

ANNUAL ACCOUNT

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ARNAV CORPORATION LIMITED

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FOR THE YEAR 2010-2011

ARNAV CORPORATION LIMITED

Registered office:

32/115, Laxmi Industrial Estate,  
New Linking Road, Andheri (west),  
Mumbai- 400053

NOTICE

Notice is hereby given that the Annual General Meeting of the Share Holders of *MIS*. ARNAV CORPORATION LIMITED will be held, at 321115, Laxmi Industrial Estate, New Linking Road, Andheri (west), Mumbai- 400053 on Friday, 30<sup>th</sup> September 2011 at 11.00 P.M to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31<sup>st</sup> March 2011, the Profit & Loss Account for the year ended on that date and the report of the Directors and Auditors' thereon.
2. To appoint a Director in place of Mr. Yradeep Parmar who retires by rotation at this meeting and being eligible, offers himself for re-appointment.
3. To re-appoint M/s. S.H. Garg & Associates Chartered Accountants, as Statutory Auditors of the Company to hold office from the conclusion of this Meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

SPECIAL BUSINESS:

4. To consider and if thought fit, to pass, With or without modification(s), the following Resolution as an ordinary Resolution.

Resolved that Mr. Rajnish Kumar Sahay who was appointed an Additional Director of the Company on 29.01.2011 by the Board of Directors and who ceases to hold office under section 260 of the Companies Act, 1956 at this meeting, be and hereby appointed a Director of the Company

FOR AND BEHALF OF THE BOARD OF DIRECTORS

Sd/-  
Chairman  
Place: Mumbai  
Date: 4th August 2011

Note:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and that the proxy need not be a member of the Company. In order to be valid, the instrument appointing the proxy must be deposited at the registered office of the company not later than 48 hours before the schedule time of the meeting.
  2. Pursuant to Section 173 (2) of the companies Act; 1956 an Explanatory Statement in respect of the Special Business contained in the Notice is annexed hereto.
  3. The Register of Members and Share Transfer Book of the Company will remain closed from 22<sup>nd</sup> September, 2011 to 29<sup>th</sup> September, 2011 (both days inclusive)
  4. Shareholders are requested to bring their copies of the Annual Report to the Meeting.
  5. Corporate members intending to send /nominate their authorized representative to attend the meeting are requested to send certified copy of board resolution authorizing their representative to attend and vote on their behalf at the meeting
  6. Members desirous of asking any question at the annual General meeting are requested to send their questions so as to reach the register Office at least 7 days before the meeting so that the same can be suitably replied to.
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AlmAV CORPORATION LIMITED

Registered office:

32/115, Laxmi Industrial Estate,  
New Linking Road, Andheri (west),  
Mumbai- 400053

EXPLANATORY STATEMENT

[Pursuant to the Section 173 (2) of the Companies Act, 1956)

ITEM NO.4

Mr. Rajnish Kumar Sahay was appointed as an additional director of the company w.e.f. 29.01.2011 pursuant to section 260 of the companies act, 1956 and holds office up to the date of this annual General Meeting and in order to appoint him your approval is required.

The Board of Directors recommends that the resolution be passed as an ordinary Resolution.

Mr. Rajnish Kumar Sahay is concerned or interested in the said Resolution

FOR AND BEHALF OF THE BOARD

PLACE: MUMBAI  
DATED: 4th AUGUST 2011

Chairman

ARNAV CORPORATION LIMITED  
(Formerly polypro Fibrils (India) limited)

Registered office :  
32/115, Laxmi Industrial Estate,  
New Linking Road, Andheri (west),  
Mumbai- 400053

DIRECTORS REPORT

TO  
THE MEMBERS

The Directors have pleasure in presenting before you the Annual Report of the Company together with Audited statements for the year ended 31st March 2011.

**FINANCIAL RESULTS:**

	31.03.2011	31.03.2010
	Rupees	Rupees.
Total Income	128020013	212543318
Total Expenditure	130985342	209044817
Profit (loss) for the year before Tax	(2965329)	3498501
Provision for taxation including deferred tax	(254002)	1729492
Profit (loss) for the year after Tax	(2711327)	1769009
Profit (loss) carried to Balance Sheet	(1734502)	976825

DIVIDEND:

In view of losses the Board has not recommended any Dividend for the year ended 31st March 2011.

PARTICULARS OF EMPLOYEES:

The particulars of employees required to be given pursuant to sub-section (2A) of Section 217 of the Companies Act, 1956 are not annexed to this report since there are no employee drawing the remuneration beyond the prescribed limit.

CONSERVATION OF ENERGY. TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUT GO:

Considering the nature of activities Company is not consuming any major power so there is no need to give the particulars about conservation of energy.

There is no foreign technology involved.

#### FIXED DEPOSITS:

The Company has not accepted any fixed deposits during the period ended March 31, 2011.

#### MANAGEMENT DISCUSSION AND ANALYSIS:

A detailed section on Management Discussion and Analysis (MDA), pursuant to clause 49 of the listing agreement forms an integral part of this Annual Report.

#### CORPORATE GOVERNANCE:

Our Directors reaffirm their continued commitments to good corporate governance practices and our company adheres to all major stipulation in this regards -as provided in clause 49 of the listing agreement which relate to Corporate Governance. A detailed report on the corporate governance, together with, a certificate from statutory auditors forms part of this report.

#### INTERNAL CONTROL SYSTEM:

The company has proper and adequate system of internal control system commensurate with the size and nature of its business to ensure protection of asset, proper financial & operating functions and compliance with the policies, procedures, applicable Acts and Rules. Company's internal controls are supplemented by sound internal audit practices. The Audit committee at their meeting regularly reviews the financial, operating, internal audit & compliances reports -to improve performance. Further, the company has an independent internal audit system. The Process of internal audit involves, reviewing of existing controls and system. Internal audit also recommends actions for strengthening of the business processes. The internal audit ensure to operating guidelines, regulatory and legal requirement.

#### RISK MANAGEMENT SYSTEM:

Risk is an integral part of the business process. To enhance the risk management process, the company has mapped the risk. A system has been formulated based on the Balanced score card with various appropriate measure and accountabilities to identify, assess, priorities and mitigates the risk reports generated from the system are monitored regularly to ensure the appropriate corrective actions are taken.

The company manages business risks through strict compliance and internal checks. It will not be out of context to state that the system has worked very effectively during the year under review

#### DIRECTORS:

During the year under review Mr. Rajnish Kumar Sahay Was appointed as an additional director of the company w.e.f.29.01.2011 pursuant to section 260 of the companies act, 1956 and holds office up to the date of this annual General Meeting

During the year under review Mr. Ronak chheda has resigned from the board w.e.f. 14.05.2011, the board takes the note of services rendered by him during his tenure.

Mr. Pradeep Parmar retires by rotation at this meeting and being eligible, offers himself for re-appointment.

#### DIRECTORS RESPONSIBILITY STATEMENT:

Pursuant of Section 217(2AA) of the Companies Act, 1956 as inserted vide the Companies Amendment Act, 2000, your Directors confirm that:

- i. In preparation of Annual Accounts the applicable accounting standards have been followed.
- ii. 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 true and fair view of the state of affairs of the Company as on March 31, 2011 and of the profit of the company for the year ending March 31, 2011.
- iii. The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv. The Directors have prepared the annual accounts on a going concern basis.

#### AUDITORS:

*MIS S. H. GARG & ASSOCIATES.*, Chartered Accountants, Statutory Auditors of the Company hold office until the conclusion of ensuing annual general Meeting and are recommended for re-appointment, Certificate from the Auditors has been obtained to the effect that their re-appointment, if made, would be within the limits specified under section 224(IB) of the Companies Act 1956

**AUDITORS REPORT :**

The Auditors reports to the shareholders for the year ended March 31, 2011 does not contain any qualification and does not call for any explanation/ Comments.

**AUDIT COMMITTEE:**

The company has appointed audit committee as required u/s 292A of the companies Act read with clause 49 f the listing agreement, comprising Mr. D.J Chaturvedi & other directors, Audit Committee meeting were held on in accordance with statutory requirements.

**HUMAN RESOURCES:**

; Our company believe\$ that the quality of employees is the key to its success in the long run and is committed to provide-necessary human development and training opportunities to equip them with required skills.

Our company constantly strives to provide the employees with the required training to hone their skills.

**ACKNOWLEDGEMENTS:**

Your Directors convey their sincere-thanks to the Government, Banks, Shareholders and Customers for their continued support extended to the Company at all times.

The Directors further express their deep appreciation to all employees for commendable teamwork, high degree of professionalism and enthusiastic efforts displayed by them during the year.

FOR AND BEHALF OF THE BOARD OF DIRECTORS

Place: Mumbai

CHAIRMAN

Dated: 4th August 2011



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FOR AND BEHALF OF THE BOARD

Place: Mumbai  
Dated: 4th August 2011

Sd/-  
Chairman

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FOR AND BEHALF OF THE BOARD OF DIRECTORS

Place: Mumbai

Dated: 4th August 2011

Sd/-

CHAIRMAN