

CRIMSON METAL ENGINEERING COMPANY LIMITED

*Annual Report
and Accounts for the year ended
31st March 2015*

31

CRIMSON METAL ENGINEERING COMPANY LIMITED
(Formerly known as SRI SAARBATI STEEL TUBES LIMITED)

CIN No. L27105TN1985PLC011566

BOARD OF DIRECTORS

Shri. Vinay Goyal (Managing Director)
Shri. S.N. Seshadri (Whole-time Director)
Smt. R.Uma (Whole - time Director* (from 06.01.2015
Shri. A.J. Menon (Director)
Shri. Rama Iyengar Srinivasa Chari (Director)
Shri. Krishan Chand Batra (Director)
Shri. Mahabir Singh (Director)
Shri. Ramkishan Yadve (Whole Time Director) resigned w.e.f. 06.01.2015
Shri. Santhoshkumar (Director) appointed w.e.f.14.01.2015
resigned on 06.04.2015

CHIEF FINANCIAL OFFICER

Shri.Debidutta Mishra

COMPLIANCE OFFICER

S N Seshadri
investorgrievance@crmetal.in

AUDITORS

M/s. Abhay Jain & Co.,
Chartered Accountants,
Bushra House, Flat A-4, 2nd Floor,
6/46, Nowroji Road, Chetpet,
Chennai - 600 031.

SECRETARIAL AUDITORS

M/S.LAKSHMMI SUBRAMANIAN & ASSOCIATES
PRACTISING COMPANY SECRETARIES
81, MNO COMPLEX,
GREAMS ROAD
THOUSAND LIGHTS,
CHENNAI 600006

REGISTERED OFFICE

"K Sons Complex"
163/1,Prakasam Road,
II Floor,
Chennai - 600 108
www.crmetal.in

WORKS - TUBE MILL DIVISION

Sedarpet Industrial Estate
Mailam Road, Pondicherry 605 111.

STOCK EXCHANGE

Bombay Stock Exchange
P.J.Towers, 25th Floor, Dalal Street, Mumbai-400 001
Scrip Code : 526977

WORKS-FLAT PRODUCTS DIVISION

Karasur Village,
Villianur Commune, Pondicherry.

SHARE TRANSFER AGENTS

M/s. Cameo Corporate Services Ltd.,
"Subramanian Building",
1, Club House Road,Chennai - 600 002.
Ph : 28460390, 28460391, Fax : 044-28460129

CRIMSON METAL ENGINEERING COMPANY LIMITED

CIN: L27105TN1985PLC011566

163/1 PRAKASAM ROAD, BROADWAY, CHENNAI.600 108

Notice is hereby given that the 31st Annual General Meeting of the Company will be held on Monday, 28th September 2015 at Andhra Chamber of Commerce Velagapudi Ramakrishna Building, 23, Third Cross Street, West C.I.T Nagar, Nandhanam, Chennai- 600 035 at 10.30 a.m. to transact the following business.

ORDINARY BUSINESS

1. To receive, consider and adopt the Financial Statements for the financial year ended 31st March, 2015 together with the Reports of Board of Directors and Auditors.
2. To appoint a Director in the place of Mr.NarayanamurthySeshadri(DIN: 02927049)who retires by rotation and being eligible, offers himself for re-appointment.
3. To consider and, if thought fit, to pass with or without modification, the following Resolution as an Ordinary Resolution:

RATIFICATION OF THE APPOINTMENT OF STATUTORY AUDITOR

RESOLVED that in terms of the provisions of Sections 139,142 and other applicable provisions, if any, of the Companies Act, 2013 read with the underlying rules viz. Companies (Audit and Auditors) Rules, 2014 as may be applicable and pursuant to the resolution of the Members at the 30th Annual General Meeting held on 29th September, 2014, the appointment of M/s Abhay Jain & Co, Chartered 'Accountants (Registration No. 000008S), as statutory auditors of the Company, to hold office from the conclusion of this Meeting until the conclusion of the 34th Annual General Meeting (AGM) of the Company, be ratified by the Members on a remuneration inclusive of service tax and such other tax(es) (as may be applicable) and reimbursement of all out- of pocket expenses in connection with the audit of the accounts of the Company (including terms of payment) to be fixed by the Board of Directors of the Company, based on the recommendation of the Audit Committee.

SPECIAL BUSINESS

4. To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

CONFIRMATION OF APPOINTMENT OF WHOLE TIME DIRECTOR

"RESOLVED that pursuant to the provisions of Sections 160,161,196,197,203, and any other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 rules made thereunder (including any statutory modification(s) or re-enactment thereof), read with Schedule V to the Companies Act, 2013, Mrs.R.Uma (Din:07029264)

who was appointed by the Board of Directors in terms of Section 161(1) of the Act and the Articles of Association of the Company and whose term of office expires at the ensuing Annual General Meeting and in respect of whom the Company has received a notice in writing from a member proposing her candidature for the office of Director of the Company, be and is hereby appointed as a Director of the Company."

"RESOLVED FURTHER THAT upon passing the above resolution the appointment of Mrs.R.Uma, made by the Board of Directors at their meeting held on 14th January 2015, w.e.f 6th January, 2015 as a Whole Time Director of the Company for a period 5 years, on a rotational basis and be and is hereby confirmed, approved and ratified along with the payment of remuneration as set out in the explanatory statement annexed to the notice."

RESOLVED FURTHER THAT any Directors of the Company be and are hereby authorized to do all necessary acts, deeds and things, which may be usual, expedient or proper to give effect to the above resolution."

5. To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

REVISION IN REMUNERATION PAYABLE TO MANAGING DIRECTOR

RESOLVED THAT, pursuant to the provisions of section 197 and all other applicable provisions, if any, of the Companies Act, 2013, and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 rules made thereunder (including any statutory modification(s) or re-enactment thereof), read with Schedule V to the Companies Act, 2013 or any re-enactment thereof and in partial modification of the resolution passed at the Annual General Meeting of the Company held on **02.09.2011**, the consent of the Board of Directors to increase the remuneration for Mr. Vinay Kumar Goyal, (DIN: 00134026), Managing Director of the Company with effect from 1st October 2014, for remaining period of his tenure as set out in explanatory statement provided that the total remuneration(including all perquisites) shall not exceed the ceiling limit as provided in Schedule V, Part II, of the Companies Act, 2013 or such amounts as may be specified by any amendment to the Act.

RESOLVED FURTHER that any one of the Directors of the Company be and are hereby authorized to do all necessary acts, deeds and things, which may be usual, expedient or proper to give effect to the above resolution."

By order of the Board
Sd/

Vinay Kumar Goyal
Managing Director

Place: Chennai
Date: 14.08.2015

DIN 00134026

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NOTES

- i) The relative Explanatory Statement pursuant to Section 102(1) of the Companies Act, 2013, in respect of Item No.4 and 5 set out in the Notice is annexed hereto
- ii) A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND, ON A POLL, TO VOTE INSTEAD OF HIMSELF. SUCH A PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES, IN ORDER TO BE VALID AND EFFECTIVE, MUST BE DELIVERED AT THE REGISTERED/ CORPORATE OFFICE OF THE COMPANY NOT LATER THAN FORTY-EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
- Pursuant to the provisions of the Companies Act, 2013 and the underlying rules viz. Companies (Management and Administration) Rules, 2014, a person can act as proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the company carrying voting rights.
- iii) Members/proxies should bring the Attendance slip sent herewith duly filled in for attending the meeting.
- iv) The Ministry of Corporate Affairs (vide circular nos.17/2011 and 18/2011 dated April 21,2011 and April 29/2011 respectively) has undertaken a Green initiative in Corporate Governance and allowed Companies to share documents with its shareholders through an electronic mode. A recent amendment to the Listing Agreement with the Stock Exchanges permit's companies to send soft copies of the Annual Report to all those shareholders who have registers their email addresses for the said purpose. Hence members are requested to register their email addresses with the company by sending their details relating to name, folio no./DP id/client id to the company's email id:www.crmetal.in..
- v) Members holding shares in physical form are requested to immediately notify change in their address, to the Registrar and Transfer Agent of the Company, viz. M/s Cameo Corporate Services Limited, Subramanian Building Vth floor, Chennai-600002, Tamilnadu, INDIA, quoting their Folio number(s).
- vi) Members who hold shares in physical form are requested to dematerialize their holdings to make the company's shares traded in normal segment.
- vii) DETAILS OF DIRECTORS SEEKING APPOINTMENT/ RE –APPOINTMENT AT THE ANNUAL GENERAL MEETING

Particulars	Mr.NarayanamurthySeshadri	Ms.R.Uma
DIN	02927049	07029264
Date of Birth	20.03.1948	10.06.1965
Date of Appointment	08.11.2003	6.1.2015
Qualifications	B.Tech	B.Com
Expertise in specific functional areas as	More than 41 Years of Experience in Industrial area, Especially over 21 years of Experience in Pipe industry	More than 10 years of experience in the Pipe industry.
Chairmanships/Directorship of other Companies (excluding Foreign Companies and Section 8 Companies)	NIL	NIL
Chairmanships/Directorship of Committees of other Public Companies	NIL	NIL
i. Audit Committee	NIL	NIL
ii. Stake holders Relationship Committee.	NIL	NIL
iii. Nomination and Remuneration Committee	NIL	NIL
Number of Shares held in the Company	80	NIL

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- viii) Electronic copy of the AGM notice of the company inter alia indicating the process and manner of e-voting along with attendance slip and proxy form is being sent to all members whose email IDs are registers with the company/Depository Participant(s) for communication purposes unless any member has requested for a hard copy of the same. For members who have not registered their email address, physical copies of the Notice of the company inter alia indicating the process and manner of e-voting along with attendance slip and proxy form is being sent in the permitted mode.
- ix) Members are requested to note that the Company's equity shares are under compulsory demat trading for all investors, subject to the provisions of SEBI Circular No.21/99 dated July 8, 1999. Members are, therefore, requested to dematerialise their shareholding to avoid inconvenience.
- x) The Register of Members and the Share Transfer Books of the Company will remain closed from 23rd September, 2015, Wednesday to 28th September, 2015, Monday (both days inclusive) for the purpose of Annual General Meeting.
- xi) Members holding shares in dematerialized mode are requested to intimate all changes pertaining to their bank details, ECS mandates, email addresses, nominations, power of attorney, change of address/name etc. to their Depository Participant (DP) only and not to the Company or its Registrar and Transfer Agent. Any such changes effected by the DPs will automatically reflect in the Company's subsequent records.
- xii) Any person who acquires shares of the company after dispatch of notice and holding shares as of the cut off dates ie.21st September 2015, may obtain login ID and password by sending email to investors@cameoindia.com or helpdesk.evoting@cdslindia.com by mentioning the folio no./DP id/client id.However if you are already registered with CDSL for remote evoting then you can use your existing ID and Password by casting your vote.
- xiii)Members may avail of the nomination facility as provided under Section 72 of the Companies Act, 2013.
- xiv)The facility for voting, either through ballot form or polling paper shall also be made available at the meeting and Members attending the meeting who have not already cast their vote by remote e-voting or by ballot form shall be able to exercise their right at the meeting.
- xv) The Members who have cast their vote by remote e-voting or by ballot form prior to the meeting may also attend the meeting but shall not be entitled to cast their vote again.
- xvi)The annual report of the Company circulated to the Members of the Company, shall also be made available on the Company's website at www.crmetal.in.
- xvii) Members desirous of getting any information about the accounts and/or operations of the Company are requested to write to the Company at least seven days before the date of the Meeting to enable the Company to keep the information ready at the Meeting.
- xviii)All the documents referred to in the Notice and Explanatory Statement will be available for inspection by the Members at the Registered/ Corporate Office of the Company during the business hours on all working days from the date hereof up to the time of the Meeting.
- xix) Clause 32 of the Listing Agreement executed with the stock exchanges permits sending of soft copies of annual reports to all those Members who have registered their email addresses for the purpose.
- xx) The Companies Act, 2013 has also recognized serving of documents to any Member through electronic mode. In view of the above email addresses made available by the Depository for your respective Depository Participant accounts as part of the beneficiary position downloaded from the Depositories from time to time will be deemed to be your registered email address for serving notices/ documents including those covered under Sections 101 and 136 of the Companies Act, 2013 read with Section 20 of the Companies Act, 2013 and the underlying rules relating to transmission of documents in electronic mode. In light of the requirements prescribed by the aforesaid circulars, for those Members whose Depository Participant accounts do not contain the details of their email address, printed copies of the Notice of Annual General Meeting and Annual Report for the year ended March 31, 2015 would be dispatched.
- xxi)Members holding shares in electronic mode are requested to ensure to keep their email addresses updated with the Depository Participants. Members who have not registered their email id with their Depository Participants are requested to do so and support the green initiative. Members holding shares in physical mode are also requested to update their email addresses by writing to the Registrar and Transfer Agent of the Company at the address mentioned above quoting their folio number(s).

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xxii) Voting through electronic means:

I. In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide members facility to exercise their right to vote at the 31st Annual General Meeting (AGM) by electronic means. The procedure and instruction is same as follows:

A. from a place other than the venue of the AGM (remote e-voting) will be provided by Central Depository Services (India) Limited (CDSL) and the items of business as detailed in this Notice may be transacted through remote e-voting.

B. A person whose name is recorded in the Register of Members or in the Register of Beneficial Owners maintained by the depositories as on the cut-off date of Monday, 21st September, 2015 only shall be entitled to avail the facility of remote e-voting as well as voting at the AGM.

C. The Members who have cast their votes through remote e-voting prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again.

The instructions for shareholders voting electronically are as under

1. The shareholders should log on to the e-voting website www.evotingindia.com.
2. Click on Shareholders
3. Now Enter your User ID
 - a) For CDSL: 16 digits beneficiary ID,
 - b) For NSDL: 8 Character DP ID followed by 8 Digits Client ID, '
 - c) Members holding shares in Physical Form should enter Folio Number registered with the Company.
4. Next enter the Image Verification as displayed and Click on Login.
5. If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
6. If you are a first time user follow the steps given below:

PAN*	<p>For Members holding shares in Demat Form and Physical Form</p> <p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> ● Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the last 8 digits of the demat account/ folio number in the PAN field. ● In case the folio number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with folio number 100 then enter RA00000100 in the PAN field.
DOB#	Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.
Dividend Bank Details#	<p>Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio.</p> <ul style="list-style-type: none"> ● Please enter the DOB or Dividend Bank Details in order to login. If the details are not recorded with the depository or company please enter the number of shares held by you as on the cut off date in the Dividend Bank details field.

7. After entering these details appropriately, click on "SUBMIT" tab.
8. Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
9. For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
10. Click on the EVSN for the relevant Crimson Metal Engineering Company Limited on which you choose to vote.

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11. On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
12. Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
13. After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
14. Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
15. You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
16. If Demat account holder has forgotten the changed password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
17. Note for Non – Individual Shareholders and Custodians
 - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
 - The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
18. The voting rights of Members shall be in proportion to their share of the paid-up equity share capital of the Company as on the cut-off date of 21st September, 2015.
19. Mrs Lakshmmi Subramanian, Practising Company Secretary has been appointed as the Scrutinizer to scrutinize the remote e-voting process as well as the electronic voting process at the AGM in a fair and transparent manner.
20. The Scrutinizer shall after the conclusion of voting at the AGM, unblock the votes cast through e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than three days of the conclusion of the AGM, a consolidated scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorised by him in writing, who shall countersign the same. The Chairman or the authorised person shall declare the result of the voting forthwith.
21. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website www.crmetal.in and on the website of CDSL after the same is declared by the Chairman/authorised person. The Results shall also be simultaneously forwarded to the stock exchanges.

In case of members receiving the physical copy

- A. Please follow all steps from SI no. 1 to 17 above to cast vote.
- B. The voting period begins on Friday 25th September, 2015 from 9.00 am and ends on Sunday 27th September, 2015 till 5.00 pm. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date 21st September 2015, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- C. In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com.
- D. The manner of voting for Members being present in the AGM will be on "proportion principle" i.e one share-one vote unlike one person one vote principle as on the cut-off date of 21st September, 2015.
- E. The Chairman shall, at the AGM, at the end of discussion on the resolutions on which voting is to be held, allow voting with the assistance of scrutinizer for all those members who are present at the AGM but have not cast their votes by availing the remote e-voting facility.

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EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

Item No. 4

Mrs.R.Uma holds office as additional director up to the date of the forthcoming Annual General Meeting. The Company has received a notice along with the deposit of requisite amount under Section 160 of the Act from a member proposing Mrs.R.Uma as a candidate for the office of a director of the Company. Mrs.R.Uma has confirmed to the Board that she qualifies to be the director as per the Companies (Appointment and Qualification of Directors) Rules, 2014. The Directors are of the view that Ms.R.Uma fulfils the conditions specified in the Act and Rules made there under for her appointment as a Director of the Company. The Directors are of the view that Ms.R.Uma would bring valuable experience and gender diversity to the Board and the Company would benefit from her appointment as Director. The Board has proposed to appoint her as a Whole Time Director of the Company pursuant to the provisions of Sections 196, 203 and fix the remuneration as recommended by the nomination and remuneration committee, approved by the Board of Directors at their meeting held on 14th January 2015. Accordingly, the Board commends the passing of the Ordinary Resolution proposed at item no. 4 of the Notice.

The Nomination and Remuneration Committee has also approved the remuneration fixed for **Mrs.R.Uma** on the meeting held 14th January 2015 and recommended the following terms and conditions remuneration of Ms.R.Uma as below.

Salary: Not exceeding a sum of Rs.40,000/- per month (including all allowances and perquisites)

Accordingly, the Board recommends the passing of the Ordinary Resolution proposed at item no. 4 of the Notice.

This statement should be treated as an abstract of the terms of the contract with Ms.R.Uma, Whole Time Director under Section 190 of the Companies Act, 2013.

None of the Directors / KMP / their relatives, except **Ms.R.Uma**, is in any way, concerned or interested, financially or otherwise, in the resolution set out at item no. 4 of the Notice.

ITEM NO.5

The shareholders will recall the re-appointment of Mr. Vinay Kumar Goyal as Managing Director of the Company with effect from 01.08.2011 for a further period of 5 years at the meeting of the shareholders held on 02.09.2011.

Since there has been a considerable increase in the duties and responsibilities performed by the Managing Director and after considering the prevailing managerial remuneration in industry, the Board of Directors, on the recommendations made by the nomination and remuneration committee, has approved the proposal to increase the salary of the Mr. Vinay Kumar Goyal, Managing Director w.e.f. 01.10.2014 for the remaining period of his tenure i.e., upto 31.07.2016 at the meeting held on 29.09.2014 and recommended the following terms and conditions for revision in remuneration of Mr. Vinay Kumar Goyal as below.

Salary: Rs.1,25,000 per month to Rs.2,00,000/- per month (including all allowances and perquisites)

Except for the aforesaid revision in salary, all other terms and conditions of his appointment as the Managing Director of the Company as approved earlier, shall remain unchanged.

As the terms for revision in remuneration proposed above are well in conformity with the relevant provisions of the Companies Act, 2013, read with Schedule V to the said Act, Central Government approval is not necessary for the above revision in remuneration.

This statement should be treated as an abstract of the terms of the contract with the Managing Director under Section 190 of the Companies Act, 2013.

Mr. Vinay Kumar Goyal may be deemed to be concerned or interested in the said resolution. No other Director, key managerial personnel or their relatives are concerned or interested in the said resolution.

By Order of the Board of Directors

VINAY KUMAR GOYAL
Managing Director
DIN-00134026

Place: Chennai
Date: 14.08.2015

Route Map

31st Annual General Meeting

Date : 28th September 2015

Time : 10.30 am

Venue: Andhra Chamber of Commerce,
Velagapudi Ramakrishna Building

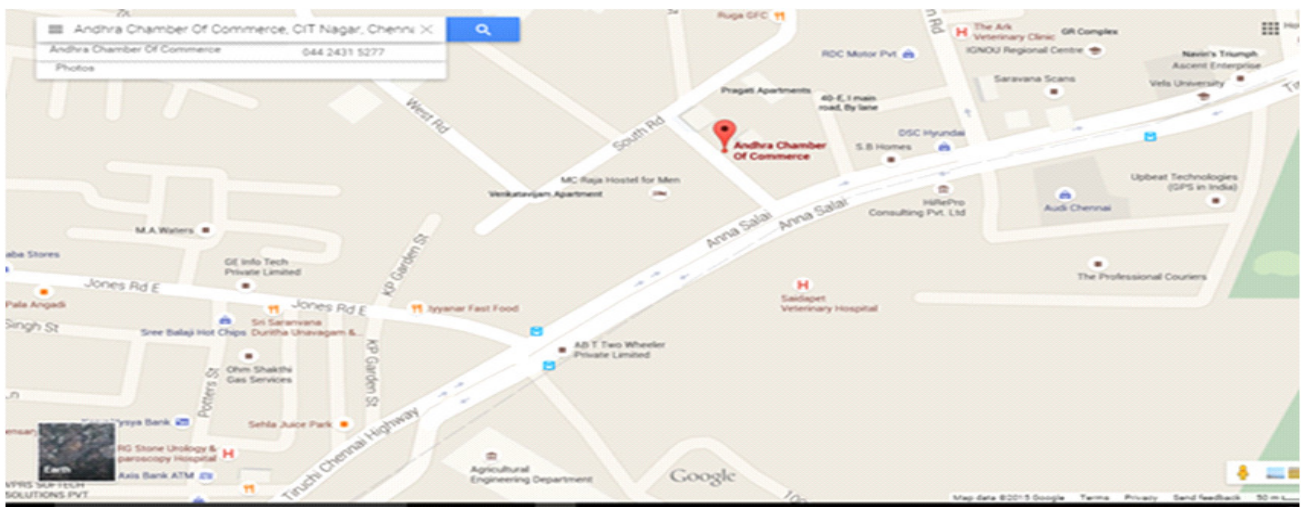
23, Third Cross Street

West C.I.T Nagar,

Nandhanam

Chennai-600035,

Tamil Nadu



ANNUAL REPORT CONTAINING THE DIRECTORS REPORT AND AUDITED FINANCIAL STATEMENTS ARE BEING SENT BY POST

Crimson Metal Engineering Company Limited

CIN No. L27105TN1985PLC011566

Regd. Office : 163/1, Prakasam Road,
II Floor, Chennai - 600 108.

DIRECTORS' REPORT

Dear Shareholders,

Your Directors have pleasure in presenting the 31st Annual Report of Crimson Metal Engineering Company Limited along with the audited financial statements for the year ended March 31, 2015.

FINANCIAL HIGHLIGHTS

2014-2015 **2013- 2014**
Amount in Rupees

S. NO	PARTICULARS	Audited financial Statement for the year ended 31.03.2015	Audited financial Statement for the year ended 31.03.2014
1	INCOME	445120047	628053482
2	EXPENDITURE	401999203	581189537
3	EBITDA	43121024	46863945
4	PROFIT BEFORE TAX	7044883	9344405
5	PROFIT AFTER TAX	8641173	6289471

PERFORMANCE AND STATE OF AFFAIRS OF THE COMPANY.

During the year 2014-2015, the Company has earned a net profit after tax of Rs.8641173 as against Rs.6289471 earned in the previous year. On the sales front, the Company has achieved a turnover of about Rs.445120047 during the year 2014-2015 as against Rs.628053482 achieved in 2013-2014.

During the year under review there is no change in the nature of activity of the company.

DIVIDEND & TRANSFER OF PROFIT TO RESERVES AND SURPLUS:

In order to conserve resources the board of directors have decided not to declare any dividend for the current financial year 2014-15 and has proposed to transfer its profits to surplus account.

MATERIAL CHANGE AND COMMITMENTS OF THE COMPANY

There are no material changes and commitments affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report; and there are no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

There has been no loan, guarantees and investment given or made by the Company under Section 186 of the Act during the financial year 2014 – 2015.

SUBSIDIARIES, ASSOCIATES AND JOINT VENTURE COMPANIES

The company doesn't have any subsidiaries, associates and joint venture companies.

TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The information as required to be disclosed on conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014, is annexed herewith as "Annexure I" to this Report.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

In terms of Section 152 of the Companies Act 2013, Mr. NARAYANAMURTHY SESHADRI, who retire by rotation at the forthcoming AGM and is eligible for re-appointment. Mr. NARAYANAMURTHY SESHADRI offered himself for re-appointment. His Brief profile is included in the Notice of forthcoming Annual General Meeting of the company

Ms. R. Uma who was appointed as additional director and whose term as Additional Director comes to an end on this AGM is appointed as a Director and Whole time director. Brief profile is mentioned in the Notice of ensuing Annual General Meeting of the company

Mr. Ramkishan Yadve and Mr. Santhosh Kumar have resigned from the position of Director with effect from 06th January 2015 and 6th April 2015.

The Board had placed on record its appreciation for the outstanding contributions made by them during their tenure of office with the Company.

INDEPENDENT DIRECTORS' DECLARATION

All independent Directors have given declarations that they meet the criteria of independence as laid down under Section 149 of the Companies Act, 2013 which

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has been relied on by the Company and placed at the Board Meeting of the Company.

AUDITORS

STATUTORY AUDITORS

Pursuant to the provisions of section 139 of the Act and the rules framed there under, M/s. Abhay Jain & Co, Chartered Accountants, (firm registration no. 000008S) were appointed auditors of the company from the conclusion of the 30th Annual General Meeting (AGM) of the company held on 29th September 2014 till the conclusion of 34th AGM, subject to ratification of their appointment at every AGM. The board of directors have recommended their appointment at the ensuing General Meeting for the ratification by the Shareholder.

COMMENT ON STATUTORY AUDITOR REPORT

There are no qualifications, reservations, remarks or disclaimers made by Abhay Jain & Co, Statutory auditor, in their auditor report. The statutory auditor have not reported any incident of fraud to the Audit Committee of the Company during the financial year 2014-15.

SECRETARIAL AUDITOR

Pursuant to the requirements of Section 204 (1) of the companies Act 2013 and Rule 9 of Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014, the Company has appointed, M/s Lakshmmi Subramanian & Associates, a firm of Company Secretaries in Practice to undertake Secretarial Audit of the Company for the financial year 2014-15.

The Secretarial Audit report as received from the secretarial auditor is annexed to this report as Annexure II.

COMMENT ON SECRETARIAL AUDITOR REPORT

With reference to the remarks made by the secretarial auditor, in the Secretarial Audit Report, the company has taken the corrective measures during the current financial year.

INTERNAL CONTROL AND ITS ADEQUACY

M/s Singhi & co, Chartered Accountant was appointed as internal auditors of the Company. They regularly conduct audit and the reports submitted by them, if any, will be reviewed by the Audit Committee. The Company has an adequate Internal Control system, commensurate with the size, scale and complexity of its operations. To maintain its objectivity and independence, the Internal Auditor reports to the Chairman of the Audit Committee of the Board. During the year, such controls were tested

and no reportable material weaknesses in the design or operation were observed.

RELATED PARTY TRANSACTIONS

During the year 2014 – 2015, the Company had not entered into any material transaction with related parties as per section 188 of the Companies Act, 2013. Hence the question of reporting under the requirement of said section doesn't arise.

EXTRACT OF ANNUAL RETURN

The details forming part of extract of Annual Return in form MGT -9 as provided under Sub Section (3) of the Section 92 of the Companies Act, 2013 (the "Act") is annexed herewith as Annexure –III to this report.

PERSONNEL

The information required under Section 197(12) of the Companies Act, 2013 read with rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, in respect of employees of the Company, forms part of this Report as Annexure IV.

RISK MANAGEMENT POLICY

The risk management is overseen by the Audit committee/ Board of Directors of the company in a continuous basis. Major risks, if any, identified by the business and functions are systematically addressed through mitigating action on a continuous basis. The Risk Management policy is available in the Company website www.crmetal.in

DISCLOSURE AS PER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has zero tolerance for sexual harassment at workplace and has in place a policy on prevention, prohibition and redressal of sexual harassment at workplace in line with the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the rules framed thereunder.

During the financial year 2014-15, the Company has not received any sexual harassment complaints.

DEPOSITS FROM PUBLIC

The Company has not accepted any deposits from public and as such, no amount on account of principal or

CRIMSON METAL ENGINEERING COMPANY LIMITED
(Formerly known as SRI SAARBATI STEEL TUBES LIMITED)

interest on deposits from public was outstanding as on date of the balance sheet.

CORPORATE GOVERNANCE REPORT AND MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Since your company's paid up Equity capital and Networth is less than Rs.10 crores and Rs.25 crores respectively, the provisions of revised Clause 49 relating to Corporate Governance and Management Discussion Analysis Report, vide SEBI circular number CIR/CFD/POLICY CELL/7/2014 dated 15th September 2014 is not applicable to the company.

NUMBER OF MEETINGS OF THE BOARD

In total 6(Six) Meetings of the Board of Directors of the Company were held during the year 2014-15, held on 30th May 2014, 14th August 2014, 29th September 2014, 14th November 2014, 14th January 2015 and 24th March 2015. The maximum time gap between any two consecutive meetings did not exceed 120 days.

PERFORMANCE EVALUATION OF BOARD, COMMITTEE AND DIRECTORS

Pursuant to the provisions of the Companies Act, 2013, the Board has carried out an annual performance evaluation of its own performance, the directors individually as well as the evaluation of the working of the Audit and Nomination & Remuneration Committees and the same was based on questionnaire and feedback from all the Directors on the Board as a whole, Committees and self-evaluation.

A structured questionnaire was prepared after taking into consideration of the inputs received from the Directors, covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance. A separate exercise was carried out to evaluate the performance of individual Directors including the Chairman of the Board, who were evaluated on parameters such as level of engagement and contribution, independence of judgement, safeguarding

the interests of the Company and its minority shareholders etc.

The performance evaluation of the Independent Directors was carried out by the entire Board. The performance evaluation of the Chairman of the Board and the Executive Directors was carried out by the Independent Directors.

CODE OF CONDUCT FOR DIRECTORS AND SENIOR MANAGEMENT

The Board of Directors had adopted a Code of Conduct for the Board Members and employees of the company. This Code helps the Company to maintain the Standard of Business Ethics and ensure compliance with the legal requirements of the Company.

The Code is aimed at preventing any wrongdoing and promoting ethical conduct at the Board and employees. The Compliance Officer is responsible to ensure adherence to the Code by all concerned.

The Code lays down the standard of conduct which is expected to be followed by the Directors and the designated employees in their business dealings and in particular on matters relating to integrity in the work place, in business practices and in dealing with stakeholders.

All the Board Members and the Senior Management personnel have confirmed compliance with the Code. The policy is available in the Company website www.crmetal.in

WHISTLE BLOWER POLICY/VIGIL MECHANISM

The company has framed a whistle blower policy. Further, Directors and employees are having full access to the audit committee to report their genuine and serious concern if they observe any. The policy is available in the Company website www.crmetal.in

POLICY OF DIRECTORS' APPOINTMENT AND REMUNERATION

Directors' appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a director and other matters provided under section 178 of the Act are covered under the Board's policy formulated by the Company and is available on the Company website www.crmetal.in

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BOARD COMPOSITION

The Board is well constituted with composition of three executive, one Non- executive and three non-executive independent directors in the meeting.

Name of Member	Category	Meetings held during FY 2015	Meetings attended
Mr. Vinay Kumar Goyal	Executive Director	6	6
Mr. N. Seshadri	Executive Director	6	6
R. Uma *	Executive Director	6	2
Mr. Ramkishan Yadve*	Executive Director	6	4
Mr. Janarthanan Atashary Karunakaran Nayar	Non-Executive Director Non Independent Director	6	Nil
Mr. Krishan Chand Batra	Independent	6	6
Mr. Ramaiyengar Chari	Independent	6	6
Mr. Sonthosh Kumar*	Independent	6	NIL
Mr. Mahabir Singh	Independent	6	6

- R. Uma and Sonthosh Kumar were appointed during the year as per the board meeting held on 14th January 2015
- Ramakishan Yadve resigned from the Board w.e.f. 06.01.2015

Board Committees

The Board has constituted the following committees viz. Audit Committee, Nomination and Remuneration Committee and Stakeholders' Relationship Committee.

Audit Committee

(A) Qualified and Independent Audit Committee

The Company complies with Section 177 of the Companies Act, 2013 the Audit Committee. Its functioning is as under:

- The Audit Committee presently consists of three Independent Directors and an Executive Director.
- All members of the Committee are financially literate and having the requisite financial management expertise;
- The Chairman of the Audit Committee is an Independent Director;
- The Chairman of the Audit Committee was present at the last Annual General Meeting held on 29th September 2014.

(B) Terms

The terms of reference of the Audit Committee include:

- o the recommendation for appointment, remuneration and terms of appointment of auditors of the company;
- o review and monitor the auditor's independence and performance, and effectiveness of audit process;
- o examination of the financial statement and the auditors' report thereon;
- o approval or any subsequent modification of transactions of the company with related parties;

- o scrutiny of inter-corporate loans and investments
- o valuation of undertakings or assets of the company, wherever it is necessary;
- o evaluation of internal financial controls and risk management systems;
- o Monitoring the end use of funds raised through public offers and related matters

Powers of Audit Committee:

The Audit committee shall have the authority –

- o To call for the comments of the auditors about internal control systems, the scope of audit, including the observations of the auditors and review of financial statement before their submission to the Board.
- o To discuss any related issues with the internal and statutory auditors and the management of the company
- o To investigate into any matter in relation to the items or referred to it by the Board
- o To obtain professional advice from external sources
- o To have full access to information contained in the records of the company.

(C) Composition, names of Members and Chairperson, its meetings and attendance:

The audit committee comprises of 4 Directors, three non-executive independent directors and one executive director namely, Shri. Ramaiyengar Srinivasa Chari, Chairman, Shri. Mahabir Singh, Member, Shri. Krishan Chand Batra, Member and Shri. Vinay Kumar Goyal, Member, who have considerable financial expertise and experience. The Head of Finance and the Representatives from Statutory/ Internal Auditors are permanent invitees to the committee.

During the year, 4 Audit Committee meetings were held on 30th May 2014, 14th August 2014, 14th November 2014, and 14th January 2015

CRIMSON METAL ENGINEERING COMPANY LIMITED
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The composition of the Audit Committee and number of meetings attended by the Members during the year are given below:

Name of Member	Category	Meetings held during FY 2015	Meetings attended
Mr. RAMAIYENGAR CHARI	Independent/Chairman	4	4
Mr.KRISHAN CHAND BATRA	Independent	4	4
Mr.VINAY KUMAR GOYAL	Executive director	4	4
MR.MAHABIR SINGH	Independent	4	4

Nomination and Remuneration Committee

(A) Constitution

Three Independent Directors namely Mr.Ramaiyengarchari, an independent Director, its Chairman, Mr.Krishan ChandBatra, Mr.Mahabir Singh, are as members of the committee. During the year, the Nomination and Remuneration Committee met four times on 30.05.2014, 29.09.2014, 14.01.2015 and 24.03.2015

(B) Terms of reference

Terms of reference of the Nomination and Remuneration Committee include:

- o The Committee shall formulate the criteria for determining the qualification, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration for the directors, key managerial personnel and other employees.
- o The Committee shall identify persons who are qualified to become directors and who may be appointed in senior management positions in accordance with the criteria laid down, recommend to the Board their appointment and removal and shall carry out evaluation of every director's performance.
- o The Committee shall ensure that level and composition of remuneration is reasonable and sufficient, relationship of remuneration to performance is clear and meets performance benchmarks, and involves a balance between fixed and incentive pay.
- o Review the policy from time to time for selection and appointment of Directors and senior management employees and their remuneration;
- o Review the performance of the Board of Directors and Senior Management Employees based on certain criteria as approved by the Board. In reviewing the overall remuneration of the Board of Directors and Senior Management, the Committee ensures that the remuneration is reasonable and

sufficient to attract, retain and motivate the best managerial talent, the relationship of remuneration to performance is clear and meets appropriate performance benchmarks and that the remuneration involves a balance between fixed and incentive pay reflecting short term and long term objectives of the Company.

- o Filling up of vacancies in the Board that might occur from time to time and appointment of additional Non-Executive Directors. In making these recommendations, the Committee shall take into account the special professional skills required for efficient discharge of the Board's functions.
- o Recommendation to the board with regard to retirement of Directors, liable to retire by rotation and appointment of Executive Directors.
- o To determine and recommend to the Board from time to time
 - (a) The amount of commission and fees payable to the Directors within the applicable provisions of the Companies Act, 2013.
 - (b) The amount of remuneration, including performance or achievement bonus and perquisites payable to the Executive Directors
 - (c) To frame guidelines for Reward Management and recommend suitable schemes for the Executive Directors and Senior Management.
- o To determine the need for key man insurance for any of the company's personnel
- o To carry out the evaluation of every director's performance
- o To carry out any function as is mandated by the Board from time to time and /or enforced by any statutory notification, amendment or modifications as may be applicable.

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(C) Meetings and attendance during the year:

Name of Member	Category	Meetings held during FY 2015	Meetings attended
Mr.Ramiyengar Chari	Independent/Chairman	4	4
Mr.Krishan Chand Batra	Independent	4	4
Mr.Mahbir Singh	Independent	4	4

(D) Remuneration policy

The Board has, on the recommendation of the Nomination & Remuneration Committee approved a policy for selection and appointment of Directors, Senior Management and for determining their remuneration. Remuneration Policy of the Company is available in the company website www.crmetal.in

(c) Details of Remuneration to Directors

Name of the Directors	Salary & perquisites	Sitting Fees	No of shares held as on 31.03.2015	Relationship with Directors
MR. Vinay Kumar Goyal	24,00,000	NIL	455821	NIL
MR.NarayanamurthySeshadri	271692	NIL	80	NIL
Ms.R.Uma	21959	NIL	NIL	NIL
MR.JanarthananAtasharyKarunakaranNayar	NIL	NIL	1392856	NIL
MR.Krishan Chand Batra	NIL	NIL	40	NIL
MR.Ramaiyengar Chari	NIL	NIL	80	NIL
MR.Santhosh Kumar	NIL	NIL	NIL	NIL
Mr. Mahabir Singh	NIL	NIL	NIL	NIL
Mr. RamkishanYadve	179386	NIL	NIL	NIL

Notes:

There has been no pecuniary relationship or transactions other than above of the Non-Executive Independent Directors vis-à-vis the Company during the year under review.

Stakeholders Relationship Committee

The Stakeholders Relationship Committee specifically looks into issues such as redressing of shareholders' and investors' complaints such as transfer of shares, non-receipt of shares, non-receipt of declared dividends and ensuring expeditious share transfers and also redresses the grievances of deposit holders, debenture holders and other security holders.

(A) Composition, Members, its meetings and attendance

This Committee comprises of namely of Shri.MahabirSingh, Chairman, Shri. Vinay Kumar Goyal, Member and Shri.S.N.Seshadri, are as members of the committee. During the year,the Committee met 15 times during the year 2014-15.

The composition of the Stakeholders Relationship Committee and number of meetings attended by the Members during the year are given below:

Name of Member	Category	Meetings held during FY 2015	Meetings attended
Mr. Mahabir Singh	Independent/Chairman	15	15
Mr. Vinay Kumar Goyal	Executive	15	15
Mr. S.N.Seshadri	Executive	15	15

CRIMSON METAL ENGINEERING COMPANY LIMITED
(Formerly known as SRI SAARBATI STEEL TUBES LIMITED)

CORPORATE SOCIAL RESPONSIBILITY (CSR):

Your company is not meeting the threshold as prescribed under Companies Act, 2013 (i.e) Net Profit greater than 5 Crores or turn over greater than Rs.1000 Crores or Net Worth greater than 500 Crores in the preceding 3 financial year and therefore constituting a CSR committee in accordance with the provision of Section 135 of the Act does not arise.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement of Section 134(5) of the Act, the Directors hereby confirm:

1. That in the Preparation of Final Accounts, the applicable Accounting Standards had been followed along with proper explanation relating to material departures;
2. That they had selected such Accounting Policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the Financial Year and of the Profit or Loss of the Company for that period;
3. That they had taken proper and sufficient care for the 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 fraud and other irregularities;

4. That they had prepared the Annual Accounts on a Going Concern basis.

5. That they laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and operating properly; and

6. That they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

ACKNOWLEDGEMENT

Your Directors wish to place on record their appreciation of the contributions made by employees at all levels, towards the continued growth and prosperity of your Company. Directors take this opportunity to convey their thanks to all the valued shareholders and the valuable services rendered by the Officers and Staff at all levels.

For and on behalf of the Board

VINAY KUMAR GOYAL
MANAGING DIRECTOR
DIN-00134026

S N SESHADRI
WHOLE TIME DIRECTOR
DIN: 02927049

Place: Chennai
Date: 14.08.2015

CRIMSON METAL ENGINEERING COMPANY LIMITED
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ANNEXURE I

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO.

CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION		
	Current Year	Previous Year
1. Electricity		
Purchase Units	2,266,320	3,111,180
Rate/Unit in Rs.	7	6
Total Cost in Rs.	16,077,542	19,870,936
Own Generated Diesel	237,392	1,871,844
Total Cost	16,314,934	21,742,780
2. Furnace Oil (in Lts)	221,150	262,736
3. LPG (in Kgs)	144,950	-
B. CONSUMPTION PER UNIT OF PRODUCTION		
Production MTS	35,281	30,926
Electricity Units	64	101
Furnace Oil Lts	15	38
LPG in Kgs	10	-
C. TECHNOLOGY ABSORPTION	NIL	NIL
NOTE:CURRENT YEAR CONSUMPTION INCLUDES JOBWORK PRODUCTION		

Foreign Exchange Earnings and outgo during the year : Nil

CRIMSON METAL ENGINEERING COMPANY LIMITED
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ANNEXURE II

SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31.03.2015

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To the Members

Crimson Metal Engineering Company Limited
No.163/1 Prakasam road, Broadway ,
Chennai-600108.

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Crimson Metal Engineering Company Limited (hereinafter called the company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March, 2015, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by Crimson Metal Engineering Company Limited ("the Company") for the financial year ended on 31st March, 2015 according to the provisions as applicable to the Company during the period of audit:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder
- (iv) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
 - (c) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client to the extent of securities issued.
- (v) There are no laws/ Regulations (as amended from time to time), as informed and certified by the management of the Company which are specifically applicable to the Company based on their sector/industry.

We have also examined compliance with the applicable clauses of the following:

- (a) Secretarial Standards issued by the Institute of Company Secretaries of India (**Not Applicable for the Audit Period**).
- (b) The Listing Agreements entered into by the Company with the Stock Exchanges, where the equity shares of the Company are listed except clause 49.
- (c) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009

It is reported that during the period under review, the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards etc.as mentioned above

CRIMSON METAL ENGINEERING COMPANY LIMITED
(Formerly known as SRI SAARBATI STEEL TUBES LIMITED)

except

- Since the Paid up share capital of the Company is less than the threshold limit as laid down under the provisions of Section 203 of the Companies Act, 2013 the company has not appointed certain KMP(s).
- The Company is in the process of updating and improving certain areas in the Listing agreement.

We further report that there were no actions/events in the pursuance of

- (a) The Securities and Exchange Board of India (Share Based employee Benefits) Regulations, 2014
- (b) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998.
- (c) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations,2008.
- (d) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder.
- (e) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009.

requiring compliance thereof by the Company during the Financial Year under review.

We further report that, based on the information provided by the Company, its officers and authorized representatives during the conduct of the audit. In our opinion the company is in process of strengthening systems and control mechanism to monitor and ensure compliance with applicable other general laws including Industrial, Laws Environmental Laws, Human Resources and labour laws.

We further report, that the compliance by the Company of applicable financial laws, like direct and indirect tax laws, has not been reviewed in this Audit since the same have been subject to review by statutory financial auditor and other designated professionals.

We further report that:

The Board of Directors of the Company is generally well constituted with proper balance of Executive Directors, Non-Executive Director and Independent Directors except the absence of A Non-Resident Non-Executive Director for the Board meeting held for the financial year 2014-15 . The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were delivered and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

As per the information given by the Management all decisions at Board Meetings and Committee Meetings are carried out unanimously in the meetings of the Board of Directors or Committee of the Board, as the case may be.

We further report that during the audit period, no events have occurred during the year, which have a major bearing on the Company's affairs except

- Application for delisting from Madras Stock Exchange(MSE) and Delhi Stock Exchange(DSE) already made by Company and was pending with Stock Exchange. However above Exchanges were derecognized by SEBI vide order dated 26.05.2014 for MSE and 19.11.2014 for DSE respectively

For LAKSHMMI SUBRAMANIAN & ASSOCIATES

-SD-

Lakshmmi Subramanian
Senior Partner
C.P.NO. 1087

Place:Chennai

Date: 14.08.2015

Note: This report is to be read with our letter of even date which is annexed as Annexure A forms an integral part of this report.

CRIMSON METAL ENGINEERING COMPANY LIMITED
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ANNEXURE-A

The Members

Crimson Metal Engineering Company Limited
No.163/1 Prakasam road, Broadway ,
Chennai-600108.

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on the random test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on random test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For LAKSHMMI SUBRAMANIAN & ASSOCIATES

-SD-

Lakshmmi Subramanian
Senior Partner
C.P.NO. 1087

Place: Chennai
Date: 14.08.2015

CRIMSON METAL ENGINEERING COMPANY LIMITED
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ANNEXURE III

**EXTRACT OF ANNUAL RETURN
FORM MGT 9**

(Pursuant to Section 92 (3) of the Companies Act, 2013 and
 Rule 12(1) of the Company (Management & Administration) Rules, 2014)
Financial Year ended on 31.03.2015

I. REGISTRATION AND OTHER DETAILS:

CIN	L27105TN1985PLC011566
Registration Date	15.02.1985
Name of the Company	CRIMSON METAL ENGINEERING COMPANY LTD
Category / Sub-Category of the Company	Company Limited by shares
Address of the Registered office and contact details	163/1 II FLOOR, PRAKASAM ROAD BROADWAY, CHENNAI-600108
Whether listed company	Yes
Name, Address and Contact details of Registrar and Transfer Agent, if any	Cameo Corporate Services Limited 1, Subramaniam Building, Club House Road, Chennai – 600 002

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

S.No.	Name and Description of main products/services	NIC Code of the Product/service	% to total turnover of the company
1	manufacturing and selling of BlackPipe (ERW Pipe & G I Pipe)	73061919	78.35

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

S.No.	Name and address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
NIL					

CRIMSON METAL ENGINEERING COMPANY LIMITED
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IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity):

(i) Category-wise Share Holding

Name of the Company : CRIMSON METAL ENGINEERING COMPANY LTD

Face Value : 10 /-

Paidup Shares as on 01-Apr-2014 : 4428207

Paidup Shares as on 31-Mar-2015 : 4428207

For the Period From : 01-Apr-2014 To : 31-Mar-2015

Category code	Category of Shareholders	No. of shares held at the beginning of the year				No. of shares held at the end of the year				% Change during the year
		Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. SHAREHOLDING OF PROMOTER AND PROMOTER GROUP										
1.	INDIAN									
a.	INDIVIDUALS/HINDU UNDIVIDED FAMILY	0	1742712	1742712	39.3547	1742712	0	1742712	39.3547	0.0000
b.	CENTRAL GOVERNMENT/STATE GOVERNMENT(S)	0	0	0	0.0000	0	0	0	0.0000	0.0000
c.	BODIES CORPORATE	0	0	0	0.0000	0	0	0	0.0000	0.0000
d.	FINANCIAL INSTITUTIONS/BANKS	0	0	0	0.0000	0	0	0	0.0000	0.0000
e.	ANY OTHER DIRECTORS AND THEIR RELATIVES	0	0	0	0	0	0	0	0.0000	0.0000
		0	0	0	0	0	0	0	0.0000	0.0000
SUB - TOTAL (A)(1)		0	1742712	1742712	39.3547	1742712	0	1742712	39.3547	0.0000
2.	FOREIGN									
a.	INDIVIDUALS (NON-RESIDENT INDIVIDUALS/FOREIGN INDIVIDUALS)	0	0	0	0.0000	0	0	0	0.0000	0.0000
b.	BODIES CORPORATE	0	0	0	0.0000	0	0	0	0.0000	0.0000
c.	INSTITUTIONS	0	0	0	0.0000	0	0	0	0.0000	0.0000
d.	QUALIFIED FOREIGN INVESTOR	0	0	0	0.0000	0	0	0	0.0000	0.0000
e.	ANY OTHER									
SUB - TOTAL (A)(2)		0	0	0	0.0000	0	0	0	0.0000	0.0000
TOTAL SHARE HOLDING OF PROMOTER AND PROMOTER GROUP (A) = (A)(1)+(A)(2)		0	1742712	1742712	39.3547	1742712	0	1742712	39.3547	0.0000
B. PUBLIC SHAREHOLDING										
1.	INSTITUTIONS									
a.	MUTUAL FUNDS/UTI	0	0	0	0.0000	0	0	0	0.0000	0.0000
b.	FINANCIAL INSTITUTIONS/BANKS	0	0	0	0.0000	0	0	0	0.0000	0.0000
c.	CENTRAL GOVERNMENT/STATE GOVERNMENT(S)	0	0	0	0.0000	0	0	0	0.0000	0.0000
d.	VENTURE CAPITAL FUNDS	0	0	0	0.0000	0	0	0	0.0000	0.0000
e.	INSURANCE COMPANIES	0	0	0	0.0000	0	0	0	0.0000	0.0000
f.	FOREIGN INSTITUTIONAL INVESTORS	0	0	0	0.0000	0	0	0	0.0000	0.0000
g.	FOREIGN VENTURE CAPITAL INVESTORS	0	0	0	0.0000	0	0	0	0.0000	0.0000
h.	QUALIFIED FOREIGN INVESTOR	0	0	0	0.0000	0	0	0	0.0000	0.0000
i.	ANY OTHER									
SUB - TOTAL (B)(1)		0	0	0	0.0000	0	0	0	0.0000	0.0000

CRIMSON METAL ENGINEERING COMPANY LIMITED
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Category code	Category of Shareholders	No. of shares held at the beginning of the year				No. of shares held at the end of the year				% Change during the year
		Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
2.	NON-INSTITUTIONS									
a.	BODIES CORPORATE	0	45040	45040	1.0171	800	45040	45840	1.0351	0.0180
b.	INDIVIDUALS -									
	I INDIVIDUAL SHAREHOLDERS HOLDING NOMINAL SHARE CAPITAL UPTO RS. 1 LAKH	13720	446173	459893	10.3855	30840	426920	457760	10.3373	-0.0482
	II INDIVIDUAL SHAREHOLDERS HOLDING NOMINAL SHARE CAPITAL IN EXCESS OF RS. 1 LAKH	0	122747	122747	2.7720	45800	78280	124080	2.8020	0.0300
c.	QUALIFIED FOREIGN INVESTOR	0	0	0	0.0000	0	0	0	0.0000	0.0000
d.	ANY OTHER									
	FOREIGN CORPORATE BODIES	0	17040	17040	0.3848	0	17040	17040	0.3848	0.0000
	NON RESIDENT INDIANS	0	2040775	2040775	46.0858	0	2040775	2040775	46.0858	0.0000
		0	2057815	2057815	46.4706	0	2057815	2057815	46.4706	0.0000
	SUB - TOTAL (B)(2)	13720	2671775	2685495	60.6452	77440	2608055	2685495	60.6452	0.0000
	TOTAL PUBLIC SHAREHOLDING (B) = (B)(1)+(B)(2)	13720	2671775	2685495	60.6452	77440	2608055	2685495	60.6452	0.0000
	TOTAL (A)+(B)	13720	4414487	4428207	100.0000	1820152	2608055	4428207	100.0000	0.0000
	C. SHARES HELD BYCUSTODIANS AND AGAINSTWHICH DEPOSITORY RECEIPTSHAVE BEEN ISSUED									
	Promoter and Promoter Group	0	0	0	0.0000	0	0	0	0.0000	0.0000
	Public	0	0	0	0.0000	0	0	0	0.0000	0.0000
	TOTAL CUSTODIAN (C)	0	0	0	0.0000	0	0	0	0.0000	0.0000
	GRAND TOTAL (A)+(B)+(C)	13720	4414487	4428207	100.0000	1820152	2608055	4428207	100.0000	0.0000

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity) (Contd.)

ii) Shareholding of promoters

Name of the Company : CRIMSON METAL ENGINEERING COMPANY LTD

SI No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year	FOLIO/ DP_CL_ID
		No of shares	% of total shares of the company	% of shares pledged / encumbered to total shares	No of shares	% of total shares of the company	% of shares pledged / encumbered to total shares		
1	VINAY KUMAR GOYAL	455821	10.2935	0.0000	455821	10.2935	0.0000	0	'TL000014
2	PREMCHAND GOYAL	423570	9.5652	0.0000	423570	9.5652	0.0000	0	'00007724
3	DEEPIKA GOYAL	203430	4.5939	0.0000	203430	4.5939	0.0000	0	'00007578
4	NITIN KUMAR GOYAL	160595	3.6266	0.0000	160595	3.6266	0.0000	0	'TL000015
5	SHAKUNTALA DEVI GOYAL	102994	2.3258	0.0000	102994	2.3258	0.0000	0	'00007872
6	PREMCHAND GOYAL HUF	85944	1.9408	0.0000	85944	1.9408	0.0000	0	'TL000070
7	VINAY KUMAR & SONS HUF	83010	1.8745	0.0000	83010	1.8745	0.0000	0	'TL000087
8	HINA GOYAL	81336	1.8367	0.0000	81336	1.8367	0.0000	0	'00007873
9	ANURADHA GOYAL	81012	1.8294	0.0000	81012	1.8294	0.0000	0	'00007871
10	SUNIL KUMAR GOYAL	65000	1.4678	0.0000	65000	1.4678	0.0000	0	'TL000010

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(iv) **Shareholding Pattern of top ten shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):**

Name of the Company : CRIMSON METAL ENGINEERING COMPANY LTD

SI No	Name of the Share holder	Shareholding at the beginning of the year		Cumulative Shareholding during the year		FOLIO/DP_CL_ID
		No of shares	% of total shares of the company	No of shares	% of total shares of the company	
1	A J MENON At the beginning of the year 01-Apr-2014 At the end of the Year 31-Mar-2015	1392857 1392857	31.4541 31.4541	1392857 1392857	31.4541 31.4541	'00007895
2	GIRISH JHUNJHUNUWALAJT1 : SURYAJHUNJHUNUWALA At the beginning of the year 01-Apr-2014 At the end of the Year 31-Mar-2015	134000 134000	3.0260 3.0260	134000 134000	3.0260 3.0260	'TL000104
3	SURYA JHUNJHUNUWALAJT1 : GIRISH JHUNJHUNUWALA At the beginning of the year 01-Apr-2014 At the end of the Year 31-Mar-2015	106667 106667	2.4088 2.4088	106667 106667	2.4088 2.4088	'TL000112
4	VIDYADEVI JHUNJHUNUWALAJT1 : SUNDER JHUNJHUNUWALA At the beginning of the year 01-Apr-2014 At the end of the Year 31-Mar-2015	79718 79718	1.8002 1.8002	79718 79718	1.8002 1.8002	'TL000105
5	VIDYA DEVI JHUNJHUNUWALAJT1 : SHYAM SUNДАР JHUNJHUNUWALA At the beginning of the year 01-Apr-2014 At the end of the Year 31-Mar-2015	64000 64000	1.4452 1.4452	64000 64000	1.4452 1.4452	'TL000151
6	SURYA JHUNJHUNUWALAJT1 : GIRISH JHUNJHUNUWALA At the beginning of the year 01-Apr-2014 At the end of the Year 31-Mar-2015	60000 60000	1.3549 1.3549	60000 60000	1.3549 1.3549	'TL000152
7	GIRISH JHUNJHUNUWALAJT1 : SURYA JHUNJHUNUWALA At the beginning of the year 01-Apr-2014 At the end of the Year 31-Mar-2015	60000 60000	1.3549 1.3549	60000 60000	1.3549 1.3549	'TL000153
8	CHANDRASHEKAR KRISHNA MURTHY At the beginning of the year 01-Apr-2014 At the end of the Year 31-Mar-2015	48200 48200	1.0884 1.0884	48200 48200	1.0884 1.0884	'00007795
9	PRABHAVATHY P C At the beginning of the year 01-Apr-2014 At the end of the Year 31-Mar-2015	36000 36000	0.8129 0.8129	36000 36000	0.8129 0.8129	'00007621
10	RAMESH MENON C At the beginning of the year 01-Apr-2014 At the end of the Year 31-Mar-2015	32000 32000	0.7226 0.7226	32000 32000	0.7226 0.7226	'00007622

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(v) Shareholding of Directors and Key Managerial Personnel:

Sl. No.	Shareholding of each Directors and Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Mr.VINAY KUMAR GOYAL At the beginning of the year	455821	10.29	455821	10.29
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc): At the End of the year	NIL 455821	 10.29	NIL 455821	 10.29
2	Mr.Krishan Chand Batra At the beginning of the year	NIL	NIL	NIL	NIL
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc): At the End of the year				
3	Mr.Ramiyengar Chari At the beginning of the year	80		80	
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc): At the End of the year	NIL 80		NIL 80	
4	MR.JanarthanAtasharyKarunakaranNayar At the beginning of the year	1392856	31.4541	1392856	31.4541
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc): At the End of the year	NIL 1392856	 31.4541	NIL 1392856	 31.4541
5	Mr.S.N.Seshadri At the beginning of the year	80		80	
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc): At the End of the year	NIL 80		NIL 80	

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Sl. No.	Shareholding of each Directors and Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
6	Ms.R.Uma At the beginning of the year Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc): At the End of the year	NIL	NIL	NIL	NIL
7	Mr.Sonthosh Kumar* At the beginning of the year Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc): At the End of the year	NIL	NIL	NIL	NIL
8	Mr. Mahabir Singh At the beginning of the year Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc): At the End of the year	NIL	NIL	NIL	NIL
9	Mr. RamkishanYadve* At the beginning of the year Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc): At the End of the year	NIL	NIL	NIL	NIL
10	Debidutta Mishra At the beginning of the year Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc): At the End of the year	NIL	NIL	NIL	NIL

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(v) INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment
(Rs.)

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year	153516814	166637087	9696289	329850910
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	153516814	166637087	9696289	329850910
Change in Indebtedness during the financial year				
Addition	-	6667774	250000	6917774
Reduction	14726264	-	2000000	16726264
Net Change	-14726264	6667774	-1750000	-9808490
Indebtedness at the end of the financial year				
i) Principal Amount	138790550	173305581	7946289	320042420
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	138790550	173305581	7946289	320042420

I. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

S. No.	Particulars of Remuneration	Name of MD/WTD/Manager			Total Amount
		VINAY KUMAR GOYAL	NARAYANAMURTHY SESHADRI	RAJARAM UMA	
1.	Gross salary(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	24,00,000	271692	21959	2693651
2.	Stock Option	Nil	Nil	Nil	Nil
3.	Sweat Equity	Nil	Nil	Nil	Nil
4.	Commission- as % of profit-others	Nil	Nil	Nil	Nil
5.	Others – Retirement benefits Provision for leave salary Total (A)	Nil 24,00,000	Nil 271692	Nil 21959	Nil 2693651
Ceiling as per the Act		WITHIN SCHEDULE V LIMITS			

B. Remuneration to other directors: NIL

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C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD -

S. No.	Particulars of Remuneration	Name of CFO	Total Amount
1.	Gross salary(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961(b) Value of perquisites u/s 17(2) Income-tax Act, 1961(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	Debidutta Mishra 620315	620315
2.	Stock Option	Nil	Nil
3.	Sweat Equity	Nil	Nil
4.	Commission- as % of profit- others	Nil	Nil
5.	Others – Retirement benefits Provision for leave salary	Nil	Nil
	Total	620315	620315

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority[RD / NCLT/COURT]	Appeal made, if any (give Details)
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
C. OTHER OFFICERS IN DEFAULT					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

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Annexure IV

Disclosures pursuant to rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

Particulars	Disclosure Details			
Name of the director	Vinay Kumar Goyal	S.N.Seshadri	Ramkishan Yadave*	R.Uma*
the ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year;	21.43	2.3		
the percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year	33%	-ve		
the percentage increase in the median remuneration of employees in the financial year;	Approximately 10% excluding workmen			
the number of permanent employees on the rolls of company	86			
the explanation on the relationship between average increase in remuneration and company performance	Average increase 10% & Net Profit -37.39% The remuneration is linked to performance of the company for all employees.			
comparison of the remuneration of the Key Managerial Personnel against the performance of the company	KMP's compensation is also generally linked to performance of the company and their individual contribution.			
variations in the market capitalisation of the company, price earnings ratio as at the closing date of the current financial year and previous financial year and percentage increase over decrease in the market quotations of the shares of the company in comparison to the rate at which the company came out with the last public offer in case of listed companies, and in case of unlisted companies, the variations in the net worth of the company as at the close of the current financial year and previous financial year	Since the company's shares are thinly traded, providing information under this clause may not be practically possible.			
average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof (and point out if there are any exceptional circumstances for increase in the managerial remuneration;)	Average percentile increase for Managerial grade was 10% (approximately) Average percentile increase for Non-Managerial grade was 10% (approximately)			
comparison of the each remuneration of the Key Managerial Personnel against the performance of the company	CFO-10% increase and increase in Net Profit of company -37.39 %			
the key parameters for any variable component of remuneration availed by the directors	No Variable component is availed by the director.			
the ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year; and	None			
affirmation that the remuneration is as per the remuneration policy of the company	The Company affirms that the remuneration is as per the remuneration policy of the company			

*Ramkishan Yadave has resigned w.e.f 6th January 2015 and Mrs.Uma was appointed w.e.f 6th January 2015

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INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF CRIMSON METAL ENGINEERING COMPANY LIMITED REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of Crimson Metal Engineering Company Limited (the Company), which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss and Cash Flow Statement 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 Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards notified under the Companies Act, 1956 (the Act) read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013 and in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control 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 financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. 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 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 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, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of 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.

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 31, 2015;
- (b) In the case of the Statement of Profit and Loss, of the profit of the Company for the year ended on that date; and
- (c) In the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor's Report) Order, 2015 (the Order) issued by the Central Government of India in terms of Section 143(3) of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.

2. As required by Section 143(3) of the Act, 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 purpose 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.

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c. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

d. In our opinion, the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement comply with Accounting Standards notified under the Act read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013

e. On the basis of the written representations received from the directors as on March 31, 2015, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of Section 164(2) of the Act.

f. With respect to the other matters included in the auditor's report and to the best of our information and according to the explanation given to us:

- 1) The company has disclosed the impact of pending litigation on its financial position in its financial statement.
- 2) 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.
- 3) There has been no delay in transferring amounts, required to be transferred, to the investor's education and protection fund by the company.

For ABHAY JAIN & Co.,
Chartered Accountants
(FRN. 000008S)

Place : Chennai
Date : 30.05.2015

(A K JAIN)
Partner
M No 70224

CRIMSON METAL ENGINEERING COMPANY LIMITED
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The Annexure referred to in paragraph 1 of the Our Report of even date to the members of CRIMSON METAL ENGINEERING COMPANY LIMITED. On the accounts of the Company for the year ended 31st March, 2015.

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

1. (a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.

(b) As explained to us, fixed assets have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.
2. (a) As explained to us, inventories have been physically verified during the year by the management at reasonable intervals.

(b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.

(c) In our opinion and on the basis of our examination of the records, the Company is generally maintaining proper records of its inventories. No material discrepancy was noticed on physical verification of stocks by the management as compared to book records.
3. (a) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties listed in the register maintained under Section 189 of the Companies Act, 2013. Therefore the provision of clause 3(iii), (iii a) and (iii b) of the said order are not applicable to the Company
4. In our opinion and according to the information and explanations given to us, there is generally an adequate internal control procedure commensurate with the size of the company and the nature of its business, for the purchase of inventories & fixed assets and payment for expenses & for sale of goods. During the course of our audit, no major instance of continuing failure to correct any weaknesses in the internal controls has been noticed.
5. The Company has not accepted any Deposits from the public within the meaning of section 73, 74, 75 and 76 of the Act and the rules framed there under to the extent notified.
6. We have broadly reviewed the cost records maintained by the Company pursuant to the Rules prescribed by the Central Government under Section 148(1) of the Companies Act, 2013 and are of the opinion that prima facie, the prescribed cost records have been made and maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
7. (a) According to the records of the company, undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, cess to the extent applicable and any other statutory dues have generally been regularly deposited with the appropriate authorities.

(b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of income tax, wealth tax, service tax, sales tax, customs duty and excise duty and cess as on 31st of March, 2015 which have not been deposited on account of a dispute, are as follows:

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S.No.	Nature of Disputed Statutory Dues	Disputed Amount(Rs.)	Forums where the dispute is pending
1	Excise Dues Adoption of incorrect Job work value A.Y 2005-06	9,70,674	Honourable Madras High Court
2	Wrong availment of cenvat A.Y.2006-07	1,54,69,093	Honourable Madras High Court

(c) There is no amount required to be transferred by the company to the Investor Education and Protection Fund Account in accordance with provision of the Companies Act and the rule made there under.

8. The Company has accumulated loss of Rs 190.62 lakhs at the end of the financial year ended as on 31st March, 2015 and not incurred any cash loss in the financial year ended on that date or in the immediately preceding financial year.
9. Based on our audit procedures and on the information and explanations given by the management, we are of the opinion that, the Company has not defaulted in repayment of dues to a financial institution, bank or debenture holders.
10. According to the information and explanations given to us, the Company has not given any guarantees for loan taken by others from a bank or financial institution.
11. Based on our audit procedures and on the information given by the management, we report that the company has not raised any term loans during the year, hence the provision of clause 11 of Companies (Auditor's Report) Order, 2015 is not applicable to the Company.
12. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud on or by the Company, noticed or reported during the year, nor have we been informed of any such case by the Management.

For ABHAY JAIN & Co.
Chartered Accountants
FRN:000008S

A K JAIN
(Partner)
M No. :070224

Place: Chennai
Date: 30.05.2015

CRIMSON METAL ENGINEERING COMPANY LIMITED
(Formerly known as SRI SAARBATI STEEL TUBES LIMITED)

BALANCE SHEET AS AT 31ST MARCH 2015

PARTICULARS	NOTES	Amount in Rupees	
		March 31, 2015	March 31, 2014
(I) EQUITY AND LIABILITIES			
(1) SHAREHOLDERS' FUNDS			
(a) Share Capital	3	44,282,070	44,282,070
(b) Reserves & Surplus	4	(9,490,740)	(16,242,502)
		<u>34,791,330</u>	<u>28,039,568</u>
(2) NON-CURRENT LIABILITIES			
(a) Long Term Borrowings	5	173,305,581	166,637,807
(b) Deferred Tax Liabilities (Net)	6	7,178,087	10,139,377
		<u>180,483,668</u>	<u>176,777,184</u>
(3) CURRENT LIABILITIES			
(a) Short Term Borrowings	7	138,790,550	153,516,814
(b) Trade Payables	8	26,508,242	98,664,599
(c) Other Current Liabilities	9	14,705,544	12,749,618
		<u>180,004,336</u>	<u>264,931,031</u>
TOTAL		<u><u>395,279,334</u></u>	<u><u>469,747,783</u></u>
(II) ASSETS			
(1) NON CURRENT ASSETS			
(a) FIXED ASSETS			
(I) Tangible Assets	10	143,784,073	153,848,249
(b) Long Term Loans and Advances	11	7,946,289	9,696,289
(c) Other Non Current Assets	12	33,474	33,474
		<u>151,763,836</u>	<u>163,578,012</u>
(2) CURRENT ASSETS			
(a) Current Investments			
(b) Inventories	13	78,159,180	30,218,016
(c) Trade Receivables	14	111,099,377	210,467,323
(d) Cash and cash Equivalents	15	9,540,996	10,536,301
(e) Other Current Assets	16	28,533,191	23,422,557
(b) Short Term Loans and Advances	17	16,182,755	31,525,574
		<u>243,515,497</u>	<u>306,169,771</u>
TOTAL		<u><u>395,279,334</u></u>	<u><u>469,747,783</u></u>

Significant Accounting Policies and Notes on Financial Statements 1 to 40

As per our report of even date
for ABHAY JAIN & CO
Chartered Accountants,
FRN No: 000008 S

(A.K. JAIN)
Partner.
M.No.070224

Place: Chennai
Date: 30.05.2015

for and on behalf of the Board
Sd/-
(VINAY GOYAL)
Managing Director

Sd/-
(S.N.SESHADRI)
Whole time Director

Sd/-
(DEBIDUTTA MISHRA)
C.F.O

CRIMSON METAL ENGINEERING COMPANY LIMITED
(Formerly known as SRI SAARBATI STEEL TUBES LIMITED)

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2015

PARTICULARS	NOTES	Amount in Rupees	
		March 31 2015	March 31 2014
Revenue from Operations	18	443,076,159	615,995,601
Other Income	19	2,043,888	12,057,881
Total Revenue		445,120,047	628,053,482
EXPENSES			
Cost of Material Consumed	20	328,651,585	457,553,245
Changes in Inventories of Finished Goods	21	(1,756,659)	21,650,163
Payment to Employees	22	19,557,072	37,000,682
Managerial Remuneration	23	2,873,037	2,296,800
Payment to Auditors	24	325,000	230,000
Insurance Expenses	25	376,609	574,441
Power & Fuel	26	33,356,509	32,079,906
Financial Expenses	27	26,594,393	27,271,904
Depreciation & Amortization Expenses	28	9,481,748	10,247,636
Other Expenses	29	18,615,861	29,804,300
Total Expenses		438,075,154	618,709,077
Profit before Exceptional Items and Tax		7,044,892	9,344,405
Exceptional Items		-	-
Profit before Extraordinary items		7,044,892	9,344,405
Extraordinary Items		-	-
Profit before Tax		7,044,892	9,344,405
Current Tax	30	1,365,000	1,732,500
Deferred Tax	31	(2,961,290)	1,322,434
Profit (Loss) for the period		8,641,182	6,289,471
Earnings per Equity Share			
(1) Basic		1.95	1.42
(2) Diluted			

Summary of significant accounting policies
Notes on Financial Statements 1 to 40

**As per our report of even date
for ABHAY JAIN & CO**
Chartered Accountants,
FRN No: 000008 S

(A.K. JAIN)
Partner.
M.No.070224

Place: Chennai
Date: 30.05.2015

for and on behalf of the Board
Sd/-

(VINAY GOYAL)
Managing Director
Sd/-

(S.N.SESHADRI)
Whole time Director
Sd/-

(DEBIDUTTA MISHRA)
C.F.O

CRIMSON METAL ENGINEERING COMPANY LIMITED
(Formerly known as SRI SAARBATI STEEL TUBES LIMITED)

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 ST MARCH 2014

	Amount in Rupees	
	FY 2014-2015	FY 2013-2014
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit Before Tax	7,044,892	9,344,405
Non-cash adjustments to reconcile profit before tax to net cash flows:		
Depreciation	9,481,748	10,247,636
Interest and finance charges	26,594,393	27,271,904
Exceptional item		
Other income	(2,043,888)	(12,057,881)
Operating Profit before working capital changes:	41,077,146	34,806,064
Movements in working capital:		
Inventories	(47,941,164)	71,834,279
Trade Receivables	99,367,946	(101,353,099)
Short Term Loans & Advances	15,342,819	9,514,327
Other Current assets	(3,360,634)	20,366,435
Trade Payables	(72,156,357)	-
Other Current Liabilities	(12,770,338)	28,389,085
Cash generated from Operation	19,559,420	63,557,091
Less: Tax Paid	(1,365,000)	(1,732,500)
Net Cash From / (used in) Operating Activities (a)	18,194,419	61,824,591
B. Cash Flow from Investing Activities:		
Other income	2,043,888	12,057,881
Purchase of Fixed Assets	(1,306,992)	(8,662,172)
Revaluation reserve		
Long term loans and advances	-	-
Investment	-	-
Net Cash From / (used in) Investing Activities (b)	736,896	3,395,709
C. Cash Flow from Financing Activities		
Interest and finance charges	(26,594,393)	(27,271,904)
Proceed from Long Term Borrowing	6,667,774	(45,795,273)
Proceed from Short Term Borrowings	-	-
Share Capital	-	-
Share premium	-	-
Net Cash from Financing Activities (c)	(19,926,619)	(73,067,178)
NET INCREASE/ (DECREASE) IN CASH & CASH EQUIVALENTS (a+b+c)	(995,305)	(7,846,878)
In Cash or Cash Equivalents		
Opening Balance as on 01.04.2011	10,536,301	18,383,179
Closing Balance as on 31.03.2012	9,540,996	10,536,301
	(995,305)	(7,846,878)

Note : Cash and cash equivalent represent Cash & Bank balance.

As per our report of even date

for ABHAY JAIN & CO
Chartered Accountants,
FRN No: 000008 S

(A.K. JAIN)
Partner.
M.No.070224

Place: Chennai
Date: 30.05.2015

for and on behalf of the Board
Sd/-

(VINAY GOYAL)
Managing Director

Sd/-
(S.N.SESHADRI)
Whole time Director

Sd/-
(DEBIDUTTA MISHRA)
C.F.O

CRIMSON METAL ENGINEERING COMPANY LIMITED
(Formerly known as SRI SAARBATI STEEL TUBES LIMITED)

SIGNIFICANT ACCOUNTING POLICIES

1. a) **CRIMSON METAL ENGINEERING COMPANY LIMITED** is a Public Limited company. The company incorporated under companies' act 1956 vide RC number L27105TN1985PLCO11566 issued by Register of companies (ROC) Tamilnadu. Its share is listed on stock exchanges in India. The Company is engaged in the manufacturing and selling of Black Pipe (ERW Pipe & G I Pipe) The factory is situated in Pipdic Industrial Estate, Sedarapet Puducherry – 605111.

b) The financial statements have been prepared in accordance with generally accepted accounting in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the Accounting Standards as notified by Companies (Accounting Standards) Rules, 2006, (as amended) and the relevant provisions of the Companies Act, 1956. The financial Statements have been prepared under the historical cost convention on an accrual basis except in case of Land (freehold and leasehold).

1.1 Summary of significant accounting policies

a. Basis of Accounting

The financial statements of the company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act")/ Companies Act, 1956 ("the 1956 Act"), as applicable. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year except for change in the accounting policy for depreciation.

All assets and liabilities have been classified as current or non current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. The Company's activities in its business segments have operating cycles which do not exceed 12 months. As a result, current assets comprise elements that are expected to be realized within 12 months after the reporting date and current liabilities comprise elements that are due for settlement within 12 months after the reporting date.

b. Use of estimates.

The preparation of financial statements in conformity with Indian GAAP requires the management to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based upon the management's best knowledge of current events and actions, actual results could differ from these estimates. Uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

c. Tangible fixed assets.

Tangible fixed assets, acquired by the company are reported at acquisition cost, net of accumulated depreciation and accumulated impairment losses, if any. The acquisition cost includes the purchase price (excluding refundable taxes) and expenses directly attributable to the bring the asset to the location and condition for its intended use. Examples of directly attributable expenses included in the acquisition cost are delivery and handling cost, installation, legal services and consultancy services.

Where the construction or development of any such assets requiring a substantial period of time set up for its intended use, is funded by borrowings, the corresponding borrowing costs are capitalized up to the date when the assets is ready for its intended use.

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value.

Depreciation on tangible fixed assets has been provided on the straight line method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except in respect of the following categories of assets, where the life of the assets has been assessed as under based on technical advice, taking in to account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers warranties and maintenance support etc.,

CRIMSON METAL ENGINEERING COMPANY LIMITED
(Formerly known as SRI SAARBATI STEEL TUBES LIMITED)

d. Borrowing costs

Borrowing cost includes interest. Borrowing costs directly attribute to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

e. Inventories

Raw materials, components, store and spares are valued at lower of cost and net realizable value. However, materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Cost of raw materials, components and stores and spares is determined on a weighted average basis.

Work in progress and finished goods are valued at lower of cost and net realizable value. Cost includes direct materials and labour and a proportion of manufacturing overheads based on normal operating capacity.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the site.

f. Revenue Recognition

Revenue from sale of products is recognized when practically all significant risks and rewards of ownership of the goods have been passed to the buyer, usually on delivery of the goods. The Company collects central sales taxes and value added taxes (VAT) on behalf of the government and, therefore, these are not economic benefits following to the Company. Hence, they are excluded from revenue. Excise duty deducted from revenue (gross) is the amount that is included in the revenue (gross) and not the entire amount of liability arising during the year. This usually occurs upon dispatch and collection of the receivable is reasonably certain.

Interest income is recognized on a time proportion basis, taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head 'other income' in the statement of profit and loss.

g. Employee Benefits

Liability for employee benefits, both short and long term, which are due as per the terms of employment, are recorded in accordance with Accounting Standard -15(Revised) "Employee Benefits" notified by the Companies (Accounting Standards) Rules,2006.

- a. In respect of Gratuity, the Company offers a non contributory defined benefit plan to its employees. Year end accrued liabilities of gratuity payable to employees are provided for Rs 6,24,446/- based on the liability as estimated by the management. This policy is not in accordance with the Revised Accounting Standard AS-15 "Employees Benefits".
- b. Contribution to Provident Fund and other recognized fund is charged to profit and loss account.
- c. Provision for Leave Encashment is not made as per Revised Accounting Standard AS-15 "Employees Benefits".

h. Income Taxes

Current Tax

Current tax is determined in accordance with the provisions of Income Tax Act, 1961.

Deferred Tax

Deferred tax resulting from "timing difference" between taxable and accounting income is accounted for using the tax rates and laws that are enacted or substantively enacted as on the balance sheet date. Deferred tax asset is recognized and carried forward only to the extent that there is a virtual certainty that the assets will be realized in future.

i. Segment reporting

The accounting policies adopted for segment reporting are in line with the accounting policies of the Company. The company primarily operates in single business segment which is Steel Tube (Skelp, Black pipe and GI pipe), and accordingly there are no primary segments to be reported as per Accounting Standard 17 "Segment Reporting".

j. Earning per share

Basic earnings per equity share is computed by dividing the net profit or loss for the period attributable to the equity shareholders by the weighted average number of equity shares outstanding during the reporting period .

CRIMSON METAL ENGINEERING COMPANY LIMITED
(Formerly known as SRI SAARBATI STEEL TUBES LIMITED)

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity share holders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

k. Foreign currency transactions

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency on the date of the transaction.

Conversion

Foreign currency monetary items are reported using the closing rate. Non monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction and non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

Exchange Difference

Exchange differences arising on the settlement of monetary items or on reporting company's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expenses in the year in which they arise.

l. Custom & Excise Duty

Excise Duty on finished goods lying at the factory is accounted at point of sale or dispatch. Custom Duty on imported material lying in bonded warehouse is accounted for at the time of bonding materials.

m. Provisions

A provision is recognized when the Company has a present obligation as a result of past

event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

n. Contingent Liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the final statement.

o. Cash and cash equivalents

Cash and cash equivalents for the purpose of cash flow statement comprises cash at bank and in hand and short-term investments with an original maturity of three months or less.

p. Measurement of EBITDA

As permitted by the Guidance Note on the Revised Schedule VI to the Companies Act, 1956, the company has elected to present earnings before interest, tax, depreciation and amortization (EBITDA) as a separate line item on the face of the statement of profit and loss. The company measures EBITDA on the basis of profit/ (loss) from continuing operations. In its measurement, the company does not include depreciation and amortization expense, finance cost and tax expense.

CRIMSON METAL ENGINEERING COMPANY LIMITED
(Formerly known as SRI SAARBATI STEEL TUBES LIMITED)

NOTES **Notes on Financial Statements for the Year ended 31st March, 2014**

PARTICULARS	Amount in Rs. As at 31 st March	
	2015	2014
3		
<u>SHARE CAPITAL</u>		
Authorised		
98,50,000 Equity of Rs.10/- Each	98,500,000	98,500,000
15,000 Preference Shares of Rs.100/-Each	1,500,000	1,500,000
	100,000,000	100,000,000
3.1		
Issued, Subscribed & Paid Up Capital		
4428207 equity shares of Rs 10/- each fully paid up.	44,282,070	44,282,070
TOTAL	44,282,070	44,282,070
3.2		
The detrial of Shareholders holding more than 5% shares.		
A J MENON	31.45%	31.45%
VINAY KUMAR GOYAL	10.29%	10.29%
PREMCHAND GOYAL	9.56%	9.56%
3.3		
The reconciliation of the number of shares outstanding is set out below		
Equity shares at the beginning of the year	44,282,070	44,282,070
Add: Shares issued on preferential allotement		
Add: Bonus shares issued		
Equity shares at the end of the year	44,282,070	44,282,070
4		
<u>RESERVES & SURPLUS</u>		
4.1		
<u>SHARE PREMIUM</u>		
Share premium (Equity shares) Opening balance	9,571,429	9,571,429
TOTAL	9,571,429	9,571,429
4.3		
<u>PROFIT AND LOSS ACCOUNT</u>		
Profit & Loss Account Debit	(25,813,931)	(32,103,402)
Less Adjusted against		
Adjustment of Depreciation	(1,889,420)	-
Profit for the Year	8,641,182	6,289,471
TOTAL	(19,062,169)	(25,813,931)
TOTAL	(9,490,740)	(16,242,502)

CRIMSON METAL ENGINEERING COMPANY LIMITED
(Formerly known as SRI SAARBATI STEEL TUBES LIMITED)

PARTICULARS	Amount in Rs.	
	2015	2014
5 LONG TERM BORROWING		
Unsecured Loan		
Loan from Others (Corporate deposits)	36,299,052	28,072,738
Trade Deposit	130,000,000	130,000,000
Term loan from Central Bank of India	7,006,529	8,565,069
Securities offered		
Secured by Hypothecation of Plant & Machinery, Fixtures, Electrical Items & Miscellaneous items purchased/to be purchased out of Term Loan		
TOTAL	<u>173,305,581</u>	<u>166,637,807</u>
6 DEFERRED TAX LIEBILITY(NET)		
Deffered Tax Liability related to Fixed Assets	10,139,377	8,816,943
Deffered tax Liability for the year	(2,961,290)	1,322,434
TOTAL	<u>7,178,087</u>	<u>10,139,377</u>
7 SHORT TERM BORRINGS		
SECURED		
Central Bank of India	138,790,550	153,516,814
(Secured by Hypothecation of Stock in Trade, receivable, EM on Factory Land, Building, Plant & Machinery, all movable and immovable assets and personal guarantee of Managing Director of the company)		
TOTAL	<u>138,790,550</u>	<u>153,516,814</u>
Total of Short Term Borrowing as	<u>138,790,550</u>	<u>153,516,814</u>
8 TRADE PAYABLES		
Trade Payables General Purchase	25,040,265	96,884,960
Trade Payables Expenses	1,467,978	1,779,639
Trade Payables Raw Material		
TOTAL	<u>26,508,242</u>	<u>98,664,599</u>
9 OTHER CURRENT LIABILITIES		
Deposit Trade Security		
Other Liabilites	7,068,245	7,394,931
Advance from Customers	904,142	991,914
TDS Payable	606,262	692,358
Provision for Gratuity	2,099,441	1,729,652
Provision for Taxation	3,136,600	1,771,600
Provision for Excise Duty on Closing Stock	890,854	861,521
TOTAL	<u>12,525,399</u>	<u>12,749,618</u>

FIXED ASSETS As on 31/03/2015
NOTES-10

Amount in Rs.

Particulars	Rate %	GROSS BLOCK			DEPRECIATION			NET BLOCK				
		Cost as on 01.04.2014	Additions During the Year	Deletion 31.03.2015	Total As on 31.03.2015	As on 01.04.2014	For the Year	Adjustment	Deletion	Total As on 31.03.2015	As on 31.03.2014	As on 31.03.2015
Land		2,428,588	-	-	2,428,588	-	-	-	-	-	2,428,588	2,428,588
Building	3.17%	107,649,817	-	107,649,817	107,649,817	3,412,499	(1,343,289)	-	-	28,460,889	79,188,928	81,258,138
Plant & Machinery	4.75%	126,661,177	1,306,992	127,968,169	127,968,169	6,069,249	-	-	-	66,717,697	61,250,472	66,012,729
Tools and equipments	6.33%	5,164,210	-	5,164,210	5,164,210	3,937,087	-	968,913	-	4,906,000	258,210	1,227,123
Office Equipment	19.00%	2,327,959	-	2,327,959	2,327,959	1,758,663	-	452,898	-	2,211,561	116,398	569,296
Furniture & fittings	9.50%	4,243,686	-	4,243,686	4,243,686	3,246,590	-	784,912	-	4,031,502	212,184	997,096
Refrigerator	19.00%	36,670	-	36,670	36,670	34,596	-	240	-	34,836	1,834	2,074
Airconditioner	19.00%	1,124,041	-	1,124,041	1,124,041	651,711	-	416,128	-	1,067,839	56,202	472,330
Vehicles	11.88%	3,016,949	-	3,016,949	3,016,949	3,016,949	-	-	-	3,016,949	-	-
Television	19.00%	159,873	-	159,873	159,873	125,720	-	26,159	-	151,879	7,994	34,153
Computer	31.67%	4,893,447	-	4,893,447	4,893,447	4,276,137	-	372,636	-	4,648,773	244,674	617,310
Communication Equipment	19.00%	371,777	-	371,777	371,777	142,365	-	210,823	-	353,188	18,589	229,412
TOTAL		258,078,194	1,306,992	-	259,385,186	104,229,945	9,481,748	1,889,420	-	115,601,113	143,784,073	153,848,249
PREVIOUS YEAR		249,416,022	8,662,172	0	258,078,194	93,982,309	10,247,636	-	-	104,229,945	153,848,249	155,433,713

Consequent to the enactment of the Companies Act, 2013 (the Act) and its applicability for accounting periods commencing on or after April 1, 2014, the Company has adopted the estimated useful life of fixed assets as stipulated by Schedule II to the Act, except in the case of Plant and Machinery where, based on the condition of the plants, regular maintenance schedule, material of construction and past experience, the Management has considered useful life of 20 years instead of 15 years.

CRIMSON METAL ENGINEERING COMPANY LIMITED
(Formerly known as SRI SAARBATI STEEL TUBES LIMITED)

PARTICULARS		Amount in Rs.	
		As at 31 st March	
		2015	2014
11	<u>LONG TERM LDEPOSITS WITH GOVT & OTHERS</u>		
11.1	<u>Deposit with Govt & Semi Govt</u>		
	DEPOSIT ELECTRICITY	1,569,341	1,569,341
	DEPOSIT FAX	500	500
	DEPOSIT FOR APPEAL	104,982	104,982
	DEPOSIT GAS	925,400	925,400
	DEPOSIT OTHERS	2,551,811	2,551,811
	DEPOSIT SALES TAX (AP)	251,045	251,045
	DEPOSIT TELEPHONES	55,317	55,317
	DEPOSIT TELEX	20,000	20,000
	FIXED DEPOSIT IOB PONDY - EB	159,688	159,688
	FIXED DEPOSIT SALES TAX	245,000	245,000
	HOUSE RENT ADVANCE	133,000	133,000
	MARGIN MONEY BHEL	-	2,000,000
	RELAINCE INDUSTRIES LTD	49,900	49,900
	RENT ADVANCE	1,220,305	1,220,305
	SECURITY DEPOSIT WITH BSNL	110,000	110,000
	SHV ENERGY PVT LTD	550,000	300,000
	TOTAL	7,946,289	9,696,289
12	<u>OTHER NON CURRENT ASSETS</u>		
12.1	<u>Deposit Others</u>		
	National Savings Certificate	33,474	33,474
	TOTAL	33,474	33,474
13	<u>INVENTORIES</u>		
	Raw material (Valued at cost)	49,011,392	1,113,530
	Finished Product(valued at cost or market value which ever is less)	9,601,487	7,827,145
	Scrap	99,669	88,019
	Stores and Spares	19,446,632	21,189,322
	TOTAL	78,159,180	30,218,016
14	<u>TRADE RECEIVABLES</u>		
	(Unsecured Considered Good)		
	More than Six month	2,841,118	3,319,868
	Less than six month	108,258,259	207,147,455
	TOTAL	111,099,377	210,467,323
15	<u>CASH AND CASH EQUIVALENTS</u>		
	Cash on hand	151,521	209,940
	Balance with Bank :		
	In current account	137,144	1,074,030
	In Fixed Deposit	9,252,331	9,252,331
	TOTAL	9,540,996	10,536,301
16	<u>OTHER CURRENT ASSETS</u>		
	TDS Receivable	11,708,255	10,127,362
	Cenvat Credit & PLA Account	10,747,562	6,837,411
	Service Tax Receivables	848,938	869,715
	Accrued Interest on NSC & FD	838,128	667,321
	Other Receivables	4,272,879	4,272,879
	ED Refund Receivable-Others	117,429	647,870
	TOTAL	28,533,191	23,422,558

CRIMSON METAL ENGINEERING COMPANY LIMITED
(Formerly known as SRI SAARBATI STEEL TUBES LIMITED)

PARTICULARS	Amount in Rs.	
	2015	As at 31 st March 2014
17	SHORT TERM LOANS AND ADVANCES	
	(Unsecured considered good, recoverable in cash or in kind or for value to be received)	
	Advance to Suppliers	7,511,053
	Advance to Staff	172,750
	PREPAID EXPS	702,726
	Advances and Deposits	7,796,225
	TOTAL	16,182,755
18	REVENUE FROM OPERATIONS	
	Sales of goods manufactured	347,160,677
	Sales of Scrap	12,291,330
	Sale or supply of services	83,624,152
	Less: Sales Expense	
	Revenue from operations	443,076,159
19	OTHER INCOME	
	Interest Received	1,227,371
	Rent Received	180,000
	Misc Receipt	636,517
	Profit On sale of Fixed Assets	
	Exchange Rate Flucutation	
	Total other income	2,043,888
	TOTAL INCOME	445,120,047
20	COST OF MATERIAL CONSUMED	
20.1	COST OF RAW MATERIAL CONSUMED:	
	Opening stock	1,113,530
	Add:Purchase	365,317,692
		366,431,222
	Less: Closing stock	49,011,392
	Raw material consumed	317,419,830
20.2	MANUFACTURING EXPENSES	
	Carriage Inwards	-
	Labour Charges	4,540,182
	Consumption of Stores	6,588,460
	Machinery Maintenance	103,113
	TOTAL	11,231,755
	Total Cost of Material Consumed (19.1+19.2)	328,651,585
21	CHANGES IN INVENTORIES OF FINISHED GOODS STOCK IN PROCESS AND STOCK IN TRADE	
	Closing Inventories:	
	Finished Goods	9,601,487
	Other Goods	99,669
	TOTAL	9,701,156
	Opening Inventories:	
	Finished Goods	7,827,145
	Other Goods	88,019
	TOTAL	7,915,164
	Increase / Decrease in Stock (A)	1,785,992
	EXCISE DUTY	
	Opening	861,521
	Closing	890,854
	Change in Excise Duty (B)	(29,333)
	Change in inventories of finished goods (A+B)	1,756,659

CRIMSON METAL ENGINEERING COMPANY LIMITED
(Formerly known as SRI SAARBATI STEEL TUBES LIMITED)

PARTICULARS	Amount in Rs.	
	2015	2014
22 EMPLOYEE BENEFITS EXPENSES		
(I) SALARY & WAGES		
Salary	14,915,844	33,719,807
Full and final settlement	1,911,206	
Bonus	516,020	
TOTAL (i)	17,343,070	33,719,807
CONTRIBUTION TO PROVIDENT & OTHER FUNDS		
PF Companies Contribution	443,586	977,485
ESI Companies Contribution	309,578	786,248
TOTAL (ii)	753,164	1,763,733
STAFF WELFARE EXPENSE		
Staff Welfare	836,392	1,006,107
Gratuity	624,446	511,035
TOTAL (iii)	1,460,838	1,517,142
TOTAL (I)+(II)+(III)	19,557,072	37,000,682
23 MANAGERIAL REMUNERATION		
Directors Salary	2,873,037	2,296,800
	2,873,037	2,296,800
24 PAYMENT TO AUDITORS		
Audit Fees	265,000	180,000
Internal Audit Fees		
	265,000	180,000
25 INSURANCE EXPENSES		
Insurance	376,609	574,441
	376,609	574,441
26 POWER & FUEL EXPENSES		
Power & Fuel	16,428,938	32,079,906
Gas and Furnace Oil	16,690,179	
Diesel	237,392	
	33,356,509	32,079,906
27 Financial expenses		
Interest to Bank	18,872,738	19,911,568
Bank Charges	2,559,786	2,050,315
Interest-Others	5,161,869	5,310,021
Finance Cost Prior Year		
TOTAL	26,594,393	27,271,904
28 DEPRECIATION AND AMORTISATION EXPENSES		
Depreciation for the Year	9,481,748	10,247,636
TOTAL	9,481,748	10,247,636

CRIMSON METAL ENGINEERING COMPANY LIMITED
(Formerly known as SRI SAARBATI STEEL TUBES LIMITED)

PARTICULARS	Amount in Rs.	
	2015	2014
29 OTHER EXPENSES		
Rent & Lease Rent	3,511,560	3,186,001
Postage & Telegram	210,756	224,775
Telephone	479,299	583,601
Travelling Expenses	1,006,410	2,593,479
Printing & Stationery	190,752	474,208
Subscription & Membership	290,339	569,254
Fee	153,395	67,805
Office Maintenance	564,138	781,822
Donation	-	217,820
Vehicle Maintenance	15,710	-
Miscellaneous Expenses	461,444	929,339
Professional Charges	715,700	978,092
Licence Fee	158,779	1,313,053
Rates & Taxes	1,624,856	536,572
Repairs & Maintenance	514,648	875,039
Sundry Balance written off	858,239	1,294,414
Freight & Transportation	7,641,811	14,248,234
Advertisement	76,618	144,914
Commission & Brokerage	201,407	835,878
TOTAL	18,675,861	29,854,300
29.1 PAYMENT TO AUDITORS		
Audit Fees	125,000	125,000
Tax Audit Fees	55,000	25,000
I.T Matters	75,000	30,000
Vat Audit Fees	10,000	-
Service Tax	265,000	180,000
30 CURRENT TAX		
Current Tax for the year	1,365,000	1,732,500
	1,365,000	1,732,500
31 DEFERRED TAX	(2,961,290)	1,322,434
	(2,961,290)	1,322,434
32 EARNINGS PER SHARE		
The following reflects the profit and share data used in the basic and diluted EPS computations		
Profit after Tax	8,641,182	6,289,471
Net Profit for EPS calculation	8,641,182	6,289,471
Weighted average number of shares outstanding during the year (Nominal value of Rs.10/-per share each) in absolute numbers	4,428,207	4,428,207
Basic and diluted earning per share	1.95	1.42

CRIMSON METAL ENGINEERING COMPANY LIMITED
(Formerly known as SRI SAARBATI STEEL TUBES LIMITED)

PARTICULARS	Amount in Rs.	
	2015	2014
33	CONTINGENT LIABILITIES	
(i)	On account of pending appeals of Central Excise	
a)	20,226,475	20,226,475
	Job work incorrect adoption of value vide ref:V/73/15/61/2004-CXADJ/8/02/05 for Rs.20226475/-	
b)	16,506,601	16,506,601
	Wrong availment of Cenvat credit vide ref.V/73/15/100/2005-CX ADJ/25/01/06 for Rs.16506601/-	
c)	1,318,706	1,318,706
	Removal of waste & scrap without payment of duty vide ref: V/Ch.73/15/55/2006-CX ADJ/29/01/09 for Rs.1318706/-	
(ii)	1,310,000	1,310,000
	Electricity tax on electricity bill Pandy Rs.13.10 lacs	
(iii)	34,801,055	34,983,123
	LC Outstanding as on 31.03.15	

34 **SEGMENT REPORTING**

As per information given to us and to the best of our knowledge company is only manufacturing of Skelp, MS Pipes & GI Pipes therefore segment reporting in this case is not applicable.

35 During the year, pursuant to the notification of Schedule II to the Companies Act, 2013 with effect from 1 April 2014, the company has revised the estimated useful life of some of its assets to align the useful life with those specified in Schedule II. The details of previously applied depreciation method, rated/useful life for these assets are as follows:

Assets	Previous depreciate rate	Revised useful life
Building	3.34	30 years
Plant & Machinery	4.75	20 years
Tools & Equipments	4.75	15 years
Office Equipment	4.75	5 years
Furniture & fittings	6.33	10 years
Vehicles	9.50	8 years
Computer	16.21	3 years
Other Assets *	4.75	5 years

* other assets includes Refrigerator, Airconditioner, Television.

Purseant to the transition provision prescribed in Schedule II to the Companies Act 2013, the company has fully depreciated the carrying value of assets, net of residual calue, where the remaining useful life of the asset was detaermined to be NIL as on 1 April 2014, and has adjusted an amount of Rs.18,89,420/- against the opening surplus balance in the Statement of Profit and Loss uner Reserves and Surplus

36 **RELATED PARTY DISCLOSURE**

36.1 **Nature of Relationship**

Key Managerial Person

i) Holding Company	NIL	NIL
ii) Subsidiaries	NIL	NIL

iii) Key Managerial Personnel

Mr VinayGoyal (Managing Director)
Mr S.N Seshadri (Whole time Director)
Mr.Ram Kishan Yadav (Whole time Director)
Ms.Uma
Mr.Debidutta Mishra(C.F.O)

36.2 **Nature of Transaction**

Directors Remuneration

Mr VinayGoyal (Managing Director)	2,400,000	1,800,000
Mr S.N Seshadri (Whole Time Director)	271,692	275,472
Mr.Ram Kishan Yadav	179,386	221,328
Ms.Uma	21,959	-
TOTAL	2,873,037	2,296,800

CRIMSON METAL ENGINEERING COMPANY LIMITED
(Formerly known as SRI SAARBATI STEEL TUBES LIMITED)

PARTICULARS	Amount in Rs. As at 31 st March	
	2015	2014
37.1	<u>IMPORTED & INDIGENOUS RAW MATERIALS CONSUMED</u>	
Imported	-	-
Indigenous	317,453,155	433,517,355
TOTAL	317,453,155	433,517,355
	<u>Percentage of consumption</u>	
Imported	0.00%	0.00%
Indigenous	100.00%	100.00%
TOTAL	100.00%	100.00%
37.2	<u>DETAILS OF IMPORTED & INDIGENOUS RAW MATERIALS CONSUMED</u>	
H R COIL	272,573,527	345,369,994
G P COIL	12,029,628	33,950,325
ZINC	32,850,000	54,150,725
Indigenous 100 %	317,453,155	433,471,044
38	<u>Other Receivable included the following</u>	
Insurance Claim Receivable	4,272,874	4,272,874
Job work Income Receivable	-	-
License on hands	-	-
TOTAL	4,272,874	4,272,874
39	<u>Detail of finished goods</u>	
39.1	Purchase of stock in trade - -	
39.2	Sale of finished goods (Black Pipes & GI Pipes) 347,160,677 567,528,365	
39.3	Closing stock of finished goods	
Opening	7,827,145	29,615,082
Closing	9,612,451	7,827,145

40 **GENERAL**

- Balance in Sundry Debtors/ Creditors and advances are subject to confirmation
- Previous Year's Figures have been re-arranged and re-grouped wherever necessary.
- Tax deducted at source from the payment to contractors, Professional charges, Commission, interest and Salaries have been deposited.
- In view of insufficient information from the suppliers regarding their status as SSI units the amount due to small scale Industrial Undertakings cannot be ascertained.

SIGNATURE TO NOTES ON FINANCIAL STATEMENTS 2 TO 41

As per our report of Even Date Annexed

As per our report of even date
for ABHAY JAIN & CO
Chartered Accountants,
FRN No: 000008 S

(A.K. JAIN)
Partner.
M.No.070224

Place: Chennai
Date: 30.05.2015

for and on behalf of the Board
Sd/-
(VINAY GOYAL)
Managing Director
Sd/-
(S.N.SESHADRI)
Whole time Director
Sd/-
(DEBIDUTTA MISHRA)
C.F.O

CRIMSON METAL ENGINEERING COMPANY LIMITED
(Formerly known as SRI SAARBATI STEEL TUBES LIMITED)

IMPORTANT

Company's shares are listed in Bombay Stock Exchange and can be traded. Company has obtained ISIN from CDSL and NSDL. Now shares can be demated and traded, shareholders can approach their DP for demating their shares.

ISIN NO: INE318P01016

BSE SCRIPT CODE : 526977

Date :

Dear Sir / Madam

Pursuant to the Green Initiative in the Corporate Governance initiated by the Ministry of Corporate Affairs (MCA) vide its circular dated 21/4/2011, your company has proposed to send the Notice / Annual Report / documents through electronic mode to our shareholders.

This, you will appreciate, would facilitate fast, secured communication and contribute towards improved environment.

Kindly arrange to send the following details to our above address duly signed, which will be considered by us for sending the future communication through Email.

Company Name	Crimson Metal Engineering Company Ltd
Folio No.	
Name (1 st / Sole Holder)	
Email ID	
Mobile Number	
Pan (Optional)	

In case if you are holding the shares in electronic mode, you may kindly register / update your correct email id with your DP, so that the future communication can be sent through the same.

Signature of the Shareholder

Thanking You,

Yours truly,
For CRIMSON METAL ENGINEERING COMPANY LIMITED

CRIMSON METAL ENGINEERING COMPANY LIMITED

CIN: L27105TN1985PLCO11566

Regd. Office : 163/1, Prakasam Road, II Floor, Chennai -600 108.

31st ANNUAL GENERAL MEETING ON MONDAY THE 28TH DAY OF SEPTEMBER 2015 AT 10:30 A.M

ATTENDANCE SLIP

Please complete the attendance slip and hand over at the entrance of the Meeting Hall.

Name & Address of the Shareholder(s) (In block letters):

Joint Holder's Name (In block letters):

No of Shares Held :

I certify that I am a registered equity shareholder / Proxy for the registered equity shareholder of the Company. I hereby record my presence at the 31st Annual general meeting, to be held on Monday, 28th September 2015 at Andhra Chamber of Commerce Velagapudi Ramakrishna Building, 23, Third Cross Street, West C.I.T Nagar, Nandhanam, Chennai- 600 035 at 10.30 a.m.

Signature of shareholder / Joint Holder / Proxy attending the Meeting.....

Electronic Voting Event Number (Even)	User ID	Password

Note: Person attending the Meeting is requested to bring this Attendance Slip and Annual Report with him / her. Duplicate Attendance Slip and Annual Report will not be issued at the Annual General Meeting.

CRIMSON METAL ENGINEERING COMPANY LIMITED

CIN: L27105TN1985PLCO11566

Regd. Office : 163/1, Prakasam Road, II Floor, Chennai -600 108.

31st ANNUAL GENERAL MEETING ON MONDAY THE 28TH DAY OF SEPTEMBER 2015 AT 10:30 A.M

FORM MGT-11

Proxy form

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

Name of the member (s):

Registered address:

E-mail Id:

Folio No/ Client Id:

DP ID:

I/We, being the member (s), holding shares of the above named company, hereby appoint

1. Name: Address:.....

E-mail Id:..... Signature:....., or failing him/her

2. Name: Address:.....

E-mail Id:..... Signature:....., or failing him/her

3. Name: Address:.....

E-mail Id:..... Signature:....., or failing him/her

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 31st Annual general meeting, to be held on Monday, 28th September 2015 at Andhra Chamber of Commerce Velagapudi Ramakrishna Building, 23, Third Cross Street, West C.I.T Nagar, Nandhanam, Chennai- 600 035 at 10.30 a.m. and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution Number	Description of Resolution	No. of Shares held by me	I assent to the resolution	I dissent to the resolution
Ordinary Business				
1	Consider and adopt the Audited Statements of Account for the year ended 31 st March, 2015 and the Reports of Directors and the Auditors thereon.			
2	Re-appointment of Mr.Narayanamurthy Seshadri(DIN: 02927049) who retires by rotation as a whole time Director			
3	Ratification of Appointment of M/s Abhay Jain & Co, Chartered Accountants as statutory auditors and fixing their remuneration.			
Special Business				
4	Confirmation of Appointment of Smt.R.Uma as Whole Time Director			
5	Revision in Remuneration of Shri. Vinay Kumar Goyal, Managing Director			

Signed this..... day of..... 2015

Signature of shareholder

Signature of Proxy holder(s)

Affix One
Rupee
Revenue
Stamp

Note: 1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting. It is optional to indicate your preference. If you label column 'For, Against, Abstain' blank against all or any of the resolutions, your proxy will be entitled to vote in the manner as he / she may deem appropriate.

2. For the Resolutions, Explanatory Statement and Notes, please refer to the Notice of the 31st Annual General Meeting.

3. A person can act as proxy on behalf of Members not exceeding fifty(50) and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights, In case a proxy is proposed to be appointed by a Member holding more than 10% of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other person or Member.

CRIMSON METAL ENGINEERING COMPANY LIMITED

CIN: L27105TN1985PLCO11566

Regd. Office : 163/1, Prakasam Road, II Floor, Chennai -600 108.

Form No. MGT-12 POLLING / BALLOT PAPER

[Pursuant to section 109(5) of the Companies Act, 2013 and rule 21(1)(c) of the Companies (Management and Administration) Rules, 2014]

Sl. No.	Particulars	Details
1	Name of the First Named Shareholder (In block letters)	EQUITY
2	Postal Address	
3	Registered Folio No / *Client ID No: (*Applicable to Investors holding shares in dematerialized form)	
4	Class of Share	

Resolution Number	Description of Resolution	No. of Shares held by me	I assent to the resolution	I dissent to the resolution
Ordinary Business				
1	Consider and adopt the Audited Statements of Account for the year ended 31 st March, 2015 and the Reports of Directors and the Auditors thereon.			
2	Re-appointment of Mr.Narayanamurthy Seshadri(DIN: 02927049) who retires by rotation as a whole time Director			
3	Ratification of Appointment of M/s Abhay Jain & Co, Chartered Accountants as statutory auditors and fixing their remuneration.			
Special Business				
4	Confirmation of Appointment of Smt.R.Uma as Whole Time Director			
5	Revision in Remuneration of Shri. Vinay Kumar Goyal, Managing Director			

Place:

Date:(Signature of shareholder)

INSTRUCTIONS

- Members may after duly filling up the Ballot Form printed overleaf, submit the same in a sealed envelope to the Scrutinizer, **Mrs.Lakshmmi Subramanian**, Practising Company Secretary, Unit: **Crimson Metal Engineering Company Limited, "K Sons Complex", 163/1, Prakasam Road, II Floor, Chennai 600108** to his email id **lakshmmi6@gmail.com** as to reach by 5.00 p.m. on or before Sunday, the 27th day of September, 2015. Ballot paper received thereafter will strictly be treated as if not received.
- The consent must be accorded by recording the assent in the column 'I Assent the Resolution' and dissent in the column 'I Dissent the Resolution' by placing tick mark () in the appropriate column.
- The Company will not be responsible, if the envelope containing the Ballot Form is lost in transit.
- Unsigned, incomplete or incorrectly ticked forms are liable to be rejected and the decision of the Scrutinizer on the validity of the forms will be final.
- In the event a member casts his votes through both the processes, i.e., e-voting and Ballot Form, the votes in the electronic system will be considered and the Ballot Form will be ignored.
- The right of voting through Ballot Form shall not be exercised by a proxy.
- To avoid fraudulent transactions, the identity / signature of the members holding shares in electronic / demat form is verified with the specimen signatures furnished by NSDL / CDSL and that of members holding shares in physical form is verified as per the records of the share transfer agent of the Company (i.e., Cameo Corporate Services Limited). Members are requested to keep the same updated.
- There will be only one Ballot Form for every Folio / DP ID / Client ID irrespective of the number of joint members.
- In case of Joint Holders, the Ballot Form should be signed by the first named shareholder and in his/her absence by the next named shareholders. Ballot Form signed by the Joint Holder shall be treated valid if signed as per records available with the Company and the Company shall not entertain any objection on such Ballot Form signed by other joint holders.
- Where the Ballot Form has been signed by an authorized representative of the body corporate / Trust / Society, etc, a certified copy of the relevant authorization / Board resolution to vote should accompany the Ballot Form.
- Instructions for the e-voting procedure are available in the Notice of the AGM and are also placed on the website of the Company.

**REGISTERED BOOK - POST
PRINTED MATTER**

TO

If undelivered Please return to :

**CRIMSON METAL ENGINEERING COMPANY LIMITED
Regd. Office : 163/1, Prakasam Road,
K.Sons Complex, II Floor,
Chennai - 600 108.**