

# CRIMSON METAL ENGINEERING COMPANY LIMITED

Manufacturers & Exporters of E.R.W. STEEL TUBES - PIPES (BLACK & GALVANISED)  
CIN : L27105TN1985PLC011566

Regd. & Head Office :  
No. 163/1, K.SONS COMPLEX  
II FLOOR, BROADWAY,  
CHENNAI - 600 108. INDIA

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

June 30, 2021

To

The Manager  
Listing Department,  
BSE Limited,  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Mumbai- 400001

**Subject: Audited Financial Results for the Quarter ended on March 31, 2021 and Audited Financial Results for the Financial Year ended March 31, 2021 along with Auditors' Report**

Security Code: 526977

Dear Sir/Ma'am,  
Pursuant to Regulation 33(3) of SEBI (Listing Obligations & Disclosure Requirements) Regulation, 2015, we are enclosing herewith the Audited Financial Results for the quarter ended March 31, 2021 and audited Financial Results for the Financial Year ended March 31, 2021, along with Auditors' Report issued by the Statutory Auditors of the Company and declaration on Audit Reports with unmodified opinion.

Kindly take the same on your records.

Thanking you,

Yours faithfully  
For Crimson Metal Engineering Company Limited

  
Manish Rai

(Company Secretary and Compliance Officer)


Encl: as above

**CRIMSON METAL ENGINEERING COMPANY LIMITED**  
**Regd.Off. 163/1, Broadway,II Floor, Chennai 600 108**  
**CIN: L27105TN1985PLC011566**

Statement of Standalone Audited Financial Results for  
the Quarter and year Ended 31st March 2021

(Rs. in lakhs)

Sno	Particulars	Quarter Ended		Year ended		
		Audited 31.03.2021	unaudited 31.12.2020	Audited 31.03.2020	Audited 31.03.2021	Audited 31.03.2020
I	Revenue From operations	257.00	263.53	237.88	935.07	724.97
II	Other Income			0.04	0.81	0.79
III	Total Income (I+II)	257.00	263.53	237.92	935.88	725.76
IV	EXPENSES					
	Cost of materials consumed	99.16	94.04	59.28	305.07	216.13
	Purchases of Stock-in-Trade					
	Changes in inventories of finished goods, Stock-in -Trade and work-in-progress					
	Employee benefits expense	43.51	5.24	12.01	58.85	64.58
	Finance costs	82.22	72.93	74.77	277.64	201.15
	Depreciation and amortization expenses	46.65	38.95	46.97	163.50	112.13
	Other expenses (Re-grouped)	(14.78)	50.05	16.21	119.15	122.33
	Total expenses (IV)	256.76	261.21	209.24	924.22	716.32
V	Profit/(loss) before exceptional items and tax (I-IV)	0.24	2.32	28.68	11.66	9.43
VI	Exceptional Items					
VII	Profit/ (loss) after exceptions items and tax(V-VI)	0.24	2.32	28.68	11.66	9.43
VIII	Tax expense:	(0.06)		1.61	(0.06)	1.61
	(1) Current tax	(27.39)		1.61	(27.39)	
	(2) Deferred tax					
IX	Profit (Loss) for the period from continuing operations (VII-VIII)	27.69	2.32		39.11	7.83
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)	27.69	2.32	27.07	39.11	7.83
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 )	27.69	2.32	27.07	39.11	7.83
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	0.62	0.05	0.06	0.88	0.02
	(2) Diluted	0.62	0.05	0.06	0.88	0.02
XVIII	Earnings per equity share (for discontinued operation):					
	(1) Basic					
	(2) Diluted					
XIX	Earning per equity share (for discontinued & continuing operation)					
	(1) Basic	0.62	0.05	0.06	0.88	0.02
	(2) Diluted	0.62	0.05	0.06	0.88	0.02

## Notes

The financial results of the company for the quarter/year ended 31 March 2021, 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 30th June- 2020. The statutory auditors have expressed unmodified audit opinion.

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.

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.

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

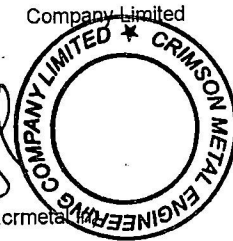
The figures for the quarters ended 31 March 2021 and 31 March 2020 are the balancing figures between audited figures in respect of full financial years and unaudited year to date figure upto 31 December 2020 and 31 December 2019 respectively. Previous period/ year figures have been regrouped/ reclassified/recast, wherever necessary, to make them comparable.

For Crimson Metal Engineering Company Limited

Place: Chennai  
Date : 30-06-2021

Director

The aforesaid financial results will be made available on the Company's website ([www.crimsonmetal.com](http://www.crimsonmetal.com))



**CRIMSON METAL ENGINEERING COMPANY LIMITED**  
 Regd.Off. 163/1, Broadway, II Floor, Chennai 600 108  
 CIN: L27105TN1985PLC011566  
**Standalone Statement of Assets and Liabilities**  
 (Rs.in Lakhs)

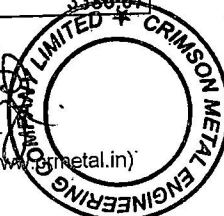
	Particulars	As at	
		31.03.2021 Audited	31.03.2020 Audited
<b>A</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non-Current Assets</b>		
	(a) Property, Plant and Equipment	2471.04	1282.18
	(b) Capital Work-in-Progress		1299.70
	(c) Intangible Assets		
	(d) Financial Assets		0.33
	(i) Investments		
	(ii) Trade Receivables		
	(iii) Loans		
	(iv) Other financial assets	135.32	167.73
	(e) Other Non-Current Assets		0.33
	(f) Income Tax Assets		
	<b>Total Non-Current Assets</b>	<b>2606.35</b>	<b>2794.95</b>
<b>2</b>	<b>Current Assets</b>		
	(a) Inventories	122.03	122.03
	(b) Financial Assets		
	(i) Investments		
	(ii) Trade Receivables	1084.14	307.65
	(iii) Cash and Cash Equivalents	34.17	4.37
	(iv) Loans		
	(v) Other financial assets		
	(c) Other Current Assets	30.86	199.06
	<b>Total Current Assets</b>	<b>1271.20</b>	<b>633.12</b>
	<b>Total Assets</b>	<b>3877.56</b>	<b>3383.07</b>
<b>B</b>	<b>EQUITY AND LIABILITIES</b>		
<b>1</b>	<b>Equity</b>		
	(a) Equity Capital	442.82	442.82
	(b) Other Equity	125.90	86.79
	<b>Total Equity</b>	<b>568.72</b>	<b>529.61</b>
<b>2</b>	<b>Liabilities</b>		
	<b>(1) Non Current Liabilities</b>		
	(a) Financial Liabilities		
	- Borrowings	2228.24	2400.58
	- Trade Payables		
	- Other Financial Liabilities	125.00	125.00
	(b) Provisions	2.38	2.71
	(c) Deferred Tax Liabilities (Net)	57.69	85.08
	(d) Other non-current liabilities		
	<b>Total Non-Current Liabilities</b>	<b>2413.31</b>	<b>2613.37</b>
	<b>(2) Current Liabilities</b>		
	(a) Financial Liabilities		
	- Borrowings	10.09	19.45
	- Trade Payables	88.63	190.08
	- Other Financial Liabilities	663.17	23.69
	(b) Other Current Liabilities		
	(c) Provisions	0.03	
	(d) Current Tax Liabilities (net)	134	6.87
	<b>Total Current Liabilities</b>	<b>895.53</b>	<b>240.09</b>
	<b>Total Equity and Liabilities</b>	<b>3877.56</b>	<b>3383.07</b>

For Crimson Metal Engineering Company Limited

Place: Chennai  
 Date: 30-06-2021

Director

The aforesaid financial results will be made available on the Company's website ([www.crimsonmetal.in](http://www.crimsonmetal.in))



**CRIMSON METAL ENGINEERING COMPANY LIMITED**

**CASH FLOW STATEMENT  
FOR THE PERIOD ENDED 31st MARCH 2021**

Amount (In Rs Lacs)

Particulars	For the Period Ended 31.03.2021 (Audited)	For the Period Ended 31.03.2020 (Audited)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit Before Tax	11.66	9.43
Depreciation	163.50	112.13
Interest Paid	277.64	201.15
Loss on Sale of Fixed Asset	(0.81)	(0.68)
Interest Received	-	-
Other Income	-	-
Insurance Claim Received	-	-
Sundry Balance Write Back	-	-
Lease Rent Received	-	-
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>	<b>452</b>	<b>322.03</b>
Adjustment for:		
Inventories	(575.56)	176.89
Trade Receivable	-	5.01
Long Term Loans & Advances	-	-
Short Term Loans and Advances	664.47	971.42
Trade Payable	-	-
Other Current Liabilities	540.91	1,475.35
Cash generated from Operations	(277.64)	(201.15)
Less: Interest Paid	0.81	(1.61)
Less: Tax Paid	-	-
<b>NET CASH GENERATED FROM OPERATING ACTIVITY (A)</b>	<b>263.33</b>	<b>1,272.58</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Loss on Sale of Fixed Assets	-	-
Sales of Fixed Assets	(1,352.35)	-
Purchase of Fixed Assets	-	-
Other Long Term Liability	-	-
Insurance Claim Received	-	-
Sundry Balances Written back	-	-
Lease Rent received	1,299.70	(1,299.70)
Capital Work in Progress	0.81	0.68
Interest received	-	-
<b>NET CASH USED IN INVESTING ACTIVITIES (B)</b>	<b>(51.83)</b>	<b>(1,299.02)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Cash Flow from Financing Activities	(172.34)	1.51
Proceed from Long Term Borrowings	(9.36)	-
Proceed from Short Term Borrowings	-	-
Other Income	-	-
Interest Received	-	-
Interest Paid	-	-
<b>NET CASH FROM FINANCING ACTIVITIES ©</b>	<b>(181.70)</b>	<b>1.51</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS (A+B+C)</b>		<b>(24.93)</b>
Cash and cash equivalents opening	4.37	29.30
Cash and cash equivalents Closing	34.17	4.37

**Notes :**

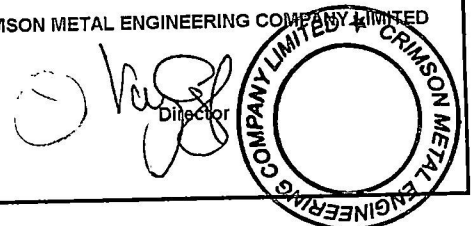
- The cash flow statement has been prepared under indirect method as per accounting standard (AS-3) cash flow statement issued under The Companies Act 2013.
- Previous year figures have been regrouped / rearranged wherever considered necessary, to make them comparable.

for CRIMSON METAL ENGINEERING COMPANY LIMITED

Place :

Date : 30-06-2021

The aforesaid financial results will be made available on the Company's website (www.crimsonmetal.in)





**INDEPENDENT AUDITOR'S REPORT**

**TO THE MEMBERS OF CRIMSON METAL ENGINEERING COMPANY LTD**

**Report on the Standalone Ind AS Financial Statements**

**Opinion**

We have audited the accompanying standalone financial statements of **CRIMSON METAL ENGINEERING COMPANY LTD** ("the Company"), which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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 Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, the Profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

**Basis for Opinion**

We conducted our audit of the standalone 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 Standalone 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 independence requirements that are relevant to our audit of the standalone 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 ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

**Emphasis of Matter**

We draw attention to Note No. 37 of the financial statements regarding the impact of COVID-19 pandemic on the Company. Management is of the view that there are no reasons to believe that the pandemic will have any significant impact on the ability of the company to continue as a going concern. Nevertheless, the impact in sight of involvement of pandemic in future period is uncertain.

Our Opinion is not modified in respect of the matter.

**Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We do not consider any matter to be key audit matter to be communicated in our report for the year under audit.

**OFFICES**

### **Information Other than the Standalone Financial Statements and Auditor's Report Thereon**

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Management's Responsibility for the Standalone 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 standalone financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone 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.

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

### **Auditor's Responsibilities for the Audit of the Standalone Financial Statements**

Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone financial statements.



As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone 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 standalone 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 standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.





## Report on Other Legal and Regulatory Requirements

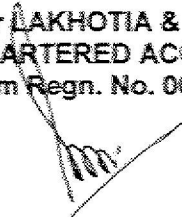
1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure I" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, based on our audit 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 including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
  - d) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e) On the basis of the written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 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 II". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
  - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
  - h) 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, 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 litigations on its financial position in its standalone financial statements. Refer note 31 to the financial statements.
  - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.



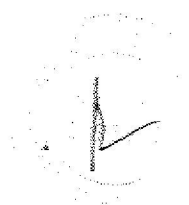
iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

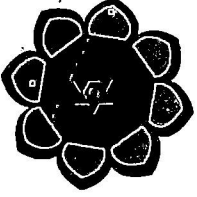
For LAKHOTIA & REDDY  
CHARTERED ACCOUNTANTS  
Firm Regn. No. 009331S

  
(M M LAKHOTIA)  
(PARTNER)  
M No. 208704  
UDIN:  
21208704AAAADN1720

---

PLACE : *Chennai*  
DATE : *30/06/2021*





# CRIMSON METAL ENGINEERING COMPANY LIMITED

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

CIN : L27105TN1985PLC011566

Regd. & Head Office :  
No. 163/1, K.SONS COMPLEX  
II FLOOR, BROADWAY,  
CHENNAI - 600 108. INDIA

Phone : 044-25240393 / 25240559

Website : www.crmetal.in

Date: 30.06.2021

The Manager

Listing Department

Bombay Stock Exchange Limited

Phiroze Jee Jee Bhoy Towers

Dalal Street, Mumbai - 400001

Dear Sir,

Reg: Declaration regarding Audit Report with unmodified opinion for the year ended 31" March 2021

Ref: Financial Results filed by the company with Stock Exchanges for the quarter and year ended on 31" March 2021.

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 31" March 2021 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

Vinay Kumar  
Managing Director



Works : Sedarapet Industrial Estate, Mailam Road, Pondicherry - 605 111.

Phone : (91) 0413 - 2677351 Fax (91) 0413-2677346