

VALUE RESEARCH PREMIUM

Place: Mumbai

Company Secretary
ARNOLD HOLDINGS LIMITED

C.F.O.

Statement of Changes in Equity for the year ended 31st March 2020

A Equity share capital

(₹ in Lakhs)

Particulars	Amount
As at April 01, 2018	3,007.500
Changes in equity share capital during the year	-
As at March 31, 2019	3,007.500
Changes in equity share capital during the year	-
As at March 31, 2020	3,007.500

% of Shareholding more than 5%

Name of Shareholder	No. of shares
As at March 31, 2020	
Hazoor Multi Projects Limited	19,63,560
Total no. of shares	19,63,560
% of Shareholding	6.53%

B Other equity

(₹ in Lakhs)

Particulars	Reserves and surplus						Total
	General Reserve	Capital Reserve	Statutory Reserve	Reserve Fund U/Sec: 45-IC@20% of NP after Tax	Provision Against Standard Asset @ 0.25% of Loans and Advances.	Retained earnings	
As at April 01, 2018	1,782.643	10.526	0.114	81.656	64.734	207.853	2,147.526
Profit for the year	-	-	-	-	-	28.454	28.454
Transfer to reserve	-	-	-	5.691	10.774	(16.465)	-
As at March 31, 2019	1,782.643	10.526	0.114	87.347	75.508	219.842	2,175.981
Profit for the year	-	-	-	-	-	156.533	156.533
Transfer to reserve	-	-	-	31.307	15.577	(46.884)	-
Balance as at March 31, 2020	1,782.643	10.526	0.114	118.654	91.086	329.491	2,332.513

The accompanying notes are an integral part of the financial statements

As per our report of even date.

For Amit Ray & Company

For and on behalf of the Board of directors

Chartered Accountants

Firm Regn. No. 000483C

Sd/-

Sd/-

Sd/-

Nag Bhushan Rao

Sushil Mahendrakumar Jhunjunwala

Mahendraprasad Mallawat

Partner

Non-Executive Chairman

Whole Time Director/CEO

Membership No.: 073144

DIN: 08679362

DIN: 00720282

UDIN: 20073144AAAAHB2352

Sd/-

Sd/-

Date: 30.07.2020

Santwana Todi

Dharmendra Yadav

Place: Mumbai

Company Secretary

C.F.O.

ARNOLD HOLDINGS LIMITED
Notes Forming Part of the Financial Statements as at 31st March 2020

3: Current financial assets

(₹ in Lakhs)

Particulars	As at 31st March 2020	As at 31st March 2019
A: Trade Receivable		
Trade Receivables		
Considered good	5.867	16.263
Total A	5.867	16.263
B: Cash & cash equivalents		
Cash on Hand	2.429	1.197
Balances with Bank in Current Account	326.114	607.905
Total B	328.543	609.102
C: Deposit		
Tax deducted at source AY 2019-20	-	23.087
Tax deducted at source AY 2020-21	9.545	-
Total C	9.545	23.087

4: Non-current financial assets

(₹ in Lakhs)

Particulars	As at 31st March 2020	As at 31st March 2019
A: Investments		
HDFC debt Fund For Cancer Cure	1.000	1.000
DSP Black Rock Liquid Fund	-	50.000
Fixed Deposit (Auto Sweep)	9.542	-
Total A	10.542	51.000
B: Loan		
(Unsecured, considered good)	3,894.288	4,309.604
Total B	3,894.288	4,309.604

5: Inventory

(₹ in Lakhs)

Particulars	As at 31st March 2020	As at 31st March 2019
Shares And Securities	1,069.854	907.081
Total	1,069.854	907.081

ARNOLD HOLDINGS LIMITED

Notes Forming part of the Financial Statements for the year ended at 31st March 2020

6: Property, plant and equipment

(₹ in Lakhs)

Particulars	Gross Block			Depreciation				Net block	Net block
	As at April 1, 2019	Additions	Disposals	As at March 31, 2020	As at April 1, 2019	Additions	Transferred to Retained Earnings	As at March 31, 2020	As at March 31, 2019
Residential Property (WIP)	99.238	-	-	99.238	-	-	-	-	99.238
Commercial Property (WIP)	39.965	-	-	39.965	-	-	-	-	39.965
Total	139.204	-	-	139.204	-	-	-	-	139.204

6: Property, plant and equipment (Previous Year)

(₹ in Lakhs)

Particulars	Gross Block			Depreciation				Net block
	As at April 1, 2018	Additions	Disposals	As at March 31, 2019	As at April 1, 2018	Additions	Transferred to Retained Earnings	As at March 31, 2019
Computer	2.888	-	-	2.888	2.581	0.307	-	2.888
Residential Property (WIP)	99.238	-	-	99.238	-	-	-	-
Commercial Property (WIP)	39.965	-	-	39.965	-	-	-	-
Total	142.091	-	-	142.091	2.581	0.307	-	2.888

ARNOLD HOLDINGS LIMITED
Notes Forming Part of the Financial Statements as at 31st March 2020

7: Deferred tax asset

(₹ in Lakhs)

Particulars	As at 31st March 2020	As at 31st March 2019
Deferred tax assets	2.888	2.711
Additions during the year	-	0.178
Total	2.888	2.888

8: Other non-current assets

(₹ in Lakhs)

Particulars	As at 31st March 2020	As at 31st March 2019
Tax deducted at source (Unsecured)	66.485	43.479
Income Tax Refundable	-	-
Preliminary Expenses	-	-
Advances	0.462	0.462
Total	66.947	43.941

ARNOLD HOLDINGS LIMITED
Notes Forming Part of the Financial Statements as at 31st March 2020

9: Financial liabilities

Particulars	(₹ in Lakhs)	
	As at 31st March 2020	As at 31st March 2019
A: Trade Payables		
Sundry Creditors	0.121	56.235
Trade Payables for Expenses	-	-
Total A	0.121	56.235
B: Other financial liabilities		
Salary Payable	0.955	-
Director Remuneration - M.P.Mallawat	0.893	-
Director Fees Payable - P Saboo	0.800	-
Audit Fees Payable	0.266	0.266
Gst Payable	(1.142)	
Total B	1.771	0.266

10: Borrowings

Particulars	(₹ in Lakhs)	
	As at 31st March 2020	As at 31st March 2019
Borrowings		
Unsecured Loans		
Bohra Industries Ltd	-	309.210
Creative Peripherals & Distribution Ltd	100.521	123.248
Harmon Finochem Ltd unsecured	-	400.000
Si Creva consulting services pvt Ltd. (unsecured)	-	-
Total A	100.521	832.458

11: Provisions

Particulars	(₹ in Lakhs)	
	As at 31st March 2020	As at 31st March 2019
Provision for Income Tax (A.Y. 2015-16)	-	-
Provision for Income Tax (A.Y. 2014-15)	-	-

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Provision for TDS on Interest Paid	1.030	1.030
Provision for TDS on Professional Fees	0.215	0.582
Provision TDS on Rent	0.165	0.150
Provision TDS on Commission paid	-	0.070
Provision for TDS on BSE Listing Fees	-	-
Provision for Income Tax (2016-17)	-	-
Provision for Income Tax (A.Y. 2017-18)	-	-
Provision for Income Tax (A.Y. 2018-19)	16.248	16.248
Provision for Income Tax (A.Y. 2019-20)	11.551	11.551
Provision for Income Tax (A.Y. 2020-21)	55.934	-
Income Tax Refund AY 2010-11	-	-
Income Tax Refund AY 2011-12	-	-
Income Tax Refund AY 2012-13	-	-
Income Tax Refund AY 2016-17	-	-
Total	85.143	29.631

12: Other Current liabilities

(₹ in Lakhs)

Particulars	As at 31st March 2020	As at 31st March 2019
Professional Tax Payable	0.109	0.100
Total	0.109	0.100

ARNOLD HOLDINGS LIMITED

Notes Forming part of the Financial Statements for the year ended at 31st March 2020

13: Equity share capital

(₹ in Lakhs)

Particulars	As at 31st March 2020	As at 31st March 2019
Authorised capital		
5.00 Crores Equity Shares of Rs. 10 each (P.Y. 25.00 Crores Equity Shares of Rs. 2 each)	5,000.000	5,000.000
Total	5,000.000	5,000.000
Issued, subscribed & paid up capital		
3,00,75,000 Equity Shares of Rs. 10 each (P.Y. 15,03,75,000 Equity Shares of Rs. 2 each fully paid up)	3,007.500	3,007.500
iii) Other financial assets	3,007.500	3,007.500

Note: During the Year Company has Consolidated FV of Equity Shares From Rs. 2/- each to Rs. 10/-each.

a. Reconciliation of number of equity shares

Particulars	As at 31st March 2020	
	In Nos.	(₹ in Lakhs)
Equity Share	-	-
At the beginning of the year	1503.750	3,007.500
Issued during the year	-	-
Bonus issue paid during the Year	-	-
Less: Consolidation of shares from Rs.2/- each to Rs. 10/-each	1203.000	
Outstanding at the end of the year	300.750	3,007.500

b. Terms/rights attached to equity shares

Borrowings

The company has only one class of shares having a par value at Rs.10/- per share. Each holder of equity shares is entitled to one vote per share.

14: Other equity

(₹ in Lakhs)

Particulars	As at 31st March 2020	As at 31st March 2019
General Reserve		
Balance at beginning of the year	1,782.643	1,782.643
Add: Transferred during the year	-	-
Less: Deletion during the year	-	-
Sub Total-(a)	1,782.643	1,782.643
Capital Reserve		
Balance at the Beginning of the year	10.526	10.526

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Add: Transferred during the year	-	-
Sub Total-(b)	10.526	10.526
Statutory Reserve		
Balance at the Beginning of the year	0.114	0.114
Add: Transferred during the year	-	-
Less: Deletion during the year	-	-
Sub Total-(c)	0.114	0.114
Reserve Fund U/Sec: 45-1C@20% of NP after Tax		
Balance at the Beginning of the year	87.347	81.656
Add: Transferred during the year	31.307	5.691
Less: Deletion during the year		
Sub Total-(d)	118.654	87.347
Provision Against Standard Asset @ 0.25% of Loans and Advances & ECL Provision		
Balance at the Beginning of the year	75.508	64.734
Add: Transferred during the year	9.736	10.774
Add: Prov. for Impairment Assets (ECL)	5.841	-
Less: Deletion during the year	-	-
Sub Total-(e)	91.086	75.508
Reserves & Surplus	-	-
Balance at beginning of the year	219.842	207.853
Add: Profit for the year	156.533	28.454
Less: Contingent Provision Against Standard Assets	(9.736)	(10.774)
Less: Transferred to Reserve Fund U/Sec 45-1C	(31.307)	(5.691)
Less: Prov. for Impairment Assets (ECL)	(5.841)	-
Sub Total-(f)	329.491	219.842
Total-(a+b+c+d+e+f)	2,332.513	2,175.981

ARNOLD HOLDINGS LIMITED

Notes Forming part of the Financial Statements for the year ended at 31st March 2020

16: Revenue from operations

(₹ in Lakhs)

Particulars	Year ended 31st March 2020	Year ended 31st March 2019
i) Interest Income	328.826	406.613
ii) Dividend	7.856	2.983
iii) Sale of Securities	1,844.570	1,233.587
iv) FNO Trading	6.641	-
v) Profit on Liquid Fund	-	0.784
vi) Income for Mutual Fund Redeem	12.766	-
vii) Contract Income	-	-
viii) Recover Bad & Doubtful Debts	212.412	-
Total	2,413.071	1,643.968

17: Other Income

(₹ in Lakhs)

Particulars	Year ended 31st March 2020	Year ended 31st March 2019
Interest- Income tax refund AY 2017-18	-	2.088
Interest- Income tax refund AY 2012-13	0.024	-
Professional Fees - Finance Work	0.750	-
Total	0.774	2.088

18: Financial Costs

(₹ in Lakhs)

Particulars	Year ended 31st March 2020	Year ended 31st March 2019
Interest on Secured Loans	10.303	41.310
Total	10.303	41.310

19: Purchase of stock-in-trade

(₹ in Lakhs)

Particulars	Year ended 31st March 2020	Year ended 31st March 2019
Purchase of Securities	2,288.566	1,237.026
FNO Trading	-	38.800
Purchase of Securities (Bond)	10.490	-
Total	2,299.056	1,275.826

20: Changes in inventories

(₹ in Lakhs)

Borrowings	Year ended 31st March 2020	Year ended 31st March 2019
Inventory at the end of the year		-
Traded Goods	1,069.854	907.081
Inventory at the beginning of the year		-
Traded Goods	907.080	918.807
(Increase)/decrease in inventories		-
Traded Goods	(162.774)	11.727

21: Employment Benefit Expenses

(₹ in Lakhs)

Particulars	Year ended 31st March 2020	Year ended 31st March 2019
Salary and wages	11.366	8.739
Director Remuneration	8.054	7.660
Total	19.420	16.399

22: Other Expenses

(₹ in Lakhs)

Particulars	Year ended 31st March 2020	Year ended 31st March 2019
Advertising expenses	0.766	0.817
Agency Charges (Crif High Mark)	0.050	0.059
Agency Charges (Equifax)	0.050	0.059
Agency Charges (Experian)	0.050	0.059
Auction Commission	0.003	-
Audit fees	-	0.348
Bank charges	0.007	0.000
BSE Listing Charges	3.000	2.950
CGST	1.232	-
Conveyance expenses	2.198	1.510
Consolidation Of Shares	0.500	-
Depository Charges	2.184	1.573
Demat Charges	0.048	-
Fees and Commission Paid	-	1.400
Computer Maintenance	0.180	-
Electricity expenses	0.146	0.327
Filling Fees	-	-
General Expense	1.714	2.018
Interest on Service Tax paid	-	-
Office Expense	2.299	2.088
Office Rent	6.600	11.850

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Postage & telegram Exp.	1.865	1.398
Printing and stationery	-	0.675
Bad and Doubtful Debts W/off	-	212.412
Repairs and maintenance Charges	1.752	1.238
Telephone and postage expenses	0.397	0.632
Travelling Expenses	0.223	0.181
Website Expense	0.080	0.110
Preliminary expenses written off	-	6.743
Professional Fess	1.396	7.052
Professional Tax	-	0.102
Registrar Fees	0.176	0.208
Round Off	0.001	-
ROC Charges	0.981	0.241
Rates & taxes	0.097	0.593
Sebi Fees	0.003	-
SGST	1.232	-
Stamp Charges	0.255	-
Stt Sttdel	2.471	-
Stt Sttrnd	0.000	-
Stt Sttsq	0.055	-
Share trading expenses	1.717	3.899
Annual general meeting expense	-	0.118
Transaction Charges	0.446	-
Total	34.173	260.661

Current tax

(₹ in Lakhs)

Particulars	Year ended 31st March 2020	Year ended 31st March 2019
Current tax pertaining to current year	55.934	11.551
Total	55.934	11.551

ARNOLD HOLDINGS LIMITED

Notes Forming part of the Financial Statements for the year ended at 31st March 2020

23: Provisions Contingent liability and Contingent Assets

Provisions are recognized only when there is a present obligation as a result of past events and when a reliable estimate of the amount of the obligation can be made.

Contingent Liability

The company has filed and contesting appeals before CIT (A), Kolkata against the Assessment orders u/s 143(3) of Income Tax Act, 1961 in the case of erstwhile transferor companies which were merged in the company pursuant to Order of Hon'ble High Court, Kolkata. The demand raised by the department as informed by the Management of the Company for the Asst. Year 2007-2008 is Rs. 79.25 Lacs. The Management is confident to get the relief from the Appellate Authorities.

24: Earnings per share

Particulars	Current Year	Previous Year
Amounts used as numerator in calculating EPS (Rs.)	156.533	28.454
Weighted no. of Equity Shares used as denominator (Nos.)	300.750	1,503.750
Nominal value per Equity Share (Rs.)	10.000	2.000
Earnings/(Loss) Per Share (Basic) (Rs.)	0.520	0.019
Earnings/(Loss) Per Share (Diluted) (Rs.)	0.520	0.019

Corporate information

Arnold Holdings Ltd. is a public Limited NBFC Company incorporated in 1981 listed on BSE Ltd. The company is engaged in the field of Corporate Finance, Infrastructure Finance, Mortgage and Gold Loans, Capital Market.

Arnold has been seasoned provider of private equity to companies across sectors. Arnold private equity practice has led investments across range of sector- pharmaceutical research, high-end telecom technology, product development, media production services, technology, textiles, drug, manufacturing, construction, processed foods, components and tool fabrication and real estate.

1. Significant Accounting Policies**1.1 Basis of Preparation**

These financial statements have been prepared in accordance with the Indian Accounting Standards ("Ind AS") as prescribed under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, 2015 and relevant provisions of the Companies Act, 2013 ("the Act"). These are the Company's first Ind AS financial statements and Ind AS 101- 'First time adaption of Indian Accounting Standards' has been applied during the presented years.

1.2 Basis of measurement

The financial statements have been prepared on the historical cost basis except for certain financial assets and liabilities measured at fair value. The methods used to measure fair values are discussed further in notes to financial statements.

1.3 Property, plant and equipment

All Property, Plant and Equipment (PPE) are stated at carrying value in accordance with previous GAAP, which is used as deemed cost on the date of transition to Ind AS using the exemption granted under Ind AS 101.

The cost of an item of property, plant and equipment is recognized as an asset if, and only if it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The cost of an item of PPE is the cash price equivalent at the recognition date.

The company has chosen the cost model for recognition and this model is applied to all class of assets. After recognition as an asset, an item of PPE is carried at its cost less any accumulated depreciation and any accumulated impairment losses.

1.4 Capital Work in Progress

"The cost of self-constructed assets includes the cost of materials and direct labor, any other costs directly attributable to bringing the assets to a working condition and location for their intended use, and the initial estimate of dismantling and removing the items and restoring the site on which they are located and borrowing costs. Expenses directly attributable to construction of property, plant and equipment incurred till they are ready for their intended use are identified and allocated on a systematic basis to the cost of related assets. Deposit works/cost plus contracts are accounted for on the basis of statements of account received from the contractors.

Unsettled liabilities for price variation/exchange rate variation in case of contracts are accounted for on estimated basis as per terms of the contracts."

1.5 Depreciation:

Depreciation on Fixed Assets is provided to the extent of depreciable amount on the Written down Value (WDV) Method/SLM method. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

1.6 Revenue:

Expenses and Income considered payable and receivable respectively are accounted for on accrual basis except discount claims, rebates and retirement benefits which cannot be determined with certainty during the year.

1.7 Inventories:

The inventories of equity shares have been valued at Cost.

1.8 Cash flow statement:

Cash flows are reported using the indirect method prescribed in Ind AS 7 'Statement of Cash Flows'.

1.9 General:

Except wherever stated, accounting policies are consistent with the generally accepted accounting principles and have been consistently applied.

1.10 Impact of COVID:

The company has assessed the impact of COVID- 19 on its financial statement on the basis of information provided by the management and the company

Note No.: 2

2. Notes on Financial Statements

2.1 The SSI status of the creditors is not known to the Company; hence the information is not given.

2.2 Trade receivables, Trade payables, Loans & Advances and Unsecured Loans have been taken at their book value subject to confirmation and reconciliation.

2.3 Loans and Advances are considered good in respect of which company does not hold any security other than the personal guarantee of persons.

2.4 Expenditure in Foreign Currency: NIL NIL

2.5 Earning in Foreign Exchange NIL NIL

2.6 Taxes

a) Current Tax

Provision for current tax is made on the basis of estimated taxable income for the current accounting year in accordance with the Income Tax Act, 1961. The deferred tax for timing differences between the book and tax profits for the year is accounted for, using the tax rates and laws that have been substantively enacted by the balance sheet date. Deferred tax assets arising from timing differences are recognized to the extent there is virtual certainty with convincing evidence that these would be realized in future. At each Balance Sheet date, the carrying amount of deferred tax is reviewed to reassure realization.

b) Deferred Tax

Particulars	As at 31st March,2020	As at 31st March 2019
Opening Balance (Assets)	(2,88,819)	(2,71,050)
Addition/(Reversal) in Profit & Loss Statement	-	(17,769)
Closing Balance Liability/(Assets)	(2,88,819)	(2,88,819)

2.7 Auditor's remuneration comprises of the following:

Particulars	Current Year Amount (₹)	Previous Year Amount (₹)
Statutory Audit	29,500	29,500
Company Law Matters	-	-
Total	29,500	29,500

2.8 The Company believes that no impairment of assets arises during the year within the purview of recommendations of Accounting Standard - 28, Impairment of Assets and accordingly no provision has been made in this regard.

2.9 Related Party Disclosures are as under

a) Key Management Personnel

1. Mr. Mahendraprasad Mallawat Nathmal (Whole time Director) (Appointed w.e.f. 23/11/2010)
2. Mr. Mohandas Dasari (Whole Time Director) (Appointed w.e.f. 10/08/2017)
3. Mr. Prakash Saboo (Additional Executive Director) (Appointed w.e.f. 13/02/2020)
4. Mr. Sopan Vishwanathrao Kshirsagar (Independent Director) (Appointed w.e.f. 07/02/2013)
5. Mrs. Gazala Mohammed Irfan Kolsawala (Non- Executive Director) (Appointed w.e.f. 25/03/2015)
6. Mr. Raj Kumar Goyal (Independent Director) (Appointed w.e.f. 13/08/2019)
7. Mr. Sushil Mahendrakumar Jhunjhunwala (Independent Director) (appointed w.e.f. 13/02/2020)
8. Mrs. Sarita Bhartia (Independent Director) (Resigned w.e.f 13/02/2020)
9. Mr. Mahendraprasad Mallawat Nathmal (CEO) (Appointed on 13/02/2016)
10. Mrs. Minaxi Choksi (CFO) (Resigned w.e.f. 30/05/2019)
11. Mr. Dharmendra R. Yadav (CFO) (Appointed w.e.f 30/05/2019)
12. Mrs. Soniya Goyal (Company Secretary) (Resigned w.e.f 09/01/2020)
13. Ms. Santwana Todi (Company Secretary & Compliance Officer) (Appointed w.e.f. 09/01/2020)

b) Relative of Key Management Personnel

1. Mr. Pawankumar Mallawat

c) Transactions with Related parties

(Figure in ₹)

Particulars	Transactions during the year			
	Current Year		Previous year	
	Key Management Personnel	Relative of Key Management Personnel	Key Management Personnel	Relative of Key Management Personnel
Remuneration Paid	16,08,400	-	11,78,404	-
Office Rent	-	6,60,000	-	6,00,000

2.10 Previous year figures have been regrouped/rearranged wherever necessary.

As per our report of even date.

For Amit Ray & Company

Chartered Accountants

Firm Regn. No. 000483C

Sd/-

Nag Bhushan Rao

Partner

Membership No.: 073144

UDIN: 20073144AAAAHB2352

Date: 30.07.2020

Place: Mumbai

For and on behalf of the Board of directors

Sd/-

Sushil Mahendrakumar Jhunjunwala

Non-Executive Chairman

DIN: 08679362

Sd/-

Santwana Todi

Company Secretary

Sd/-

Mahendraprasad Mallawat

Whole Time Director/CEO

DIN: 00720282

Sd/-

Dharmendra Yadav

C.F.O.

