



CRIMSON METAL ENGINEERING COMPANY LIMITED

Manufacturers & Exporters of E.R.W. STEEL TUBES - PIPES (BLACK & GALVANISED)

CIN : L27105TN1985PLC011566

Dt. 31.07.2020
The Manager, Listing Department
Bombay Stock Exchange Limited
Phiroze Jee Jee Bhoy Towers
Dalal Street- Mumbai 400 001

Dear Sir/ Madam,
Scrip Code:- 526977

Sub: Submission of audited Financial Results for the Quarter ended 31.03.2020 - reg.

Ref: Clause 33 of the SEBI (Listing Obligations and Disclosure Requirements)
Regulations 2015

Pursuant to clause 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, please find attached a copy of audited Financial Results for the quarter and year ended 31.03.2020 along with the Statement of Assets and Liabilities and Auditor Report thereon duly reviewed by the Audit Committee and approved by the board of Directors at their respective meetings held today 31.07.2020.

Kindly acknowledge the receipt.

Thanking you

Yours faithfully

For CRIMSON METAL ENGINEERING COMPANY LIMITED



MANISH RAI
COMPANY SECRETARY & COMPLIANCE OFFICER
Encl: as above

Regd. & Head Office : No. 163/1, K.Sons Complex, II Floor, Broadway, Chennai-600 108. India.

Phone : 044-25240393 / 25240559 Fax : 044-25221130 Website : www.crmetal.in

Works : Sedarapet Industrial Estate, Mallam Road, Pondicherry - 605 111. Phone : (91) 0413-2677351

CRIMSON METAL ENGINEERING COMPANY LIMITED
Regd.Off. 163/1, Broadway,II Floor, Chennai 600 108
CIN: L27105TN1985PLC011586

**Statement of Standalone Audited Financial Results for
the Quarter and year Ended 31st March 2020**

(Rs. in lakhs)

Sno	Particulars	Quarter Ended		Year ended		
		Audited 31.03.2020	unaudited 31.12.2019	Audited 31.03.2019	Audited 31.03.2020 31.03.2019	
I	Revenue From operations	237.88	85.48	852	724.97	885.10
II	Other income	0.04	0.00	(64)	0.68	23.05
III	Total Income (I+II)	237.92	85.48	588	725.65	1008.15
IV	EXPENSES					
	Cost of materials consumed	59.28	30.24	430	216.13	430.19
	Purchases of Stock-in-Trade	-	-	-	-	-
	Charges in inventories of finished goods, Stock-in-Trade and work-in-progress	-	-	-	-	-
	Employee benefits expense	12.01	4.22	6.11	28.59	16.25
	Finance costs	74.77	36.55	75.23	201.40	231.93
	Depreciation and amortization expenses	48.99	5.71	28.98	112.13	112.22
	Other expenses	18.21	33.38	77.33	157.97	203.11
	Total expenses (IV)	209.24	112.39	617.78	716.21	853.69
V	Profit/(loss) before exceptional items and tax (I-IV)	28.68	(26.91)	(30.36)	9.44	14.46
VI	Exceptional items	-	-	-	-	-
VII	Profit/(loss) after exceptions items and tax (V-VI)	28.68	(26.91)	(30.36)	9.44	14.46
VIII	Tax expense	1.61	-	(6.04)	1.61	2.87
	(1) Current tax	1.61	-	(6.04)	1.61	2.87
	(2) Deferred tax	-	-	-	-	-
IX	Profit (Loss) for the period from continuing operations (VII-VIII)	27.07	(26.91)	(24.02)	7.83	11.62
X	Profit/(loss) from discontinued operations	-	-	-	-	-
XI	Tax expenses of discontinued operations	-	-	-	-	-
XII	Profit/(loss) from Discontinued operations (after tax) (X-XI)	-	-	-	-	-
XIII	Profit/(loss) for the period (IX+XII)	27.07	(26.91)	(24)	7.83	11.62
XIV	Other Comprehensive Income	-	-	-	-	-
	A. (i) Items that will not be reclassified to profit or loss	-	-	-	-	-
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-
	B. (i) Items that will be reclassified to profit or loss	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
XV	Total Comprehensive Income for the period (XIII+XIV) Comprising Profit (Loss) and Other comprehensive income for the period	27.07	(26.91)	(24)	7.83	11.62
XVI	Paid-up equity share capital (face value of 10/- each)	442.82	442.82	442.82	442.82	442.82
XVII	Earnings per equity share (for continuing operation):					
	(1) Basic	0.09	(0.06)	(0.05)	0.02	0.03
	(2) Diluted	0.09	(0.06)	(0.05)	0.02	0.03
XVIII	Earnings per equity share (for discontinued operation):					
	(1) Basic	-	-	-	-	-
	(2) Diluted	-	-	-	-	-
XIX	Earning per equity share (for discontinued & continuing operation)					
	(1) Basic	0.09	(0.06)	(0.05)	0.02	0.03
	(2) Diluted	0.09	(0.06)	(0.05)	0.02	0.03



1 The financial results of the company for the quarter/year ended 31 March 2020, which have been extracted from the financial statements audited by the statutory auditors, have been reviewed by the audit committee and approved by the board of directors at their respective meetings held on 31st July 2020. The statutory auditors have expressed unmodified audit opinion.

2 These results have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the Companies Act 2013 and other recognized accounting practices and policies to the extent applicable.

3 As the company's business activity falls within a single primary business segment viz. Manufacturing of ERW pipes, the disclosure requirement of Accounting Standard (Ind AS 108) on "Operating Segment" is not applicable.

4 Due to outbreak of COVID-19 which has been declared as a Pandemic by World Health Organization and subsequent lock down ordered by the Central and State Government(s) in India, the manufacturing facilities of the Company got affected. The Company in compliance with the necessary instructions/guidelines, resumed its operations in a phased manner, while ensuring health and safety of all the stakeholders. The Company is gradually ramping up its operations depending upon the market conditions. This situation has disturbed the economic activity through interruption in manufacturing process, disruption in supply chain, etc.. The management has exercised due care in concluding significant accounting, judgements and estimates after taking into account possible impact of internal and external factors known to the management upto the date of these financial statements, to assess and finalise their carrying amount of assets and liabilities. Accordingly, as on date no material impact is anticipated in these financial statements. Further, the Company believes that this Pandemic may not have significant adverse impact on the long term operations and performance of the Company

5 The figures for the quarters ended 31 March 2020 and 31 March 2019 are the balancing figures between audited figures in respect of full financial years and unaudited year to date figure upto 31 December 2019 and 31 December 2018 respectively. Previous period/ year figures have been regrouped/ reclassified/recast, wherever necessary, to make them comparable.

Place : Chennai
Date : 31.07.2020

The aforesaid financial results are also available on the Company's website (www.crimsonmetal.in)

for CRIMSON METAL ENGINEERING COMP.



Standalone Statement of Assets and Liabilities
(Rs. in Lakhs)

	Particulars	As at	
		31.03.2020 Audited	31.03.2019 Audited
A	ASSETS		
1	Non-Current Assets		
	(a) Property, Plant and Equipment	2581.89	1394.31
	(b) Capital Work-in-Progress	-	-
	(c) Intangible Assets	-	-
	(d) Financial Assets	-	-
	(i) Investments		
	(ii) Trade Receivables		
	(iii) Loans		
	(iv) Other financial assets	98.58	178.95
	(e) Other Non-Current Assets	0.33	0.33
	(f) Income Tax Assets	-	-
	Total Non-Current Assets	2680.80	1573.59
2	Current Assets		
	(a) Inventories	122.02	127.04
	(b) Financial Assets		
	(i) Investments		
	(ii) Trade Receivables	69.74	231.86
	(iii) Cash and Cash Equivalents	1.28	35.43
	(iv) Loans		
	(v) Other financial assets	19.87	35.24
	(c) Other Current Assets	244.13	243.55
	Total Current Assets	456.83	672.92
	Total Assets	3137.64	2246.50
B	EQUITY AND LIABILITIES		
1	Equity		
	(a) Equity Capital	442.82	442.82
	(b) Other Equity	65.79	76.96
	Total Equity	529.61	621.78
2	Liabilities		
	(1) Non-Current Liabilities		
	(a) Financial Liabilities		
	- Borrowings	1328	1383.10
	- Trade Payables		
	- Other Financial Liabilities		
	(b) Provisions	2.71	28.68
	(c) Deferred Tax Liabilities (Net)	85.08	85.08
	(d) Other non-current liabilities		
	Total Non-Current Liabilities	1416.01	1494.86
	(2) Current Liabilities		
	(a) Financial Liabilities		
	- Borrowings		
	- Trade Payables	167.49	7.70
	- Other Financial Liabilities		
	(b) Other Current Liabilities	1024.52	222.17
	(c) Provisions		
	(d) Current Tax Liabilities (net)		
	Total Current Liabilities	1192.02	229.86
	Total Liabilities	2608.03	1724.73
	Total Equity and Liabilities	3137.64	2246.50

for CRIMSON METAL ENGINEERING COMPANY LIMITED

Place : Chennai

Date : 31st July 2020

The aforesaid financial results are also available on the Company's website www.crimsonmetal.in



CRIMSON METAL ENGINEERING COMPANY LTD

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH, 2020

Particulars	For the year ended March 31, 2020 (Rupees)	For the year ended March 31, 2019 (Rupees)
A CASH FLOW FROM OPERATING ACTIVITIES:		
Net profit before tax	943,907	1,433,058
Adjustment for:		
Depreciation and amortisation	11,212,680	11,222,413
Transferred to Reserves & Surplus	-	-
Operating profit before working capital changes	12,156,587	12,655,471
Adjustments for movement in working capital :		
Adjustments for (increase) / decrease in operating assets:		
Trade receivables	16,190,416	52,953,747
Increase in Stock	901,451	6,031,952
Other Current Assets	1,498,346	33,282,061
	18,190,213	92,267,760
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	15,979,331	(3,266,886)
Other current liabilities	80,236,191	(41,510,070)
Short term borrowings	-	-
Taxes paid	(160,570)	(286,612)
	96,054,952	(47,063,568)
NET CASH FROM/(USED IN) OPERATING ACTIVITIES	126,401,752	87,859,663
B CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of fixed assets including capital work in progress	(129,970,250)	(3,092,381)
Sale of Fixed Assets	-	-
NET CASH FROM/(USED IN) INVESTING ACTIVITIES	(129,970,250)	(3,092,381)
C CASH FLOW FROM FINANCING ACTIVITIES:		
Increase/(Decrease) in long term borrowings	(5,488,709)	(49,021,718)
Increase/(Decrease) in other long term liabilities	(3,396,802)	(109,091)
(Increase)/ Decrease in Long Term loans & Advances	8,036,280	(3,292,753)
NET CASH FROM / (USED IN) FINANCING ACTIVITIES	150,769	(52,423,562)
D Net Increase/(Decrease) in Cash and Cash Equivalents	(A+B+C)	2,343,720
E Cash and Cash Equivalents as at beginning of the year	3,543,452	1,199,732
F Cash and Cash Equivalents as at end of the year	125,722	3,543,452

Note:

The Cash Flow statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard-3 on Cash Flow Statement issued by the Institute of Chartered Accountants of India.
"As per our report of even date annexed "

Date: 31.07.2020
Place- Chennai

For and Behalf of





INDEPENDENT AUDITORS' REPORT

To the Members of M/s CRIMSON METAL ENGINEERING COMPANY LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **M/s CRIMSON METAL ENGINEERING COMPANY LIMITED** ("the Company"), which comprise the balance sheet as at March 31st, 2020 and the statement of Profit and Loss (including other comprehensive income) and the Cash flow statement and the statement of change in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board Of Directors is responsible for the matters stated in section 134(5) of the companies Act, 2013("the act") with respect to the preparation of these financial statements that give a true and fair view of the financial position and financial performance including other comprehensive income, cash flows & change in the equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards prescribed under Section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014.

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 the 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these Ind AS financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.



OFFICES

We conducted our audit in accordance with the Standards on Auditing specified under Section 143 (10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. 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. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31st, 2020; and
- (b) In the case of the Statement of Profit and Loss, of the *profit* for the year ended on that date.
- (c) In the case of Cash flow statement for the year ended on that date. And changes in Equity for the year ended as on that day.

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 Act, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the order.
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 appears from our examination of those books



- c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement and statement of change in equity dealt with by this Report are in agreement with the books of account maintained for the purpose of preparations of this financial statement.
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act read with relevant rule issued There under.
- e) On the basis of written representations received from the directors as on 31 March, 2020, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2020, from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls , refer to our separate report in 'Annexure B' and
- g) With respect to the other matters included in the Auditor's Report in accordance with Rule 11 of the Companies(Audit and Auditors)Rules 2014,as amended, 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 litigation on its financial position in its Ind AS financial statements
- (ii) The Company has made provision as required under the applicable law of Accounting Standard for material foreseeable losses if any on long term contracts including derivative contracts
- (iii) There has been no delay in transferring amount, required to be transferred, to the investors education and protection Fund by the Company.

LAKHOTIA & REDDY
CHARTERED ACCOUNTANT
FIRM REG.No. 009331S


CA.M.M.LAKHOTIA
PARTNER
M.No.208704



UDIN No. 20208704AAAABH2849
DATE : 31/07/2020
PLACE : Chennai



CIN : L27105TN1985PLCO11566

CRIMSON METAL ENGINEERING COMPANY LIMITED

(Formerly : Sri Saarbati Steel Tubes Ltd)

Manufacturers & Exporters of E.R.W. STEEL TUBES - PIPES (BLACK & GALVANISED)

Redg. & Head Office :

No. 163/1, K SONS COMPLEX

II FLOOR, BROADWAY

CHENNAI - 600 108,INDIA.

Phone : 044-2524393/25240559

Fax : 044-25221130

Website : www.sarbatisteel.com

July, 31st, 2020

The Manager

Listing Department

Bombay Stock Exchange Limited

Phiroze Jee Jee Bhoy Towers

Dalal Street, Mumbai 400001

Sir,

Reg: Declaration regarding Audit Report with unmodified opinion for the year ended 31st March 2020

Ref: Financial Results filed by the company with Stock Exchanges for the quarter and year ended on 31st March 2020.

We hereby confirm and declare that the Statutory Auditors of the Company i.e., M/s. Lakhota & Reddy, Chartered Accountants, Chennai have issued the audit report on Standalone Financial Statements of the Company, as prepared under SEBI (LODR) Regulations 2015, for the year ended 31st March 2020 with unmodified opinion.

This declaration is issued in compliance to SEBI Circular No.CIR / CFD / CMD/ 56/ 2016 dated May 27, 2016.

Kindly take the same on record.

Thanking you

Yours faithfully

For CRIMSON METAL ENGINEERING COMPANY LIMITED


DIRECTOR