) Promoters									
ii) Public	0	0	0	0.00	0	0	0	0.00	0.00
Sub-total (C)	0	0	0	0.00	0	0	0	0.00	0.00
GRAND TOTAL (A+B+C) :	5215172	303028	5518200	100.00	5217172	301028	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 01-04-2018	
		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

Sl. No.	For Each of the Top 10 Shareholders	Shareholding at the end of the year 31-03-2019	
		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	01/04/18	0	
		26271	0.48	31/03/19	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	-	3.14	-	3.14
	(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	-	3.14	-	3.14

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: 12/07/2019

Shashikant Thakar
Chairman
DIN : 02887471

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF ARMS PAPER LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **Arms Paper Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2019, the Statement of Profit and Loss and the Statement of Cash Flows for the year then ended, and notes to financial statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2006, as amended ("Accounting Standards") and other accounting principles generally accepted in India, of the state of affairs of the company as at March 31, 2019 and Profit and its Cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

With regard to Standard on Auditing 701, Communicating Key Audit Matters in the Independent Auditor's Report, depending on facts and circumstances of the entity and the audit, there is no key audit matter to communicate in the audit report.

Emphasis of Matter

Without modifying our opinion, we refer to note no. 33 of Financial Statements in relation to Confirmation and Reconciliation of balances and non-availability of some documents in relation to certain sales and purchase transactions.

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

Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards and accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. Refer to our separate report in "Annexure A"

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-B" a statement on the matters specified in the paragraph 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 purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

- (d) (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with relevant rules issued thereunder.
- (e) (e) On the basis of the written representations received from the directors as on March 31, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) (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 - C"
- (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 has disclosed the impact of pending litigations on its financial position in its financial statements- Refer Note-23 to the Financial Statements.
 - 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
FRN: 111841W**

**Dr. Jeevraj Purohit
(Partner)
Mem No. 039818**

**Place of Signature:
Date: 29/05/2019**

Annexure A - As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

ANNEXURE B TO INDEPENDENT AUDITOR'S REPORT

With reference to the "Annexure B" 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, 2019, 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 is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;
 - (b) As explained to us, the fixed assets have been physically verified by the management during the year and there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
 - (c) Based on our audit procedures and on the basis of information and explanations given to us by the management, the title deeds of immovable properties are held in the name of the Company.
- (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 noticed on physical verification of inventories as compared to the 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.

- (vi) The Company is not required to maintain cost records under sub-section (1) of section 148 of Companies Act, 2013. Therefore, the provisions of clause (vi) of paragraph 3 of the Order are not applicable to 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, Income Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and any other statutory dues applicable to it. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid statutory dues were in arrears as at 31st March, 2019 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no dues of Income-tax, Sales tax, Service tax, Goods and Service tax, Duty of customs, Duty of excise, Value added tax and Cess as at 31st March, 2019, which have not been deposited with the appropriate authorities on account of any dispute.
- (viii) Based on our audit procedures and on the basis of information and explanations given to us by the management, we are of the opinion that the company has not defaulted in repayment of dues to the financial institution, banks, Government or debenture holders as at the balance sheet date.
- (ix) In our opinion and according to the information and explanation given to us, neither any moneys raised by Initial public offer/ further public offer (including debt instruments) nor any term loans has been availed by the company, hence purpose of question of proper utilization does not arise.
- (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 where applicable and the details have been disclosed in the Financial Statements , 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. Therefore the provisions of section 192 of Companies act, 2013 are not applicable to the company
- (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
FRN: 111841W**

**Dr. Jeevraj Purohit
(Partner)
Mem No. 039818**

**Place of Signature:
Date: 29/05/2019**

Annexure C 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 March 31, 2019 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 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 (the "Guidance Note") and the Standards on Auditing prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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 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 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 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 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, to the best of our information and according to the explanations given to us, 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 March 31, 2019, 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
FRN: 111841W**

**Place of Signature:
Date: 29/05/2019**

**Dr. Jeevraj Purohit
(Partner)
Mem No. 039818**

ARMS PAPER LIMITED
CIN - L51100GJ1983PLC006041
Balance Sheet as at March 31, 2019

(Amount in Rupees)

Particulars	Note	As at March 31, 2019	As at March 31, 2018
ASSETS			
I. Non-current assets			
(a) Property, plant and equipment	4	5,005	5,005
(b) Deferred Tax Assets	26	34,628	25,839
(c) Other Non-current assets	5	1,58,268	17,288
		1,97,901	48,132
II. Current assets			
(a) Inventories	6	-	3,31,724
(b) Financial assets			
(i) Trade Receivables	7	4,45,13,119	14,55,75,041
(ii) Cash and Cash Equivalents	8	5,46,198	3,06,381
(c) Other Current Assets	9	12,89,54,052	69,87,023
		17,40,13,369	15,32,00,169
Total Assets		17,42,11,271	15,32,48,302
EQUITY AND LIABILITIES			
Equity			
(a) Equity share capital	10	5,50,40,000	5,50,40,000
(b) Other equity	11	2,19,30,682	2,12,23,619
		7,69,70,682	7,62,63,619
LIABILITIES			
I. Non-current liabilities			
(a) Deferred Tax Liabilities	26	-	-
(b) Provisions	12	1,30,545	88,428
		1,30,545	88,428
II. Current liabilities			
(a) Financial liabilities			
(i) Trade Payables	13	7,35,48,570	7,63,41,376
(b) Other current liabilities	14	2,34,95,556	5,33,165
(c) Provisions	15	65,918	21,713
		9,71,10,044	7,68,96,254
Total Equity and Liabilities		17,42,11,271	15,32,48,302

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

Dr. Jeevraj Purohit
Partner
M No. 039818

Sanjay Gupta
Whole Time Director
DIN - 08415091

Santosh Pandey
Director & CFO
DIN - 08415079

Date : May 29, 2019
Place: Ahmedabad

Udit Vora
Company Secretary

Date : May 29, 2019
Place: Ahmedabad

ARMS PAPER LIMITED
CIN - L51100GJ1983PLC006041
Statement of Profit & Loss for the year ended March 31, 2019

Particulars	Note	(Amount in Rupees)	
		For the year ended March 31, 2019	For the year ended March 31, 2018
I Revenue from Operations	16	51,74,09,334	58,61,82,756
II Other Income	17	11,67,435	-
III Total income (I+II)		51,85,76,769	58,61,82,756
IV Expenses			
(a) Purchase of Traded Goods (Including Direct Expenses)		50,85,92,830	58,14,52,779
(b) Changes in Inventory of Finished Goods, Work in Progress and Traded Goods	18	3,31,724	(3,31,724)
(c) Employee benefit expense	19	33,14,283	9,05,185
(d) Finance Costs	20	4,177	11,202
(e) Depreciation and amortization expense	4	-	-
(f) Other expense	21	53,93,321	32,13,900
Total expense (IV)		51,76,36,335	58,52,51,342
V Profit/(Loss) before exceptional items & Tax (III-IV)		9,40,434	9,31,415
VI Exceptional items		-	-
VII Profit/(loss) before tax (V-VI)		9,40,434	9,31,415
VIII Tax Expense:			
(1) Current Tax		2,42,162	
(2) Deferred Tax		(8,790)	(14,569)
(3) Prior Period Tax Expense		-	13,49,254
Income tax expense (VIII)		2,33,372	13,34,685
VIII Profit/(loss) for the period (VII-VIII)		7,07,062	(4,03,271)
IX Other Comprehensive Income			
Items that will not be recalssified to profit or loss		-	-
Items that will be recalssified to profit or loss		(2,550)	6,544
Income tax relating to items that will be classified to profit or loss		-	-
Total Other Comprehensive Income (IX)		(2,550)	6,544
X Total Comprehensive Income for the year (VIII+IX)		7,04,512	(3,96,727)
XI Earnings per equity share (Face Value of Rs 10 each)	28	0.128	(0.073)

Basic & Diluted

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

Dr. Jeevraj Purohit
Partner
M No. 039818

Sanjay Gupta
Whole Time Director
DIN - 08415091

Santosh Pandey
Director & CFO
DIN - 08415079

Date : May 29, 2019
Place: Ahmedabad

Udit Vora
Company Secretary

Date : May 29, 2019
Place: Ahmedabad

ARMS PAPER LIMITED
CIN - L51100GJ1983PLC006041
Statement of Changes in Equity for the year ended March 31, 2019

A. Equity Share Capital

Particulars	No. of Shares	Amount (Rs)
Balance as at April 1, 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
Changes during the year -		-
Balance as at March 31, 2019	55,18,200	5,50,40,000

B. Other Equity

Particulars	(Amount in Rupees)			Total
	Reserves & Surplus		Other Comprehen-sive Income	
	Capital Reserves	Retained Earnings		
Balance as at April 1, 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
Profit for the year		7,07,062	-	7,07,062
Balance as at March 31, 2019	54,67,796	1,64,62,886	-	2,19,30,682

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

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

Dr. Jeevraj Purohit
Partner
M No. 039818

Sanjay Gupta
Whole Time Director
DIN - 08415091

Santosh Pandey
Director & CFO
DIN - 08415079

Date : May 29, 2019
Place: Ahmedabad

Udit Vora
Company Secretary

Date : May 29, 2019
Place: Ahmedabad

ARMS PAPER LIMITED
CIN - L51100GJ1983PLC006041
Cash Flow Statement for the year ended March 31, 2019

(Amount in Rupees)

Particulars	March 31, 2019	March 31, 2018
Cash flow from operating activities		
Profit/(Loss) for the year before Tax	9,40,434	9,31,415
<u>Adjustment for</u>		
Depreciation	-	-
Finance Cost	4,177	11,202
Other Non Cash Items	-	-
Prior Period Tax Adjustments	-	(13,49,254)
Increase / (Decrease) in Provisions	42,117	55,784
Increase / (Decrease) in Non Current Assets	-1,40,980	-
Operating profit before working capital changes	8,45,748	(3,50,854)
<u>(Increase) / Decrease in Current Assets</u>		
Inventories	3,31,724	-3,31,724
Trade Receivables	10,10,61,922	(5,86,52,120)
Other current assets	-12,22,09,191	7,51,37,050
<u>Increase / (Decrease) in Current Liabilities</u>		
Trade Payables	-27,92,806	10,55,892
Other current liabilities	2,29,62,392	(1,64,13,892)
Provisions	44,205	11,963
Cash generated from / (used in) operations	2,43,994	4,56,316
Direct taxes paid (net of refunds)	-	(2,00,000)
Net cash flow from/ (used in) operating activities (A)	2,43,994	2,56,316
Cash flows from investing activities		
Net cash flow from/ (used in) investing activities (B)	-	-
Cash flows from financing activities		
Finance Cost	(4,177)	(11,202)
Proceeds/Repayment from short-term borrowings		
Net cash flow from/ (used in) in financing activities (c)	(4,177)	(11,202)
Net increase/(decrease) in cash and cash equivalents (A + B + C)	2,39,816	2,45,114
Cash and cash equivalents at the beginning of the year	3,06,381	61,267
Cash and cash equivalents at the end of the year	5,46,198	3,06,381
Components of cash and cash equivalents		
Cash on hand	8,515	360
With banks- on current account	5,37,683	3,06,021
Total cash and cash equivalents	5,46,198	3,06,381

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)

Dr. Jeevraj Purohit
Partner
M No. 039818

Date : May 29, 2019
Place: Ahmedabad

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

Sanjay Gupta
Whole Time Director
DIN - 08415091

Santosh Pandey
Director & CFO
DIN - 08415079

Udit Vora
Company Secretary

Date : May 29, 2019
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.

Details of the Company's accounting policies are included in note 3 of the Financial statements.

(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.

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.

- 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.
---------------------------	--

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 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.

iii 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).

iv 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 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.

i 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.

j 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.

k 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.

1 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.

ARMS PAPER LIMITED
CIN - L51100GJ1983PLC006041

NOTE 4 Property, Plant & Equipments

Sr	Particulars	Office Equipment	Air Conditioner	Computer	Total
1	Deemed Cost of Asset				
	As at April 1, 2017	290	30,000	3,891	34,181
	Addition				-
	Disposal/Adjustments				-
	As at March 31, 2018	290	30,000	3,891	34,181
	Addition				-
	Disposal/Adjustments				-
	As at March 31, 2019	290	30,000	3,891	34,181
2	Depreciation				-
	As at April 1, 2017	-	29,176	-	29,176
	Charge for the year	-	-	-	-
	Disposal/Adjustments	-	-	-	-
	As at March 31, 2018	-	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, 2017	290	824	3,891	5,005
	As at March 31, 2018	290	824	3,891	5,005
	As at March 31, 2019	290	824	3,891	5,005

This space is intentionally left blank.

Note 5 - Other Non-Current Assets

Particulars	As at 31st Mar, 2019	As at 31st Mar, 2018
(a) Security Deposit :		
Rent Deposit	1,56,980	16,000
(b) Others		
Balances with government authorities	1,288	1,288
	1,58,268	17,288

Note 6 - Inventories

Particulars	As at 31st Mar, 2019	As at 31st Mar, 2018
Traded Goods	-	3,31,724
	-	3,31,724

Note 7 - Trade Receivables

Particulars	As at 31st Mar, 2019	As at 31st Mar, 2018
Current Trade Receivables		
Unsecured, considered good	4,45,13,119	14,55,75,041
	4,45,13,119	14,55,75,041

Note 8 - Cash and Cash Equivalents

Particulars	As at 31st Mar, 2019	As at 31st Mar, 2018
Cash on hand	8,515	360
Balance with Banks - In current account	5,37,683	3,06,021
	5,46,198	3,06,381

Note 9 - Other Current Assets

Particulars	As at 31st Mar, 2019	As at 31st Mar, 2018
Advance to suppliers & creditors for expenses	12,07,78,084	-
Balances with government authorities	10,800	-
Advances recoverable in cash or kind	46,36,651	33,30,000
Advance to Employees	10,000	
Advance Tax (Net of Provision)	35,18,517	36,45,495
Prepaid expenses	-	11,528
	12,89,54,052	69,87,023

Note 10 - Share Capital

Particulars	As at Mar 31, 2019		As at Mar 31, 2018	
	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
		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
Less: Calls in Arrears		(1,42,000)		(1,42,000)
	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

Particulars	As at Mar 31, 2019		As at Mar 31, 2018	
	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
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

(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 Mar 31, 2019		As at Mar 31, 2018	
	No of shares	% of Holding	No of shares	% of Holding
Name of Equity Share Holders				
Sangeeta Ajay Goenka				
Devkant Synthetics (India) Pvt Ltd	6,85,000	12.41%	6,95,496	12.60%
Riya Vinit Agrawal	6,65,104	12.05%	6,65,104	12.05%
Vinit Kumar Pawan Kumar Agrawal	6,47,446	11.73%	6,25,549	11.34%
Anilkumar Jain	6,28,649	11.39%	-	-
Shyamsundar Makhanlal Tibrewal	-	-	6,47,446	11.73%

Note 11 - Other Equity

Particulars	As at 31st Mar, 2019	As at 31st Mar, 2018
Other Reserves		
Capital Reserve	54,67,796	54,67,796
	54,67,796	54,67,796
Surplus		
Surplus Balance as per last balance sheet date	1,57,55,824	1,61,59,094
Transferred from Profit and Loss account	7,07,062	(4,03,271)
Balance at the end of the year	1,64,62,887	1,57,55,824
	2,19,30,682	2,12,23,619

Note 12 - Provisions

Particulars	As at 31st Mar, 2019	As at 31st Mar, 2018
Non-Current Provisions		
Provision for gratuity	66,988	24,847
Provision for leave encashment	63,557	63,581
	1,30,545	88,428

Note 13 - Trade Payables

Particulars	As at 31st Mar, 2019	As at 31st Mar, 2018
Trade Payable (Including Creditors for Expenses) (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)	7,35,48,570	7,63,41,376
	7,35,48,570	7,63,41,376

Note 14 - Other Current Liabilities

Particulars	As at 31st Mar, 2019	As at 31st Mar, 2018
Advance from Customers	89,81,791	
Duties and Taxes	1,61,112	3,60,771
Salary Payable	1,82,653	1,45,103
Trade Deposits	1,41,70,000	
Due to Employees	-	27,291
	2,34,95,556	5,33,165

Note 15 - Provisions

Particulars	As at 31st Mar, 2019	As at 31st Mar, 2018
Current Provisions		
Provision for employee Benefits		
Bonus	49,292	-
Gratuity	279	121
Leave encashment	2,497	9,495
Provision for Expenses	13,850	12,097
	65,918	21,713

Note 16 - Revenue From Operations

Particulars	2018-19	2017-18
Sales of Products	51,74,09,334	58,61,82,756
	51,74,09,334	58,61,82,756

Note 17 - Other Income

Particulars	2018-19	2017-18
Profit on sale of Assets	-	-
Interest Income	11,51,835	-
Other Misc Income	15,600	-
	11,67,435	-

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

Particulars	2018-19	2017-18
Stock at the beginning of Year		
Traded Goods	3,31,724	-
	Total (a)	-
	3,31,724	-
Stock at the end of Year		
Traded Goods	-	3,31,724
	Total (b)	3,31,724
	-	3,31,724
Net Changes in Inventory (a-b)	3,31,724	(3,31,724)

Note 19 - Employee Benefits Expense

Particulars	2018-19	2017-18
Salaries, wages, bonus	32,91,783	8,85,135
Contributions to Provident and Other Funds	22,500	20,050
	33,14,283	9,05,185

Note 20 - Finance Costs

Particulars	2018-19	2017-18
Interest Expenses	-	-
Bank Charges	4,177	11,202
	4,177	11,202

Note 21 - Other Expenses

Particulars	2018-19	2017-18
Software Renewal Expenses	10,800	10,800
Payment to auditors (Note 27)	40,000	79,000
Rent expenses	6,57,690	90,000
Legal & Professional expenses	20,82,853	11,87,248
Admin & General Expenses	3,98,694	1,48,336
Power and Fuel	30,550	-
Donation	12,500	-
Travelling & Conveyance	41,185	4,708
Interest and Penalty on Taxes	2,944	39,278
Repairs and Maintenance	1,23,585	-
Rates and Taxes	34,522	-
Selling, distribution, freight & forwarding expenses	19,35,483	15,48,538
Balances written off	-	81,531
Miscellaneous expenses	22,515	24,461
	53,93,321	32,13,900

Note 22 - Related Party Disclosure

The Management has identified the following entities and individuals as related parties of the Company for the year year ended March 31, 2019 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 whom

None

B) Transaction with related parties**Amount (in Rs.)**

Category	Name of Related Party	2018-19	2017-18
		NIL	NIL

C) Balance outstanding at the year end**Amount (in Rs.)**

Category	Name of Related Party	March 31, 2019	March 31, 2018
		NIL	NIL

Note 23 - Contingent liabilities and commitments

The Company does not have any contingent liability and commitments as on March 31, 2019.

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	2018-19	2017-18
Provision for Current Tax	2,42,162	-
Excess provision for current tax of earlier years written back	-	13,49,254
Net Deferred Tax	(8,790)	(14,569)
Income tax expense for the year	2,33,372	13,34,685

(b) - Deferred Tax

Particulars	2018-19	2017-18
Deferred Tax Liabilities		
Difference between writtten down value of fixed assets as per books and income tax	298	592
Total (a)	298	592
Deferred Tax Assets		
Gratuity	17,321	6,430
Leave Encashment	17,009	18,817
Total (b)	34,330	25,247
Deferred Tax Assets (Net) (a+b)	34,628	25,839

(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
2018-19				
Deferred Tax Liabilities				
Difference between writtten down value of fixed assets as per books and income tax	592	(294)	-	298
Total (a)	592	(294)	-	298
Deferred Tax Assets				
Gratuity	6,430	10,892	-	17,321
Leave encashment	18,817	(1,808)	-	17,009
Total (b)	25,247	9,084	-	34,330
Net Deferred Tax (a+b)	25,839	8,790	-	34,628

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 writtten 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

(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	2018-19	2017-18
Profit before Tax for the year	9,40,434	9,31,415
Tax Rate as per Income Tax Provisions	25.75	25.75
Computed Tax Expense	2,42,162	2,39,839
Adjustments:		
Tax effect on non deductible expenses	(8,790)	(14,569)
Tax of earlier years written back	-	1349254.34
Previous years unused tax loss	-	(2,39,839)
Tax Expense as per statement of Profit and Loss	2,33,372	13,34,685

Note 27 - Payment to Auditors

	2018-19	2017-18
Statutory Audit Fees	40,000	64,000
Taxation Matter	-	15,000
Total	40,000	79,000

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

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

Particulars	2018-19	2017-18
Employer's Contribution to Provident Fund	7,500	6,681
Employer's Contribution to Provident Fund	15,000	13,369

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	
	2018-19	2017-18	2018-19	2017-18
Opening defined benefit obligation	24,968	18,442	73,076	14,202
Excess / Short provision	-	-	-	-
Service cost	37,831	11,707	24,994	4,402
Interest cost	1,918	1,363	5,627	1,031
Actuarial (Gain) / Loss			(11,971)	53,441
Benefits paid	-	-	(25,672)	
Amounts recognized in Other Comprehensive Income	2,550	(6,544)		
Closing defined benefit obligation	67,267	24,968	66,054	73,076

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

	Gratuity	
	2018-19	2017-18
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	
	2018-19	2017-18	2018-19	2017-18
Fair value of plan assets	-	-	-	-
Present value of obligation	67,267	24,968	66,054	73,076
Amount recognised in balance sheet	67,267	24,968	66,054	73,076

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

	(Amount in Rs.)			
	Gratuity		Leave Encashment	
	2018-19	2017-18	2018-19	2017-18
Service cost	37,831	8,574	24,994	4,402
Past service cost and loss/(gain) on curtailments and settlements	-	3,133		
Interest cost	1,918	1,363	5,627	1,031
Expected return on plan assets	-	-	-	-
Actuarial (Gain) / Loss			(11,971)	53,441
Net cost included in 'Employee Benefit Expense'	39,749	13,070	18,650	58,874

V. Investment Details

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

VI. Actuarial Assumptions

	Gratuity		Leave Encashment	
	2018-19	2017-18	2018-19	2017-18
	2006-08 (Ultimate)	2006-08 (Ultimate)	2006-08 (Ultimate)	2006-08 (Ultimate)
Mortality Table(LIC)				
Discount rate (per annum)	7.80%	7.70%	7.80%	7.70%
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:-

	31.03.2019	31.03.2018	31.03.2017	31.03.2016	31.03.2015
	Rs.	Rs.	Rs.	Rs.	Rs.
Gratuity					
Defined Benefit obligation	67,267	24,968	18,442	8,307	44,907
Plan asset	-	-	-	-	-
Surplus/(deficit)	(67,267)	(24,968)	(18,442)	(8,307)	(44,907)
Experience adjustment on plan liability	3,559	(5,278)	957	(49,355)	(3,344)
Experience adjustment on plan assets	-	-	-	-	-
Leave Encashment					
Defined benefit obligation	66,054	73,076	14,203	2,065	27,515
Experience adjustment on plan liability	(11,255)	55,380	6,604	-	41,669

VIII. Other Comprehensive Income for the current period

Gratuity	2018-19	2017-18
Components of actuarial gain/losses on obligations:		
Due to Change in Financial assumptions	(1,009)	(1,266)
Due to Change in demographic assumptions	-	-
Due to Change in experience adjustments	3,559	(5,278)
Amounts recognized in Other Comprehensive Income	2,550	(6,544)

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 2018-19 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	7,07,062	(4,03,271)
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	0.128	(0.073)

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

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.

Expected credit loss for trade receivables under simplified approach:

Ageing of trade receivables as at year end

	As at March 31, 2019	As at March 31, 2018
Due from Date of Invoice		
Not Due	4,02,01,574	45,96,266
0 - 90 days	-	13,30,06,448
91 - 180 days	50,000	79,72,327
Beyond 180 days	42,61,545	-
Gross Carrying Amount	4,45,13,119	14,55,75,041
Expected Credit Loss	-	-
Net Carrying Amount	4,45,13,119	14,55,75,041

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, 2019				
Trade Payables	13	7,35,48,570	-	7,35,48,570
Total		7,35,48,570	-	7,35,48,570
As at 31st March, 2018				
Trade Payables	13	7,63,41,376	-	7,63,41,376
Total		7,63,41,376	-	7,63,41,376

Note 31: Financial Instrument**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 March 31, 2019						
Trade Receivables (Note 7)			4,45,13,119	4,45,13,119	4,45,13,119	
Cash and Cash Equivalents (Note 8)			5,46,198	5,46,198	5,46,198	
Total	-	-	4,50,59,317	4,50,59,317	4,50,59,317	
As at March 31, 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 March 31, 2019					
Trade payables (Note - 13)			7,35,48,570	7,35,48,570	7,35,48,570
Total	-	-	7,35,48,570	7,35,48,570	7,35,48,570
As at March 31, 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**Information Regarding Materials (As certified by Management)****a) Sales, Opening and Closing Stock of Traded Goods**

Product	Sales		Opening Stock		Closing Stock	
	2018-19	2017-18	2018-19	2017-18	2018-19	2017-18
Paper	23,72,30,129	24,66,10,626	3,31,723		-	331723
Other Products	28,01,79,205	33,95,72,130				

b) Goods Purchased

Product	Purchase	
	2018-19	2017-18
Paper	23,07,70,485	24,37,71,893
Other Products	27,62,59,533	33,76,80,886

c) Value of imports calculated on C.I.F. basis during the financial year in respect of:

Particulars	2018-19	2017-18
Traded Goods	NIL	NIL
Capital Goods	NIL	NIL
Chemicals	NIL	NIL

d) Expenditure in foreign currency during the financial year

Particulars	2018-19	2017-18
	NIL	

Note 33

a) Balance of debtors, creditors, loans and advances are subject to confirmation, reconciliation and adjustments if any.

b) The classification/grouping of liabilities as current and non-current are made by the management on the basis of the available data with the company.

Note 34

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

Dr. Jeevraj Purohit
Partner
M No. 039818

Sanjay Gupta
Whole Time Director
DIN - 08415091

Santosh Pandey
Director & CFO
DIN - 08415079

Date : May 29, 2019
Place: Ahmedabad

Udit Vora
Company Secretary

Date : May 29, 2019
Place: Ahmedabad

ARMS PAPER LIMITED

CIN : L51100GJ1983PLC006041

Reg. Office : 201 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 August, 2019 at 11.00 a.m.** at Registered office of the Company 201, Avdhesh House, Nr. Devang Park, 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. _____

1.
2.
3.

Signature of the Proxy

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)
190820023

ARMS PAPER LIMITED

CIN : L51100GJ1983PLC006041

Reg. Office : 201 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 : 201 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 36th Annual General Meeting of the Company, to be held on the **29th day of August 2019 at 11:00 a.m.** at Registered Office of the Company situated at 201, Avdhesh House, Nr. Devang Park, 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:

1. To receive, consider and adopt the Audited Balance Sheet of the Company as at 31st March, 2019 and Statement of Profit and Loss for the year ended on that date together with Directors' and the Auditors' Report thereon.(Ordinary Resolution).
2. Appointment of M/s. Shah and Shah., Chartered Accountants, as the Statutory Auditors of the Company in place of M/s. J.R. Purohit & Co. (Ordinary Resolution).
3. Re-appointment of Mr. Pawanjitsingh Negi as Director, who retires by rotation (Ordinary Resolution).

Special Business

4. Confirmation of Appointment of Mr. Shashikant Thakar as Director of the Company (Ordinary Resolution).
5. Confirmation of Appointment of Mr. Santoshkumar Pandey as Director of the Company (Ordinary Resolution).
6. Confirmation of Appointment of Mr. Sanjay Gupta as Director of the Company (Ordinary Resolution).
7. To approve change of name of the Company from ARMS PAPER LIMITED to KONNDOR INDUSTRIES LIMITED (Special Resolution).

- 8. To enhance borrowing powers of the Company to Rs. 500 Crs. (Special Resolution).
- 9. To enhance mortgaging powers of the Company (Special Resolution).
- 10. To enhance investment powers of the Company (Special Resolution).
- 11. To appoint Mr. Sanjay Gupta as Whole Time Director of the Company (Special Resolution).

Signed this day of 2019

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 : Arms Paper Limited
201, Avdhesh House, Nr. Devang Park
Opp. Shri Guru Govind Gurudwara,
Sarkhej – Gandhinagar Highway,
Thaltej, Ahmedabad – 380054

Landmark : Opposite Guru Govind Gurudwara, Ahmedabad.

