

CRIMSON METAL ENGINEERING COMPANY LIMITED

***Annual Report
and Accounts for the year ended
31st March 2017***

33

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

CIN No. L27105TN1985PLC011566

BOARD OF DIRECTORS

Shri. Vinay Goyal (Managing Director)
Smt. R.Uma (Whole - Time Director)
Shri. Rama IyengarSrinivasa Chari (Independent Director)
Shri. Krishan Chand Batra (Independent Director)
Shri. Chandrakesh Pal (Whole Time Director)
Shri. Naresh Sharma (Independent Director)

COMPLIANCE OFFICER

Shri Chandrakesh Pal
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
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

WORKS - TUBE MILL DIVISION

Sedarpet Industrial Estate
Mailam Road, Pondicherry 605 111.

WORKS-FLAT PRODUCTS DIVISION

Karasur Village,
Villianur Commune, Pondicherry.

STOCK EXCHANGE

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

Scrip Code: 526977

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 33rd Annual General Meeting of the Company will be held on Tuesday, the 26th September 2017 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, 2017 together with the Reports of Board of Directors and Auditors.
2. To appoint a Director in the place of Ms.R.Uma (DIN: 07029264) who retires by rotation and being eligible, offers herself for re-appointment.
3. To appoint of Auditors of the Company and to fix their remuneration

Explanation:- The Companies Act 2013 ('the Act') was notified effective April 1, 2014. Section 139 of the Act lays down the criteria for appointment and mandatory rotation of statutory auditors. Pursuant to section 139 of the Act and rules made thereunder, it is mandatory to rotate the statutory auditors on completion of two terms of five consecutive years. The rules also lay down the transitional period that can be served by the existing auditors depending on the number of consecutive years for which an audit firm has been functioning as auditor in the same company. The incumbent auditors, M/s Abhay Jain & Co, Chartered Accountants (Registration No. 000008S) have served the company for over 10 years before the Act was notified and will be completing the maximum number of transitional period (three years) at the ensuing 33rd AGM. The Audit committee of the company has proposed and on May 30, 2017, The Board has recommended the appointment of M/s.Jain Vishal & Co, Chartered Accountants (Firm registration number:015407S) as statutory auditors of the company. They will hold office for a period of five consecutive years from the conclusion of the 33rd Annual General Meeting of the company till the conclusion of the 38th Annual General Meeting to be held in 2022. The first year of audit will be of the financial statements for the year ending March 31, 2018, which will include the audit of the quarterly financial statements for the year. Therefore, shareholders are requested to consider and if thought fit, to pass the following resolution as ordinary resolution

RESOLVED THAT pursuant to Sections 139,142 and other applicable provisions, if any, of the Companies Act 2013 and the rules made thereunder, as amended from time to time, pursuant to the proposal of the audit committee of the Board and recommendation of the Board M/s.Jain Vishal & Co, Chartered Accountants (Firm registration

number:015407S) be and is hereby appointed as statutory auditors of the Company, to hold office for a period of five consecutive years commencing from the financial year 2017-18, on a remuneration that may be determined by the audit committee in consultation with the auditors and that such remuneration may be paid on a progressive billing basis.

By Order of the Board

VINAY KUMAR GOYAL

Place: Chennai
Date: 17.08.2017

Managing Director
DIN-00134026

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THIS ANNUAL GENERAL MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND VOTE ON POLL INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. A person can act as proxy on behalf of Members not exceeding fifty (50) and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights.

A Member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as Proxy and such person shall not act as a Proxy for any other person or shareholder.

THE PROXY FORM SHOULD BE LODGED WITH THE COMPANY AT LEAST 48 HOURS BEFORE THE SCHEDULED COMMENCEMENT OF THE MEETING.

Revenue Stamp should be affixed on the Proxy Form. Forms which are not stamped are liable to be considered invalid. It is advisable that the Proxy holder's signature may also be furnished in the Proxy Form, for identification purpose.

2. The Register of Members and Transfer Books of the Company will remain closed from Friday 22nd September 2017 to Tuesday, 26th September 2017 (both days inclusive) for the purpose of AGM.

3. Members/Proxies should bring the Attendance Slip sent herewith duly filled in for attending the meeting.

4. 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/ SEBI LODR Regulations 2015

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

permits companies to send soft copies of the Annual Report to all those shareholders who have registered their email addresses for the said purpose. Hence Members are requested to register their e-mail addresses with the Company by sending their details relating to name, folio no/DP Id/Client Id to the company's email id investorgrievance@crmetal.in.

5. Members are requested to notify immediately any change in their address to the Registrar and Share transfer Agent – M/s. Cameo Corporate Services Ltd., "Subramanian Buildings", 1, Club House Road, Chennai-600 002.

6. Members who hold shares in physical form are requested to dematerialize their holdings to make the Company's shares traded in normal segment.

7. Information about Directors retiring by rotation.

Name of the Director	R.UMA
Din	07029264
Age	51
Date of appointment	06/01/2015
Experience in years	16
No.of shares as on 31.03.2017	Nil
Directorship in other public companies	Nil
Chairman/Member of committees of other company	Nil
Relationship with any other Director	Nil

8- 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 the members whose email IDs are registered 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.

9- Voting through Electronic Means

In compliance with provisions of Section 108 of the Companies Act 2013 read with the Companies (Management and Administration) Rules, 2014, the Company is pleased to offer E-Voting facility as an alternate, for its shareholders to enable them to cast their votes electronically at the 41st Annual General Meeting (AGM) through e-voting service provided by Central Depository Services (India) Limited. E-Voting is optional. The procedure and instructions for the same are as follows:

The Company will provide the e-voting facility through CDSL. The e-voting procedures are set out below:

The instructions for members for voting electronically are as under:-

- (i) The voting period begins on Saturday 23.09.2017 at 9.00 a.m. and ends on Monday 25.09.2017 at 5.00 p.m. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) 19.09.2017, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) The Shareholders should log on the e-voting website www.evotingindia.com
- (iii) Click on " Shareholders " tab
- (iv) Now, select the " CRIMSON METAL ENGINEERING COMPANY LIMITED " from the drop down menu and click on " SUBMIT"
- (v) 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.
- (vi) Next enter the image verification as displayed and click on Login
- (vii) 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.
- (viii) If you are a first time user follow the steps given below:

For Members holding shares in Demat Form and Physical Form

PAN* Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)

 - 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

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

your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.

Dividend Bank Details# Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio.

- 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 member id / folio number in the Dividend Bank details field as mentioned in instruction (v)

(ix) After entering these details appropriately, click on "SUBMIT" tab.

(x) Members holding shares in physical form will then reach directly 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.

(xi) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

(xii) Click on the EVSN for CRIMSON METAL ENGINEERING COMPANY LIMITED

(xiii) 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.

(xiv) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

(xv) 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.

(xvi) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

(xvii) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.

(xviii) 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.

(xix) Note for Non-Individual Shareholders and Custodians

- Institutional 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) 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.

(xx) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Question ("FAQs") and e-voting manual available at www.evotingindia.com under help section or write an email to helpdesk.evoting@cdslindia.com

10. Please note that by virtue of providing the e-voting facility by the company as per Rule 20 of Companies (Management and Administration) Rules, 2014 the following will be applicable:

- (i) The manner of voting for the members being present in the General Meeting will be on "proportion principle" i.e. one share – one vote unlike one person one vote principle, further, as per the provision of the Companies Act, 2013, demand for poll will not be relevant.
- (ii) The option of voting by show of hands will not be available for members presenting the General Meeting in view of clear provision of section 107 of the Companies Act, 2013, i.e. voting by show of hands would not be allowable in cases where Rule 20 of Companies (Management and Administration) Rules, 2014 is applicable.
- (iii) Any member who has voted through e-voting facility provided by the company may also participate in the General Meeting in person, but such a member will not be able to exercise his vote again in the meeting, and the earlier vote casted through electronic means will be treated as final.
- (iv) The facility for voting through ballot form shall be made available to all the shareholders who could not exercise their vote through e-voting. The ballot paper in Form MGT-12 is being sent to all the members, along with this report. The voting rights of Members shall be in proportion their shares of the paid up equity share capital of the Company as on 19.09.2017.

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

A Member desiring to exercise vote by ballot paper should complete the Ballot Form attached with this report and sent it to :CRIMSON METAL ENGINEERING COMPANY LIMITED, 163/1 PRAKASAM ROAD, BROADWAY, CHENNAI.600 108.

Please return the form duly completed through post or courier, so as to reach the company on or before 5.00 p.m on 25.09.2017

The facility of voting through ballot form shall also be made available at the meeting and the members attending the meeting who have not cast their vote by remote e-voting shall be able to vote at the meeting through ballot form

- (v) Any person, who acquires shares of the Company and becomes member of the Company after dispatch of the notice and holding shares on the cut-off date i.e. 19.09.2017 may obtain the login ID and password by sending an email to investorgrievance@crmetal.in, investor@cameoindia.com or helpdesk.evoting@cdslindia.com by mentioning their Folio No./DP ID and Client ID. However, if you are already registered with CDSL for remote e-voting then you can use your existing user ID and password for casting your vote
- (vi) The Scrutinizer shall, immediately after the conclusion of voting at the general meeting, will first count the votes cast at the meeting and thereafter unblock the votes cast through remote 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 after the conclusion of the AGM, a consolidated scrutiniser'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 and declare the result of the voting forthwith.
- (vii) The results declared along with the Scrutinizer's Report shall be placed on the Company's website www.crmetal.in and website of CDSL <http://www.evotingindia.com> and also forward the same to the Bombay Stock Exchange Limited simultaneously, where the Company's shares are listed.

11. 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.

12. 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.

13. Members may avail of the nomination facility as provided under Section 72 of the Companies Act, 2013.

14. 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.

15. 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.

16. 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).

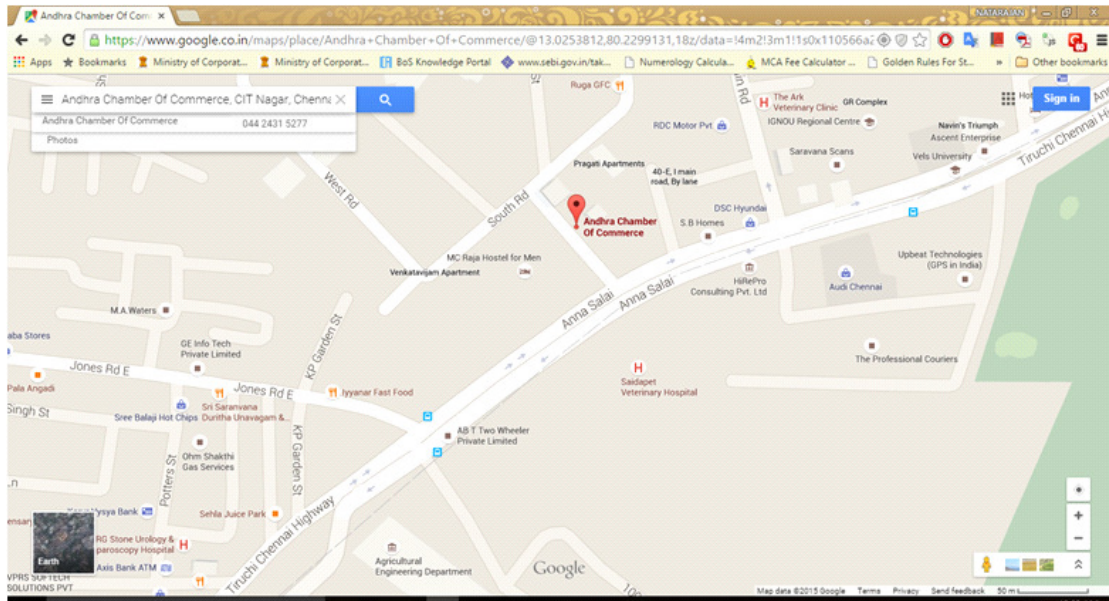
By order of the Board

VINAY KUMAR GOYAL
Managing Director
DIN-00134026

Place: Chennai
Date: 17.08.2017

CRIMSON METAL ENGINEERING COMPANY LIMITED
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ROUTE MAP OF THE AGM VENUE



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

DIRECTORS' REPORT

Dear Shareholders,
Your Directors have pleasure in presenting the 33rd Annual Report of Crimson Metals Engineering Company Limited along with the audited financial statements for the year ended March 31, 2017.

FINANCIAL HIGHLIGHTS

2016-2017 2015- 2016
Amount in Rupees

S. NO	PARTICULARS	Audited financial Statement for the year ended 31.03.2017	Audited financial Statement for the year ended 31.03.2016
1	TOTAL REVENUE	46,10,85,488	459212988
2	TOTAL EXPENSES	45,27,94,829	451403805
3	PROFIT BEFORE TAX	82,90,659	7809183
4	CURRENT TAX	16,90,000	1524330
5	DEFERRED TAX	10,51,861	1408808
4	PROFIT AFTER TAX	55,48,798	4876045

PERFORMANCE AND STATE OF AFFAIRS OF THE COMPANY.

During the year 2016-2017, the Company has earned a net profit after tax of Rs.55,48,798 as against Rs.4876045 earned in the previous year. On the sales front, the Company has achieved a turnover of about Rs.46,10,85,488 during the year 2016-2017 as against Rs.459212988 achieved in 2015-2016.

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

DIVIDEND & TRANSFER OF PROFIT TO RESERVES:

In order to conserve resources the board of directors has decided not to declare any dividend for the current financial year 2016-17 and has not proposed to transfer any of its profits to reserves.

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 2016 – 2017.

SUBSIDIARIES, ASSOCIATES AND JOINT VENTURE COMPANIES

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

CONSERVATION OF ENERGY, 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

Board Composition and Independent Directors

The Board consists of the Executive Chairman, two Executive directors and three Independent Directors.

Independent Directors are appointed for a term of five years and are not liable to retire by rotation.

All Independent Directors have given declarations that they meet the criteria of independence as laid down under Section 149(6) of the Companies Act, 2013 and Regulation 16(b) of the SEBI LODR.

Retirement by Rotation: -

In terms of Section 152 of the Companies Act 2013, Ms.R.Uma, who retire by rotation at the forthcoming AGM and is eligible for re-appointment. Ms.R.Uma offered herself for re-appointment. Her Brief profile is included in the Notice of forthcoming Annual General Meeting of the company

Key Managerial Personnel:

The company is in the process of finding a suitable KMP for the post of Company Secretary & Chief Financial Officer.

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

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

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 the same is available on the Company website www.crmetal.in.

INFORMATION U/s 197(12) OF THE COMPANIES ACT 2013

The information required under section 197 (12) of the Act read with rule 5(1) and 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is attached herewith as Annexure-II.

DISCLOSURE WITH RESPECT TO DEMAT SUSPENSE ACCOUNT/ UNCLAIMED SUSPENSE ACCOUNT

The Company has nothing to disclose with respect to demat suspense account/ unclaimed suspense account

AUDITORS

STATUTORY AUDITORS

The Companies Act 2013 ('the Act') was notified effective April 1, 2014. Section 139 of the Act lays down the criteria for appointment and mandatory rotation of statutory auditors. Pursuant to section 139 of the Act and rules made thereunder, it is mandatory to rotate the statutory auditors on completion of two terms of five consecutive years. The rules also lay down the transitional period that can be served by the existing auditors depending on the number of consecutive years for which an audit firm has been functioning as auditor in the same company. The incumbent auditors, M/s. Abhay Jain & Co, Chartered Accountants, (firm registration no. 000008S) have served the company for over 10 years before the Act was notified and will be completing the maximum number of transitional period (three years) at the ensuing 33rd AGM.

The Audit committee of the company has proposed and on May 30, 2017, The Board has recommended the appointment of M/s. Jain Vishal & Co, Chartered Accountants (Firm registration number: 015407S) as statutory auditors of the company for the approval of Members in the AGM

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 2016-17.

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 2016-17.

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

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

The Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017 based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control. M/s Singhi & co, Chartered Accountant was appointed as internal auditors of the Company. The internal auditors of the Company regularly conduct audit and submit his quarterly reports, which are 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 2016 – 2017, the Company has not entered into any transaction with related parties as per section 188 of the Companies Act, 2013.

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 -IV to this report.

RISK MANAGEMENT POLICY

The risk management is overseen by the Audit committee/ Board of Directors of the company in a continuous

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

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 2016-17, 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 interest on deposits from public was outstanding as on date of the balance sheet.

CORPORATE GOVERNANCE REPORT

Since your company's paid up capital and Net worth is less than Rs.10 Crores and Rs.25 Crores respectively, the provisions of clause 27 of the SEBI LODR, 2015 relating to Corporate Governance, is not applicable to the Company.

NUMBER OF MEETINGS OF THE BOARD

The Board met 6 (Six) times during the financial year, and the intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

ANNUAL BOARD EVALUATION

Pursuant to the provisions of the Companies Act, 2013 and in terms of Regulation 17(10) of the SEBI Listing Regulations, 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 the Nomination and Remuneration Committees.

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 judgment, 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

WHISTLE BLOWER POLICY/VIGIL MECHANISM

Pursuant to section 177(9) of the Companies Act, 2013 read with Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014 and clause 49 of the Listing Agreement, the Board of Directors had approved the policy on vigil mechanism / whistle blower and the same was hosted on the website of the Company. The policy inter-alia provides a direct access to the Chairman of the Audit Committee.

Your Company hereby affirms that no Director / employee has been denied access to the Chairman of the Audit Committee and that no complaints were received during the year

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

BOARD COMMITTEES

The Board had constituted the following committees Viz Audit Committee, Nomination and Remuneration Committee and Stakeholders' Relationship Committee

CORPORATE SOCIAL RESPONSIBILITY (CSR):

Your company is not meeting the threshold as prescribed under Companies Act, 2013, i.e., Net Profit greater than Rs.5 Crores or Turnover greater than Rs.1000 Crores or Net worth greater than Rs. 500 Crores in the preceding 3 Financial Years and therefore the provisions relating to CSR in accordance with the provisions of section 135 of the Act does not arise.

DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS/ COURTS/ TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE:

During the year, there were no such instances of significant and material orders passed by the regulators, courts or tribunals.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

I Industry structure and developments.

Crimson Metal Engineering Company Ltd is in to steel industry. Our Company has survived the toughest period in the industry and that's why it's identity in the industry is well established.

II. Discussion on financial performance with respect to operational performance

As far as the financial performance of the company is concerned, during the year 2016-2017, the Company has earned a net profit after tax of Rs. 55,48,798 as against Rs. 48,76,045 earned in the previous year. On the sales front, the Company has achieved a turnover of about Rs.46,10,85,488 during the year 2016-2017 as against Rs. 45,92,12,988 achieved in 2015-2016. In the operational performance front the company has achieved increased tonnage of production during the current financial year when compared to the earlier financial year.

III. Opportunities and Threats.

Due to the expanding economy, industries where company's products are used will also look up giving growth opportunities for the company.

However dumping of raw materials, making the end product prices volatile is a threat to be managed.

IV. Segment-wise or product-wise performance.

The company is operating in single segment and product viz., manufacture of pipes.

V. Outlook

Outlook of the industry continues to be good. With the economy looking up with all round growth we hope the company's products will also have better growth.

VI. Risks & Concerns

The main risk to which the company is exposed to is the fluctuation in the Raw material prices and the competition from the various competitors. During the course of year the company has broad based its operations. This, we believe will strengthen the company to weather any unforeseen volatility in its operations.

VII. Internal Control Systems

The Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017 based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control. M/s Singhi & co, Chartered Accountant was appointed as internal auditors of the Company. The internal auditors of the Company regularly conduct audit and submit his quarterly reports, which are 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.

VII. Material developments in Human Resources / Industrial Relations front, including number of people employed

No Material developments have occurred in Human Resources / Industrial Relations front.

VIII. Cautionary Statement:

Statement in the management discussion, prescribing the company's objective and expectations may be "forward looking statements" within the meaning of applicable SEBI laws and regulations. Actual results may differ materially from those expressed or implied. Important factors that could make a difference to the company's operations include economic demand/ supply and price conditions in the domestic/ international markets, change in government regulations, tax laws, other statutes and incidental factors.

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

DISCLOSURE OF ACCOUNTING TREATMENT:

No differential treatment has been followed during the financial year 2016-17 in preparation of the financial statements.

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

R.UMA
WHOLE TIME DIRECTOR
DIN: 07029264

Place: Chennai
Date: **17.08.2017**

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

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	28,41,680	27,33,196
Rate/Unit in Rs.	6.58	6.38
Total Cost in Rs.	186,97,757	174,30,098
Own Generated (Diesel) in Rs.	1,74,581	1,75,051
Total Cost	188,72,338	176,05,149
2. Furnace Oil (in Lts)	54,840	1,25,770
3. LPG (in Kgs)	3,72,278	3,67,339
B. CONSUMPTION PER UNIT OF PRODUCTION		
Production MTS	48,181	50,332
Electricity Units	58.98	54.30
Furnace Oil Lts	6.24	8.06
LPG in Kgs	17.61	12
C. TECHNOLOGY ABSORPTION	NIL	NIL
NOTE : CURRENT YEAR CONSUMPTION INCLUDES JOBWORK PRODUCTION		

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

Annexure II

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

Particulars	Disclosure Details		
	Vinay Kumar Goyal	Chandrakesh Pal	R.Uma
the ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year;	12.58	1.76	0.46
the percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year	Nil	NA	8
the percentage increase in the median remuneration of employees in the financial year;	Approximately up to 10% excluding workmen		
the number of permanent employees on the rolls of company	64		
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 up to 10%(approximately) Average percentile increase for Non-Managerial grade was up to 10% (approximately)		
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		

B) Disclosures pursuant to rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

	Employee 1	Employee 2	Employee 3	Employee 4	Employee 5
Name of the Employee	Vinay Goyal	Hardwari Lal	Munnidevi	Selvi Yuvaraj	S.Sivagami
designation of the employee;	Managing Director	Plant Head	Corporate Social Responsibility Officer	Planning Manager	Accounts Manager
remuneration received in Rs.;	24,00,000/-	6,07,068/-	5,75,124/-	5,38,301/-	4,97,400/-
nature of employment, whether contractual or otherwise;	Permanent	Permanent	Permanent	Permanent	Permanent
qualifications and experience of the employee;	B.Com with 32 years	Intermediate with 30 years	Graduate with 20 year	MBA with 15 years	B.Com with 20 years
date of commencement of employment;	4/1/1997	8/1/2010	8/1/2010	8/1/2010	8/1/2010
the age of such employee;	49 yrs	60 yrs	57 yrs	40 yrs	42 yrs
the last employment held by such employee before joining the company;	nil	Ganges International Pvt Ltd	Ganges International Pvt Ltd	Ganges International Pvt Ltd	Ganges International Pvt Ltd
the percentage of equity shares held by the employee in the company within the meaning of clause (iii) of sub-rule (2) above; and	10.29%	nil	nil	nil	nil
whether any such employee is a relative of any director or manager of the company and if so, name of such director or manager:	No	no	no	no	no
	Employee 6	Employee 7	Employee 8	Employee 9	Employee 10
Name of the Employee	G.Baburam Gadoria	Baidyanath Prajapati	Supriya	Mohamed Yunus	Chandrakesh Pal
designation of the employee;	Manager Cashier	Foreman	Communication Officer	Sr. Engineer Planning	Whole Time Director
remuneration received in Rs.;	4,85,021/-	4,77,576/-	4,62,984/-	4,62,864/-	4,17,456/-
nature of employment, whether contractual or otherwise;	Permanent	Permanent	Permanent	Permanent	Permanent
qualifications and experience of the employee;	Gratuade with 35years	SSLC with 27 years	Gratuade with 7years	Diploma in Mech Engineering with 10 yrs	B.A with 20 years
date of commencement of employment;	8/1/2010	8/13/1990	8/1/2010	8/1/2010	2/1/2016
the age of such employee;	76 yrs	46 Yrs	28 yrs	30 yrs	41 yrs
the last employment held by such employee before joining the company;	Ganges International Pvt Ltd			Mando India Ltd	Ganges International Pvt Ltd
the percentage of equity shares held by the employee in the company within the meaning of clause (iii) of sub-rule (2) above; and	nil	nil	nil	nil	nil
whether any such employee is a relative of any director or manager of the company and if so, name of such director or manager:	no	no	no	no	no

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

Annexure III

SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED 31.03.2017
[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the
Companies (Appointment and Remuneration Personnel) Rules, 2014]

The Members
Crimson Metal Engineering Company Limited
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 **M/s. 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, 2017, 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 **M/s. Crimson Metal Engineering Company Limited** ("the Company") for the financial year ended on 31st March, 2017 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 and the Companies Act, 1956 to the extent applicable;
- 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 and the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015.
 - 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;
- v. The Listing Agreements entered into by the Company with the Stock Exchanges, where the Securities of the Company are listed and the uniform listing agreement with the said stock exchanges pursuant to the provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- vi. Secretarial Standards with respect to Meetings of Board of Directors (SS-1) and General Meetings (SS-2) issued by the Institute of Company Secretaries of India.
- vii. In our opinion and as identified and informed by the Management, the company has no Specific laws applicable since it is engaged in the business of manufacturing of pipes.

It is reported that during the period under review, the Company has been regular in complying with the provisions of the Act, Rules, Regulations and Guidelines, as mentioned above except that: -

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

- The company is in the process of initiating the strict compliances of both the Secretarial Standards in certain areas.
- The company, being a listed entity, is in the process of appointing certain KMP in terms of Section 203, of the Companies Act, 2013.

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 and the Employees Stock Option Scheme, 2007 approved under the provisions of the Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
- b) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009
- c) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998
- d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
- e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- f) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;

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, with regard to point (vii) above, the company is in the process of establishing adequate systems and processes to monitor and ensure compliance with other applicable general laws viz., Industrial Laws, Environmental, Human Resources and labour laws, including the following laws:

1. Employees Provident Fund and Miscellaneous Provisions Act, 1952
2. Employees' State Insurance Act, 1948
3. The Contract Labour (Regulation & Abolition) Act, 1970
4. The Factories Act, 1948
5. The Industrial Disputes Act, 1947
6. The Industrial Employment (Standing Orders) Act 1946
7. The Workmen's Compensation Act, 1923 & Rules
8. Payment of Gratuity Act 1972 & Rules
9. The Payment of Bonus Act, 1965
10. The Minimum Wages Act, 1948
11. The Maternity Benefit Act, 1961
12. Apprentices Act, 1961

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 well constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. 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 by filing necessary forms with the MCA.

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.

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

All decisions at Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of 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, which have a major bearing on the Company's affairs

For LAKSHMMI SUBRAMANIAN & ASSOCIATES

Sd/-
P.S.SRINIVASAN
Partner
ACS No. 1090
C.P.NO. 3122

Place: Chennai
Date: 17/08/2017

ANNEXURE-A

The Members

Crimson Metal Engineering Company Limited
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 the management. Our examination was limited to the verification of procedures on a 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/-
P.S.SRINIVASAN
Partner
ACS No. 1090
C.P.NO. 3122

Place: Chennai
Date: 17/08/2017

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

ANNEXURE IV

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 31.03.2017

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	manufacturers of Black Pipe (ERW Pipe & G I Pipe)	73061919	100.00

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
(Formerly known as SRI SAARBATI STEEL TUBES LIMITED)

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-2016 : 4428207
Paidup Shares as on 31-Mar-2017 : 4428207
For the Period From : 01-Apr-2016 To : 31-Mar-2017

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	1742712	0	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	0	0	0	0.0000	0	0	0	0.0000	0.0000
SUB - TOTAL (A)(1)		1742712	0	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	0	0	0	0.0000	0	0	0	0.0000	0.0000
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)		1742712	0	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	0	0	0	0.0000	0	0	0	0.0000	0.0000
SUB - TOTAL (B)(1)		0	0	0	0.0000	0	0	0	0.0000	0.0000

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

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	0	45040	45040	1.0171	0.0000
b.	INDIVIDUALS -									
	I INDIVIDUAL SHAREHOLDERS HOLDING NOMINAL SHARE CAPITAL UPTO RS. 1 LAKH	46880	422000	468880	10.5884	52280	416600	468880	10.5884	0.0000
	II INDIVIDUAL SHAREHOLDERS HOLDING NOMINAL SHARE CAPITAL IN EXCESS OF RS. 1 LAKH	35480	30080	65560	1.4805	35480	30080	65560	1.4805	0.0000
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	1333	2087642	2088975	47.1742	1394190	694785	2088975	47.1742	0.0000
		1333	2104682	2106015	47.5590	1394190	711825	2106015	47.5590	0.0000
	SUB - TOTAL (B)(2)	83693	2601802	2685495	60.6452	1481950	1203545	2685495	60.6452	0.0000
	TOTAL PUBLIC SHAREHOLDING (B) = (B)(1)+(B)(2)	83693	2601802	2685495	60.6452	1481950	1203545	2685495	60.6452	0.0000
	TOTAL (A)+(B)	1826405	2601802	4428207	100.0000	3224662	1203545	4428207	100.0000	0.0000
	C. SHARES HELD BY CUSTODIANS AND AGAINST WHICH DEPOSITORY RECEIPTS HAVE 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)	1826405	2601802	4428207	100.0000	3224662	1203545	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

Sl. 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	PAN
		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	0.0000	1204940000167961	AHOPG4904E
2	PREM CHAND GOYAL	423570	9.5652	0.0000	423570	9.5652	0.0000	0.0000	1204940000167923	ACUPG1545Q
3	DEEPIKA GOYAL	203430	4.5939	0.0000	0	0.0000	0.0000	-4.5939	1204940000167879	AEAPG8661F
4	NITIN KUMAR GOYAL	160595	3.6266	0.0000	0	0.0000	0.0000	-3.6266	1204940000167904	AHOPG4903D
5	SHAKUNTALA DEVI	102994	2.3258	0.0000	0	0.0000	0.0000	-2.3258	1204940000168207	AKUPS2685P
6	PREMCHAND GOYAL AND SONS HUF .	85944	1.9408	0.0000	327551	7.3969	0.0000	5.4560	1204940000177885	AAAHP2886D
7	VINAY KUMAR GOYAL .	83010	1.8745	0.0000	83010	1.8745	0.0000	0.0000	1204940000171281	AAEHV0170J
8	HINA DEVI GOYAL	81336	1.8367	0.0000	0	0.0000	0.0000	-1.8367	1204940000167883	AHLPG7138H
9	ANURADHA GOYAL	81012	1.8294	0.0000	0	0.0000	0.0000	-1.8294	1204940000167864	AHOPG4905F
10	SUNIL KUMAR GOYAL	65000	1.4678	0.0000	249330	5.6304	0.0000	4.1626	1204940000167942	ACUPG1485H
11	YASHOMATI GOYAL SAHUWALA	0	0.0000	0.0000	203430	4.5939	0.0000	4.5939	1204940000169025	DOKPS3687Q

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

(iii) Change in Promoters' Shareholding (please specify, if there is no change)

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	PAN
		No of shares	% of total shares of the company	No of shares	% of total shares of the company		
1	VINAY KUMAR GOYAL At the beginning of the year 01-Apr-2016 At the end of the Year 31-Mar-2017	455821 455821	10.2935 10.2935	455821 455821	10.2935 10.2935	'1204940000167961	AHOPG4904E
2	PREM CHAND GOYAL At the beginning of the year 01-Apr-2016 At the end of the Year 31-Mar-2017	423570 423570	9.5652 9.5652	423570 423570	9.5652 9.5652	'1204940000167923	ACUPG1545Q
3	DEEPIKA GOYAL At the beginning of the year 01-Apr-2016 Sale 17-Mar-2017 At the end of the Year 31-Mar-2017	203430 -203430 0	4.5939 4.5939 0.0000	203430 0 0	4.5939 0.0000 0.0000	'1204940000167879	AEAPG8661F
4	NITIN KUMAR GOYAL At the beginning of the year 01-Apr-2016 Sale 17-Mar-2017 At the end of the Year 31-Mar-2017	160595 -160595 0	3.6266 3.6266 0.0000	160595 0 0	3.6266 0.0000 0.0000	'1204940000167904	AHOPG4903D
5	SHAKUNTALA DEVI At the beginning of the year 01-Apr-2016 Sale 17-Mar-2017 At the end of the Year 31-Mar-2017	102994 -102994 0	2.3258 2.3258 0.0000	102994 0 0	2.3258 0.0000 0.0000	'1204940000168207	AKUPS2685P
6	PREMCHAND GOYAL AND SONS HUF . At the beginning of the year 01-Apr-2016 Purchase 20-Jan-2017 Purchase 17-Mar-2017 At the end of the Year 31-Mar-2017	85944 81012 160595 327551	1.9408 1.8294 3.6266 7.3969	85944 166956 327551 327551	1.9408 3.7702 7.3969 7.3969	'1204940000177885	AAAHP2886D
7	VINAY KUMAR GOYAL . At the beginning of the year 01-Apr-2016 At the end of the Year 31-Mar-2017	83010 83010	1.8745 1.8745	83010 83010	1.8745 1.8745	'1204940000171281	AAEHV0170J
8	HINA DEVI GOYAL At the beginning of the year 01-Apr-2016 Sale 17-Mar-2017 At the end of the Year 31-Mar-2017	81336 -81336 0	1.8367 1.8367 0.0000	81336 0 0	1.8367 0.0000 0.0000	'1204940000167883	AHLPG7138H
9	ANURADHA GOYAL At the beginning of the year 01-Apr-2016 Sale 20-Jan-2017 At the end of the Year 31-Mar-2017	81012 -81012 0	1.8294 1.8294 0.0000	81012 0 0	1.8294 0.0000 0.0000	'1204940000167864	AHOPG4905F
10	SUNIL KUMAR GOYAL At the beginning of the year 01-Apr-2016 Purchase 17-Mar-2017 At the end of the Year 31-Mar-2017	65000 184330 249330	1.4678 4.1626 5.6304	65000 249330 249330	1.4678 5.6304 5.6304	'1204940000167942	ACUPG1485H
11	YASHOMATI GOYAL SAHUWALA At the beginning of the year 01-Apr-2016 Purchase 17-Mar-2017 At the end of the Year 31-Mar-2017	0 203430 203430	0.0000 4.5939 4.5939	0 203430 203430	0.0000 4.5939 4.5939	'1204940000169025	DOKPS3687Q

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

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

(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

Sl 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-2016 Demated 23-Dec-2016 At the end of the Year 31-Mar-2017	1392857 -1392857 0	31.4541 31.4541 0.0000	1392857 0 0	31.4541 0.0000 0.0000	'00007895 1204720008291831
2	CHANDRASHEKAR KRISHNA MURTHY At the beginning of the year 01-Apr-2016 At the end of the Year 31-Mar-2017	188200 188200	4.2500 4.2500	188200 188200	4.2500 4.2500	00007795 ANUPC7533R
3	GIRISH JHUNJHUNUWALA JT1 : SURYAJHUNJHUNUWALA At the beginning of the year 01-Apr-2016 At the end of the Year 31-Mar-2017	134000 134000	3.0260 3.0260	134000 134000	3.0260 3.0260	TL000104
4	SURYA JHUNJHUNUWALA JT1 : GIRISH JHUNJHUNUWALA At the beginning of the year 01-Apr-2016 At the end of the Year 31-Mar-2017	106667 106667	2.4088 2.4088	106667 106667	2.4088 2.4088	TL000112
5	VIDYADEVI JHUNJHUNUWALA JT1 : SUNDER JHUNJHUNUWALA At the beginning of the year 01-Apr-2016 At the end of the Year 31-Mar-2017	79718 79718	1.8002 1.8002	79718 79718	1.8002 1.8002	TL000105
6	VIDYA DEVI JHUNJHUNUWALA JT1 : SHYAMSUNDAR JHUNJHUNUWALA At the beginning of the year 01-Apr-2016 At the end of the Year 31-Mar-2017	64000 64000	1.4452 1.4452	64000 64000	1.4452 1.4452	TL000151
7	SURYA JHUNJHUNUWALA JT1 : GIRISH JHUNJHUNUWALA At the beginning of the year 01-Apr-2016 At the end of the Year 31-Mar-2017	60000 60000	1.3549 1.3549	60000 60000	1.3549 1.3549	TL000152
8	GIRISH JHUNJHUNUWALA JT1 : SURYAJHUNJHUNUWALA At the beginning of the year 01-Apr-2016 At the end of the Year 31-Mar-2017	60000 60000	1.3549 1.3549	60000 60000	1.3549 1.3549	TL000153
9	BILASRAI GOYAL At the beginning of the year 01-Apr-2016 At the end of the Year 31-Mar-2017	35480 35480	0.8012 0.8012	35480 35480	0.8012 0.8012	IN30036020013049 AEIPG8900M
10	KIRON CH At the beginning of the year 01-Apr-2016 At the end of the Year 31-Mar-2017	30080 30080	0.6792 0.6792	30080 30080	0.6792 0.6792	TL000497

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

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

(v) Shareholding of Directors and Key Managerial Personnel :

Name of the Company : CRIMSON METAL ENGINEERING COMPANY LTD

Sl No	Name of the Share holder	Shareholding at the beginning of the year		Cumulative Shareholding during the year		FOLIO/ DP_CL_ID	PAN
		No of shares	% of total shares of the company	No of shares	% of total shares of the company		
1	VINAY KUMAR GOYAL					1204940000167961	AHOPG4904E
	At the beginning of the year 01-Apr-2016	455821	10.2935	455821	10.2935		
	At the end of the Year 31-Mar-2017	455821	10.2935	455821	10.2935		
2	R S CHARI						TL000181
	At the beginning of the year 01-Apr-2016	80	0.0018	80	0.0018		
	At the end of the Year 31-Mar-2017	80	0.0018	80	0.0018		

(v) INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

(Rs. in lakhs)

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year	137717782	3,70,39,071	NIL	17,47,56,853
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	137717782	3,70,39,071	NIL	17,47,56,853
Change in Indebtedness during the financial year				
Addition	132410184	-9,51,265	NIL	-11387693
Reduction				
Net Change	-5307598	-9,51,265	NIL	-11387693
Indebtedness at the end of the financial year				
i) Principal Amount	132410184	3,60,87,806		16,84,97,990
ii) Interest due but not paid				
iii) Interest accrued but not due		NIL		NIL
Total (i+ii+iii)	132410184	3,60,87,806	NIL	16,84,97,990

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

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	RAJARAM UMA	CHANDRAKESH PAL	
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	87900	335772	2823672
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	Nil	Nil	Nil	Nil
	Total (A)	2400000	87900	335772	2823672
	Ceiling as per the Act	WITHIN SCHEDULE V LIMITS			

B. Remuneration to other directors : NIL

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

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES: NIL

DECLARATION IN COMPLIANCE WITH THE CODE OF CONDUCT

This is to confirm that all the Board Members and the Senior Management have affirmed compliance with the Code of conduct for the year ended 31st March, 2017

For Crimson Metal Engineering Company Ltd.

Sd/-
 Vinay Kumar Goyal
 Managing Director
 DIN-00134026

Place: Chennai
 Date: 17th August 2017

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

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF CRIMSON METAL ENGINEERING COMPANY LIMITED 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, 2017, 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 Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Financial Statements that give the true and fair view of the financial position, financial performance and cash flows of the Company with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities, selection and application of the appropriate accounting policies, making judgements and estimates that are reasonable and prudent, and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on these 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 on the financial statement.

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, 2017;
- (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.
- (d) Company had provided requisite disclosures as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016 in point 2(g) of the notes of accounts which are in accordance with the books of accounts maintained by the Company and based on our audit procedure and relying on the management representation we report that the disclosures are in accordance with the books of accounts maintained by the company and as produced to us by the management.

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

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. 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.
- 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, 2017, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017, from being appointed as a director in terms of Section 164(2) of the Act.
- f. With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- g. With respect to the other matters 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.

2. 1. As required by the Companies (Auditor's Report) Order, 2016 (the Order) issued by the Central Government of India in terms of Section 143(3) of the Act, we give in the "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

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

**Place : Chennai
Date : 30.05.2017**

**(A K JAIN)
Partner
M No 70224**

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

Annexure - A to the Independent Auditors' Report

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Crimson Metal Engineering Company Limited ("the company") as of 31st March 2017, in conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial controls and both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

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

Opinion

In our opinion, the Holding Company and its subsidiary company, which is company incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

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

**Place : Chennai
Date : 30.05.2017**

**(A K JAIN)
Partner
M No 70224**

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

Annexure - B to the Independent Auditors' Report

The Annexure referred to in paragraph 1 of 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, 2017.

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. In our opinion the frequency of verification is reasonable

(c) The title deeds of immovable properties are held in the name of the Company.
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. 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(3a), (3b) and (3c) of the said order are not applicable to the Company
4. In our opinion, and according to the information and explanations given to us, the Company has not given any loan nor made any investment and not provided guarantee or any security as such the provisions of Section 185 and 186 of the Companies Act, 2013 is not applicable on the Company.
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 information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is regular in depositing the undisputed statutory dues, including provident fund, employees' state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues, as applicable, with the appropriate authorities.

(b) According to the information and explanations given to us and the records of the Company examined by us, the particulars of dues of income tax, sales tax, service tax, duty of customs and duty of excise duty, value added tax as at [balance sheet date] which have not been deposited on account of a dispute, are as follows :

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

Name of the statute	Nature of dues	Amount (Rs.in Lakhs)	Period to which the amount relates	Forum where the dispute is pending
Central Excise Act, 1944	Adoption of Incorrect Jobwork Value	9.71	A/Y 2005-06	Hon'ble Madras High Court
Central Excise Act, 1944	Wrong Availment of Cenvat	154.69	A/Y 2006-07	Hon'ble Madras High Court
ESI	Additional Demand	7.09	A/Y 2009-12	ESI Court, Puducherry

8. According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of loans or borrowings to any financial institution or bank or Government as at the balance sheet date.
9. The Company has not raised any moneys by way of initial public offer, further public offer (including debt instruments) . The Term Loans has been applied for the purposes for which those are raised.
10. 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 by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.
11. The Company has paid/ provided for managerial remuneration in accordance with therequisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
12. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the provisions of Clause 3(12) of the Order are not applicable to the Company.
13. The Company has entered into transactions with related parties in compliance with the provisions of Sections 177 and 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required under Accounting Standard (AS) 18, Related Party Disclosures specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
14. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review³⁹. Accordingly, the provisions of Clause 3(14) of the Order are not applicable to the Company.
15. The Company has not entered into any non cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(15) of the Order are not applicable to the Company.
16. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(16) of the Order are not applicable to the Company.

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

**Place : Chennai
Date : 30.05.2017**

**(A K JAIN)
Partner
M No 70224**

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

BALANCE SHEET AS AT 31ST MARCH 2017

PARTICULARS	NOTES	Amount in Rupees	
		March 31, 2017	March 31, 2016
(I) EQUITY AND LIABILITIES			
(1) SHAREHOLDERS' FUNDS			
(a) Share Capital	3	44,282,070	44,282,070
(b) Reserves & Surplus	4	<u>934,103</u>	<u>(4,614,695)</u>
		45,216,173	39,667,375
(2) Share Application Money Pending Allotment			
(3) NON-CURRENT LIABILITIES			
(a) Long Term Borrowings	5	168,497,990	37,039,071
(b) Deferred Tax Liabilities (Net)	6	9,638,756	8,586,895
(c) Other Long Term Liabilities	7	<u>2,568,254</u>	<u>2,099,088</u>
		180,704,999	47,725,054
(4) CURRENT LIABILITIES			
(a) Short Term Borrowings	8	-	137,717,782
(b) Trade Payables	9	56,089,919	33,660,478
(c) Other Current Liabilities	10	11,305,957	136,852,063
		<u>67,395,876</u>	<u>308,230,323</u>
TOTAL		<u><u>293,317,048</u></u>	<u><u>395,622,752</u></u>
(II) ASSETS			
(1) NON CURRENT ASSETS			
(a) FIXED ASSETS			
(I) Tangible Assets	11	129,137,657	134,336,116
(b) Long Term Loans and Advances	12	9,603,404	13,172,593
(c) Other Non Current Assets	13	<u>33,474</u>	<u>33,474</u>
		138,774,535	147,542,183
(2) CURRENT ASSETS			
(a) Inventories	14	19,199,353	38,556,734
(b) Trade Receivables	15	60,799,515	167,832,881
(c) Cash and Bank Balances	16	60,291,745	26,868,618
(e) Short Term Loans and Advances	17	14,251,901	13,473,571
(d) Other Current Assets	18	-	1,348,765
		<u>154,542,513</u>	<u>248,080,569</u>
TOTAL		<u><u>293,317,049</u></u>	<u><u>395,622,752</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 : 30.05.2017

for and on behalf of the Board

(VINAY GOYAL)
Managing Director
DIN : 00134026

(R. UMA)
Whole time Director
DIN:07029264

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

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2017

PARTICULARS	NOTES	Amount in Rupees	
		March 31, 2017	March 31, 2016
Revenue from Operations (Net)	19	459,908,673	457,226,693
Other Income	20	1,176,815	1,986,295
Total Revenue		461,085,488	459,212,988
EXPENSES			
Cost of Material Consumed	21	329,178,254	322,027,074
Changes in Inventories of Finished Goods	22	4,578,166	4,232,136
Other Direct Manufacturing Expense	23	47,378,726	45,476,515
Employee Benefits Expense	24	14,632,304	12,419,963
Financial Cost	25	27,335,625	24,682,058
Depreciation & Amortization Expenses	26	9,663,849	9,505,257
Other Expenses	27	20,027,905	33,060,801
Total Expenses		452,794,829	451,403,805
Profit before Exceptional Items and Tax		8,290,659	7,809,183
Exceptional Items		-	-
Profit before Extraordinary items		8,290,659	7,809,183
Extraordinary Items		-	-
Profit before Tax		8,290,659	7,809,183
Current Tax	28	1,690,000	1,524,330
Deferred Tax	29	1,051,861	1,408,808
Profit (Loss) for the period		5,548,798	4,876,045
Earnings per Equity Share (Rs.10/- Each)			
(1) Basic	30	1.25	1.10
(2) Diluted		1.25	1.10

**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 : 30.05.2017

for and on behalf of the Board

(VINAY GOYAL)
Managing Director
DIN : 00134026

(R. UMA)
Whole time Director
DIN:07029264

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

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 ST MARCH 2017

	Amount in Rupees	
	FY 2016-2017	FY 2015-2016
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit Before Tax	8,290,659	7,809,183
Non-cash adjustments to reconcile profit before tax to net cash flows:		
Depreciation	9,663,849	9,505,257
Interest and finance charges	27,335,625	24,682,058
Exceptional item		
Interest Received	(1,054,685)	(1,446,397)
Rent Received	(48,000)	(180,000)
Misc Receipt	(74,130)	(1,900)
Operating Profit before working capital changes:	44,113,318	40,368,201
Movements in working capital:		
Inventories	19,357,381	39,602,446
Trade Receivables	107,033,366	(56,733,504)
Short Term Loans & Advances	(778,330)	10,059,913
Other Current assets	1,348,765	11,545,912
Trade Payables	22,429,440	7,152,236
Other Current Liabilities	(125,546,106)	(4,362,770)
Cash generated from Operation	67,957,835	47,632,434
Less: Tax Paid	1,690,000	1,524,330
Net Cash From /(used in) Operating Activities (a)	66,267,835	46,108,104
B. Cash Flow from Investing Activities:		
Other income	1,176,815	1,628,297
Purchase of Fixed Assets	(4,465,390)	(57,300)
Long term loans and advances	4,038,355	3,061,482
Investment		
Net Cash From /(used in) Investing Activities (b)	749,780	4,632,479
C. Cash Flow from Financing Activities		
Interest and finance charges	(27,335,625)	(24,682,058)
Proceed from Long Term Borrowing	131,458,919	(7,658,132)
Proceed from Short Term Borrowings	(137,717,782)	(1,072,769)
Share Capital	-	-
Share premium	-	-
Net Cash from Financing Activities (c)	(33,594,488)	(33,412,959)
NET INCREASE/ (DECREASE) IN CASH & CASH EQUIVALENTS (a+b+c)	33,423,127	17,327,623
In Cash or Cash Equivalents		
Opening Balance as on 01.04.2016	26,868,618	9,540,996
Closing Balance as on 31.03.2017	60,291,745	26,868,619
	33,423,127	17,327,623

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 : 30.05.2017

for and on behalf of the Board

(VINAY GOYAL)
Managing Director
DIN : 00134026

(R. UMA)
Whole time Director
DIN:07029264

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

1. SIGNIFICANT ACCOUNTING POLICIES

- a) **CRIMSON METAL ENGINEERING COMPANY LIMITED** is a Public Limited company. The company incorporated under companies' act 1956 vides 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, 2013. The financial Statements have been prepared under the historical cost convention on an accrual basis except in case of Land (freehold and leasehold).

2. 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 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.

Land owned by the company is leasehold land with the lease term of 99 years.

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.

d. Depreciation on tangible assets

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 like 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,

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

the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers warranties and maintenance support etc.,

e. 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.

f. Inventories

Raw materials, components, store and spares are valued at cost (FIFO). Finished Goods are valued at Cost or Market Price whichever is lower and Scrap is valued at Net Realisable Value. At the end of the year there was no closing stock of raw material, finished goods, work-in-progress and scrap. 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..

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.

g. 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.

Disclosure of Specified Bank Notes:

Specified Bank Notes Disclosure: - We are hereby providing the schedule of closing cash balance held as on 8th November, 2016 and transactions during the period 8th November, 2016 to 30th December, 2016 are as follows: -

2.43: Specified bank notes disclosure(s)

Details of Specified Bank Notes (SBNs) held and transacted during the period 8 November 2016 to 30 December 2016 are as below:

Particulars	SBNs	Other denomination notes	Total
Closing cash in hand as on 08 November 2016	70000	71185	141185
Add: Permitted receipts	0	287900	287900
Add: Non-permitted receipts	0		-
Less: Permitted payments	-	-	-
Less: Payments made towards employee reimbursement (net)	0	156334	156334
Less: Advances given to employees	-		-
Less: Amount deposited in banks	70000		70000
Closing cash in hand as on 30 December 2016	0	202751	202751

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

h. 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.

Job Work Income is Recognized on completion of work basis and the Invoice raised basis.

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.

i. 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. Defined Benefit Plan:- The company's gratuity scheme is defined benefit plan. The employee gratuity obligation is determined based on management estimated valuation using Year of Service Completion(of Employee) Method which recognizes each year of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation
- 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".

j. Impairment of Assets (AS – 28)

The assessment is done at each Balance Sheet date as to whether there is any indication that an asset (tangible and intangible) may be impaired.

In the opinion of the company, the recoverable amount of the fixed assets of the company will not be lower than the book value of the fixed assets. Hence no provision has been made for impairment.

k. 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 Liability is created and carried forward only to the extent that there is a virtual certainty that the assets will be realized in future.

l. 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 and single geographical segment. Single business segment 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".

m. 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 .

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.

n. 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.

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

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.

o. 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.

p. 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.

q. 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.

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

NOTES **Notes on Financial Statements for the Year ended 31st March, 2016**

PARTICULARS	Amount in Rs.	
	2017	2016
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
	<u>100,000,000</u>	<u>100,000,000</u>
3.1		
Issued, Subscribed & Paid Up Capital		
4428207 equity shares of Rs 10/- each fully paid up.	44,282,070	44,282,070
TOTAL	<u>44,282,070</u>	<u>44,282,070</u>
3.2		
The detrail of Shareholders holding more than 5% shares.		
Janarthanan (A.J.Menon)(1392857 Equity shares of Rs. 10/- Each, P/Y :- 1392857 Equity shares of Rs. 10/- Each)	31.45%	31.45%
VINAY KUMAR GOYAL (455821 Equity shares of Rs. 10/- Each, P/Y:- 455821 Shares)	10.29%	10.29%
PREMCHAND GOYAL (423570 Equity shares of Rs. 10/- Each, P/Y:- 423570 Shares)	9.56%	9.56%
Prenchand Goyal and Sons HUF(327551 Equity shares of Rs. 10/- Each, P/Y:-85944 shares)	7.39%	1.9408%
Sunil Kumar Goyal (249330 Equity shares of Rs. 10/- Each, P/Y:- 65000 shares)	5.63%	1.4678%
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	<u>44,282,070</u>	<u>44,282,070</u>
3.4		
Disclosure of Rights		
The Company has issued only one class of equity shares having a par value of Rs. 10 per Share. Each holder of Equity Share is entitled to one vote per share. The Company declares dividend in Indian Rupees. Dividend when proposed by the Board of Directors is subject to the approval of the shareholders at the Annual General Meeting, except in the case of interim dividend, if any.		
4		
<u>RESERVES & SURPLUS</u>		
4.1		
<u>SHARE PREMIUM</u>		
Share Premium (Equity shares)	9,571,429	9,571,429
TOTAL	<u>9,571,429</u>	<u>9,571,429</u>
4.3		
<u>PROFIT AND LOSS ACCOUNT</u>		
Profit & Loss Account Debit	(14,186,124)	(19,062,169)
Profit for the Year	5,548,798	4,876,045
TOTAL	<u>(8,637,326)</u>	<u>(14,186,124)</u>
TOTAL	<u>934,103</u>	<u>(4,614,695)</u>

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

PARTICULARS	Amount in Rs.	
	2017	2016
5 LONG TERM BORROWING		
TERM LOANS		
Term Loan from Central Bank	-	-
Term Loan from Bank of Ceylon	132,410,184	-
Securities offered		
Secured by Hypothecation of Plant & Machinery, Fixtures, Electrical Items & Miscellaneous items purchased/to be purchased out of Term Loan		
Collateral Security		
Mortgage over land & Building situated at Plot No.A-73 to A-78, B-73 to B-86, B-89 to B-95, B-98 to B-104, Pipdic Industrial Estate, Sedarpet, Mailam Road Puducherry-605111		
Hypothecation of Machineries in the factory premises of the company situated at Puducherry		
Guarantee		
Personal guarantee of Mr. Nitin Kumar Goyal - Relative of Managing Director		
Unsecured Loan		
Inter Corporate Loans	36,087,806	37,039,071
TOTAL	168,497,990	37,039,071
Note:- Current Maturity of Long Term Borrowings is shown in Note No.10- Other Current Liabilities		
6 DEFERRED TAX LIABILITY(NET)		
Deferred Tax Liabilities		
On difference between the balance of Fixed Assets as per the books of Accounts and as per Income Tax Act, 1961	9,638,756	8,586,895
TOTAL	9,638,756	8,586,895
7 OTHER LONG TERM LIABILITIES		
Provision for Gratuity	2,568,254	2,099,088
	2,568,254	2,099,088
8 SHORT TERM BORROWINGS		
SECURED LOANS		
Central Bank of India		
(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)	-	137,717,782
TOTAL	-	137,717,782
Total of Short Term Borrowings	-	137,717,782
9 TRADE PAYABLES		
Trade Payables Raw Material	-	-
Trade Payables General Purchase	50,460,873	29,237,012
Trade Payables Expenses	5,629,045	4,423,466
TOTAL	56,089,919	33,660,478
10 OTHER CURRENT LIABILITIES		
Current Maturity of Long Term Borrowings	2,225,366	3,608,378
Trade Deposit	-	125,000,000
Other Current Liabilities	6,977,193	5,750,258
Advance from Customers	413,398	396,827
Provision for Taxation	1,690,000	1,524,330
Provision for Excise Duty on Closing Stock	-	572,271
TOTAL	11,305,957	136,852,063

FIXED ASSETS As on 31 / 03 / 2017
NOTES-10

Amount in Rs.

		GROSS BLOCK				DEPRECIATION					NET BLOCK	
Particulars	Rate %	Cost as on 01.04.2016	Additions During the Year	Deletion	Total As on 31.03.2017	As on 01.04.2016	For the Year	Adjustment	Deletion	Total As on 31.03.2017	As on 31.03.2017	As on 31.03.2016
Land		2,428,588	-	-	2,428,588	-	-		-	-	2,428,588	2,428,588
Building	3.17%	107,649,817			107,649,817	31,873,388	3,412,499		-	35,285,887	72,363,930	75,776,429
Plant & Machinery	4.75%	127,968,169	4,405,990		132,374,159	72,796,185	6,171,664		-	78,967,849	53,406,310	55,171,984
Tools and equipments	6.33%	5,164,210		-	5,164,210	4,906,000	-		-	4,906,000	258,210	258,210
Office Equipment	19.00%	2,327,959		-	2,327,959	2,211,561	-		-	2,211,561	116,398	116,398
Furniture & fittings	9.50%	4,243,686	59,400	-	4,303,086	4,031,502	56,430		-	4,087,932	215,154	212,184
Refrigerator	19.00%	36,670		-	36,670	34,836	-		-	34,836	1,834	1,834
Airconditioner	19.00%	1,154,641		-	1,154,641	1,073,653	23,256		-	1,096,909	57,732	80,988
Vehicles	11.88%	3,016,949		-	3,016,949	3,016,949	-		-	3,016,949	-	-
Television	19.00%	159,873		-	159,873	151,879	-		-	151,879	7,994	7,994
Computer	31.67%	4,920,147			4,920,147	4,657,229	-		-	4,657,229	262,918	262,918
Communication Equipment	19.00%	371,777			371,777	353,188	-		-	353,188	18,589	18,589
TOTAL		259,442,486	4,465,390	-	263,907,876	125,106,370	9,663,849	-	-	134,770,219	129,137,657	134,336,116
PREVIOUS YEAR		259,385,186	57,300	0	259,442,486	115,601,113	9,505,257	-	-	125,106,370	134,336,116	143,784,073

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

PARTICULARS	Amount in Rs.	
	2017	2016
12 LONG TERM LOANS & ADVANCES		
12.1 Other Long Term Advances		
Unsecured Considered Good		
Deposit with Govt & Semi Govt		
Deposit Electricity	1,569,341	1,569,341
Deposit Fax	-	500
Deposit Gas	925,400	925,400
Deposit Sales Tax (AP)	251,045	251,045
Deposit Telephones	55,317	55,317
Deposit Telex	-	20,000
Security Deposit With Bsnl	110,000	110,000
Deposit with Others	1,770,305	1,953,205
TDS Receivable (Earlier Years)	1,080,080	2,409,856
TDS Receivable A/Y- 17-18	630,418	4,353,599
MAT Credit Available	3,211,498	1,524,330
TOTAL	9,603,404	13,172,593
13 OTHER NON CURRENT ASSTS		
National Savings Certificate	33,474	33,474
TOTAL	33,474	33,474
14 INVENTORIES		
(Taken, Valued and Certified by the Management)		
Raw material (Valued at cost on FIFO Basis	-	13,998,354
Finished Product(valued at cost or market value whichever is Lower)	-	4,907,224
Scrap (Valued at Net Realisable Value)	-	243,213
Stores and Spares (Valued at Cost)	19,199,353	19,407,943
TOTAL	19,199,353	38,556,734
15 TRADE RECEIVABLES		
(Unsecured Considered Good)		
15.1 Trade Receivables outstanding for a period exceeding six months from the date they were due for payment	2,314,300	4,175,765
15.2 Other Trade Receivables	58,485,215	163,657,116
TOTAL	60,799,515	167,832,881
16 CASH AND BANK BALANCES		
Cash And Cash Equivalents		
Cash on Hand	11,522	346,797
Balance with Bank :		
In Current Account	59,667,250	16,864,803
In Fixed Deposit	612,973	9,657,019
TOTAL	60,291,745	26,868,619

Note:- Fixed Deposit amounting Rs. 404688/- is in lien (Electricity Dept Pondicherry Rs. 159688/- and with Commercial Taxes Dept Rs. 245000/-)

Note:- As per the Cash Book maintained by us, the closing cash balance as on 8th November, 2016 was Rs.149057 /- (includes Rs. 70,000/- Specified Bank note (SBN) and Rs. 79,057/- other than SBN) and closing cash balance as on 30th December, 2016 was Rs. 2,02,751/-(SBN :- Nil, Other than SBN :-Rs.2,02,751/- . We have deposited Rs. 70,000/- (SBN) during the period of 9th November, 2016 to 30th December, 2016.

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

PARTICULARS	Amount in Rs.	
	2017	2016
17	SHORT TERM LOANS AND ADVANCES	
	(Unsecured considered good, recoverable in cash or in kind or for value to be received)	
	Advance to Suppliers	4,267,925
	Advance to Staff	147,811
	Prepaid Expense	432,403
	Short Term Advances and Deposits	1,274,703
	Cenvat Credit & PLA Account	7,229,452
	Service Tax Receivables	3,848
	ED Refund Receivable-Others	117,429
	TOTAL	13,473,571
18	OTHER CURRENT ASSETS	
	Accrued Interest on NSC & FD	1,348,765
	TOTAL	1,348,765
19	REVENUE FROM OPERATIONS	
	Sales of Goods Manufactured	373,840,758
	Less: Excise Duty	41,069,145
		332,771,613
	OTHER OPERATING INCOME	
	Sales of Scrap	6,189,667
	Sale or supply of services (Job Work Done)	118,265,413
	Revenue from operations	457,226,693
20	OTHER INCOME	
	Interest Received	1,446,397
	Interest on IT Refund	-
	Rent Received	180,000
	Miscellaneous Receipts	1,900
	Discount Received	357,998
	Total other income	1,986,295
	TOTAL INCOME	459,212,988
21	COST OF MATERIAL CONSUMED	
21.1	COST OF RAW MATERIAL CONSUMED:	
	Opening stock	49,011,392
	Add:Purchase	281,428,020
		330,439,412
	Less: Closing stock	13,998,354
	Total Cost of Raw Material Consumed (A)	316,441,058
21.2	COST OF STORES MATERIAL CONSUMED:	
	Opening stock	19,446,632
	Add:Purchase	5,547,327
		24,993,959
	Less: Closing stock	19,407,943
	Total Cost of Stores Consumed (B)	5,586,016
	Total Cost of Material Consumed (A+B)	322,027,074

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

PARTICULARS	Amount in Rs.	
	2017	2016
22 OTHER DIRECT MANUFACTURING EXPENSES		
Power & Fuel	37,297,809	36,179,347
Carriage Inwards	3,714,623	4,055,625
Labour Charges	6,061,042	5,043,594
Machinery Maintenance	305,252	197,949
TOTAL	47,378,726	45,476,515
23 CHANGES IN INVENTORIES OF FINISHED GOODS AND OTHER GOODS		
Closing Inventories:		
Finished Goods	-	4,907,224
Other Goods	-	243,213
TOTAL	-	5,150,437
Opening Inventories:		
Finished Goods	4,907,224	9,601,487
Other Goods	243,213	99,669
TOTAL	5,150,437	9,701,156
Increase / Decrease in Stock (A)	(5,150,437)	(4,550,719)
EXCISE DUTY		
Opening	572,271	890,854
Closing	-	572,271
Change in Excise Duty (B)	572,271	318,583
Change in inventories of finished goods (A+B)	(4,578,166)	(4,232,136)
24 EMPLOYEE BENEFITS EXPENSE		
SALARIES & WAGES		
Salary	12,951,566	10,426,552
Bonus	98,274	406,497
PF Companies Contribution	402,308	374,179
ESI Companies Contribution	416,772	760,442
Staff Welfare	258,422	238,256
Gratuity	504,962	214,037
TOTAL	14,632,304	12,419,963
25 FINANCIAL COST		
Interest to Bank	16,224,630	18,155,985
Bank Charges	2,390,550	2,025,063
Interest-Others	8,720,446	4,501,010
TOTAL	27,335,625	24,682,058
26 DEPRECIATION AND AMORTISATION EXPENSES		
Depreciation for the Year	9,663,849	9,505,257
TOTAL	9,663,849	9,505,257

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

PARTICULARS	Amount in Rs.	
	2017	2016
27 OTHER EXPENSES		
Rent & Lease Rent	4,008,450	3,715,200
Postage & Telegram	313,092	171,871
Telephone	391,260	220,950
Travelling Expenses	405,541	782,065
Directors Salary	2,823,672	3,389,538
Printing & Stationery	185,750	148,197
Subscription & Membership	524,713	321,970
Club Expenses	34,652	134,079
Office Maintenance	553,630	536,020
Vehicle Maintenance	1,876	-
General Expenses	170,945	240,079
Penalty	-	57,500
Professional Charges	988,321	1,508,922
Insurance	278,947	328,517
Licence Fee	787,799	350,405
Rates & Taxes	795,803	2,135,561
Payment to Auditors	240,000	265,000
Repairs & Maintenance	444,005	522,165
Sundry Balance written off	-	690,674
Service tax Expenses	185,202	436,174
Rate Difference	1,543,694	-
Discount	983,522	1,895,177
Swacch Bharat Cess	55,703	20,046
Insurance Claim Irrecoverable	-	4,272,879
Appeal Charges	-	483,969
Sales Tax Expenses	-	6,561,171
Freight & Transportation	4,115,572	3,672,722
Advertisement	71,180	82,758
Commission & Brokerage	124,576	113,279
Exchange Rate Fluctuation	-	3,913
TOTAL	20,027,905	33,060,801
27.1 PAYMENT TO AUDITORS		
Audit Fees	125,000	125,000
Tax Audit Fees	55,000	55,000
I.T Matters	50,000	75,000
Vat Audit Fees	10,000	10,000
Service Tax	-	-
	240,000	265,000
28 CURRENT TAX		
Current Tax for the year	1,690,000	1,365,000
	1,690,000	1,365,000
29 DEFERRED TAX	1,051,861	1,408,808
	1,051,861	1,408,808

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

PARTICULARS	Amount in Rs.	
	2017	2016
30 EARNINGS PER SHARE		
The following reflects the profit and share data used in the basic and diluted EPS computations		
Profit after Tax	5,548,798	4,876,045
Net Profit for EPS calculation	5,548,798	4,876,045
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	1.25	1.10
31 CONTINGENT LIABILITIES		
(i) On account of pending appeals of Central Excise		
a) Job Work-incorrect adoption of value vide ref:V/73/15/61/2004-CXADJ/8/02/05 for Rs.20226475/-	20,226,475	20,226,475
b) Availment of Cenvat credit vide ref.V/73/15/100/2005-CX ADJ/25/01/06 for Rs.16506601/-	16,506,601	16,506,601
c) Removal of waste & scrap without payment of duty vide ref: V/Ch.73/15/55/2006-CX ADJ/29/01/09 for Rs.1318706/-	1,318,706	1,318,706
(iii) Electricity tax on electricity bill PONDY Rs.13.10 lacs	1,310,000	1,310,000
(iv) LC Outstanding as on 31.3.17	-	34,801,055
(v) ESI Additional demand	709,096	-
32 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 and Operating from one Place therefore segment reporting in this case is not applicable.		
33 RELATED PARTY DISCLOSURE		
33.1 Nature of Relationship		
Key Managerial Person		
i) Holding Company	NIL	NIL
ii) Subsidiaries	NIL	NIL
iii) Key Managerial Personnel		
Mr VinayGoyal (Managing Director)		
Ms.Uma (Whole Time Director)		
Mr Chandrakesh Pal(Whole Time Director)		
34 Directors Remuneration		
Mr Vinay Goyal (Managing Director)	2,400,000	2,916,501
Mr S.N Seshadri (Whole Time Director)	-	271,692
Mr.Ram Kishan Yadav	-	179,386
Mr.Chandrakesh Pal(Whole Time Director)	335,772	-
Ms.Uma	87,900	21,959
TOTAL	2,823,672	3,389,538

Note:- Mr. S.N. Seshadri and Mr. Ram Kishan Yadav had resigned from Whole Time Directorship during the current F/Y 16-17

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

PARTICULARS	Amount in Rs.	
	2017	2016
35.1 IMPORTED & INDIGENOUS RAW MATERIALS CONSUMED		
Imported	-	-
Indigenous	323,112,497	317,453,155
TOTAL	323,112,497	317,453,155
Percentage of consumption		
Imported	0.00%	0.00%
Indigenous	100.00%	100.00%
TOTAL	100.00%	100.00%
36 Other Receivable included the following		
Insurance Claim Receivable	-	4,272,874
Job work Income Receivable	-	-
License on hands	-	-
TOTAL	-	4,272,874
37 Detail of finished goods		
37.1 Purchase of stock in trade	-	-
37.2 Sale of finished goods (Black Pipes & GI Pipes)	383,041,309	373,840,758
37.3 Stock of finished goods		
Opening	9,612,451	7,827,145
Closing	-	9,612,451
38 GENERAL		
a) Balance in Sundry Debtors/ Creditors and advances are subject to confirmation		
b) Previous Year's Figures have been re-arranged and re-grouped wherever necessary.		
c) Tax deducted at source from the payment to contractors, Professional charges, Comission, intrest and Salaries have been deposited.		
d) 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.		
e) Additional information pursuant to the provisions of schedule-III of Companies Act, 2013 to the extent applicable to the company.		

As per our report of Even Date Annexed

**Asper 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 : 30.05.2017**

for and on behalf of the Board

**(VINAY GOYAL)
Managing Director
DIN : 00134026**

**(R. UMA)
Whole time Director
DIN:07029264**

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 Registered Office address duly signed, which will be considered by us for sending the future communication through Email.

Company Name	Crimson Metal Engineering 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 LIMITED

CRIMSON METAL ENGINEERING LIMITED

CIN: L27105TN1985PLCO11566

Regd. Office : "K Sons Complex", 163/1, Prakasam Road, II Floor, Chennai 600108

Phone : 044-25240393, Fax : 044-42079967, Website : www.crmetal.in.

33rd ANNUAL GENERAL MEETING ON WEDNESDAY THE 26TH DAY OF SEPTEMBER 2017 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 33rd Annual general meeting, to be held on Tuesday, 26th September 2017 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.

Tear Here

CRIMSON METAL ENGINEERING LIMITED

CIN: L27105TN1985PLCO11566

Regd. Office : "K Sons Complex", 163/1, Prakasam Road, II Floor, Chennai 600108

Phone : 044-25240393, Fax : 044-42079967, Website : www.crmetal.in.

33rd ANNUAL GENERAL MEETING ON TUESDAY THE 26TH DAY OF SEPTEMBER 2017 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 33rd Annual General Meeting, to be held on Tuesday, 26th September 2017 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, 2017 and the Reports of Directors and the Auditors thereon.			
2	Re-appointment of Smt.R.Uma(DIN: 07029264) 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.			

Signed this..... day of..... 2017

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 33rd 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 LIMITED

CIN: L27105TN1985PLCO11566

Regd. Office : "K Sons Complex", 163/1, Prakasam Road, II Floor, Chennai 600108

Phone : 044-25240393, Fax : 044-42079967, Website : www.crmetal.in.

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, 2017 and the Reports of Directors and the Auditors thereon.			
2	Re-appointment of Smt.R.Uma(DIN: 07029264) who retires by rotation as a whole time Director			
3	Appointment of M/s.Jain Vishal & Co, Chartered Accountants (Firm registration number: 015407S) as statutory auditors and fixing their remuneration.			

Place :

Date :(Signature of shareholder)

INSTRUCTIONS

1. 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 **idlakshmmi6@gmail.com** as to reach by 5.00 p.m. on or before Monday, the 25th day of September, 2017. Ballot paper received thereafter will strictly be treated as if not received.
2. 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.
3. The Company will not be responsible, if the envelope containing the Ballot Form is lost in transit.
4. 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.
5. 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.
6. The right of voting through Ballot Form shall not be exercised by a proxy.
7. 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.
8. There will be only one Ballot Form for every Folio / DP ID / Client ID irrespective of the number of joint members.
9. 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.
10. 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.
11. 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.**