

**ANNUAL ACCOUNT**

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**ARNAV CORPORATION LIMITED**

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**FOR THE YEAR 2011-2012**

**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 **M/S. ARNAV CORPORATION LIMITED** will be held, at 32/115, Laxmi Industrial Estate, New Linking Road, Andheri (west), Mumbai- 400053 on Saturday, 29<sup>th</sup> Sept., 2012 at 10.00 A.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 2012, 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. Rajnish Kumar Sahay 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.

FOR AND BEHALF OF THE BOARD OF DIRECTORS

Sd/-

Place: Mumbai

Date: 4<sup>th</sup> Sept. 2012

**CHAIRMAN**

**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 21<sup>st</sup> September, 2012 to 28<sup>th</sup> September, 2012 (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.

**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 31<sup>st</sup> March

**FINANCIAL RESULTS:**

	31.03.2011 Rupees	31.03.2012 Rupees.
Total Income	128020013	25487300
Total Expenditure	130985342	27136139
Profit (loss) for the year before Tax	(2965329)	(1648839)
Provision for taxation including deferred tax	(254002)	-
Profit (loss) for the year after Tax	(2711327)	(1882547)

**DIVIDEND:**

In view of losses the Board has not recommended any Dividend for the year ended 31<sup>st</sup> March 2012.

**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, 2012.

**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 I 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 MANAGEMET 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:**

Mr. Rajnish Kumar Sahay who 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, 2012 and of the profit of the company for the year ending March 31, 2012.
- 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:**

M/S 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, 2012 does not contain any qualification and does not call for any explanations/ Comments.

**AUDIT COMMITTEE:**

The company has appointed audit committee as required u/s 292A of the companies Act read with clause 49 of 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 believes 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

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Place: Mumbai

**CHAIRMAN**

Dated: 4<sup>th</sup> Sept. 2012

**S. H. GARG & ASSOCIATES**  
Chartered Accountants

604, Platinum Techno Park,  
Behind Raghuleela Mall,  
Sector-30A, Vashi,  
Navi Mumbai - 400 703.

**ARNAV CORPORATION LIMITED**

**YEAR ENDING : 31ST MARCH, 2012**

**AUDITOR'S REPORT TO THE MEMBERS OF ARNAV CORPORATION LIMITED**

We have audited the attached Balance Sheet of **M/s. ARNAV CORPORATION LIMITED, MUMBAI**, as on 31st March, 2012 and also the Profit and Loss Account of the Company for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

- 1 We conducted our audit in accordance with auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosure in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financing statement presentation. We believe that our audit provides reasonable basis for our opinion.
- 2 As required by Companies (Auditor's Report) Order 2003, issued by the Central Government in terms of Section 227(4A) of the Companies Act, 1956 we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
- 3 Further to our comments in the Annexure referred to in paragraph 1 above, we report that:
  - a) We have 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 accounts as required by law have been kept by the Company so far as it appears from our examination of the books;
  - c) The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the above books of accounts;

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