

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

*Annual Report
and Accounts for the year ended
31st March 2012*

28

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

BOARD OF DIRECTORS

Shri. Vinay Goyal (Managing Director)
Shri. A.K. Das (Whole-time Director) (upto
31.08.2012)
Shri. S.N. Seshadri (Whole-time Director)
Shri. A.J. Menon (Director)
Shri. Rama Iyengar Srinivasa Chari (Director)
Shri. Krishan Chand Batra (Director)
Shri. Mahabir Singh (Director)
Shri. Ramkishan Yadve (Director) (wef 02.03.2012)

AUDITORS

M/s. Abhay Jain & Co.,
Chartered Accountants,
16, Sunkurama Street, Chennai - 600 001.

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.

SHARE TRANSFER AGENTS

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

Crimpsom Metal Engineering Company Limited
(Formerly known as Sri Saarbati Steel Tubes Limited
Regd. Office : 163/1, Prakasam Road,
II Floor, Chennai - 600 108.

NOTICE TO THE SHAREHOLDERS

NOTICE is hereby given that the 28th Annual General Meeting of the Company will be held at Andhra Chamber of Commerce Velagapudi Ramakrishna Bldg, 23, Third Cross Street, West C.I.T Nagar, Nandhanam, Chennai – 600 035 on Friday, 28th day of September 2012 at 10 A.M to transact the following business:

ORDINARY BUSINESS

1. To receive consider and adopt the Balance Sheet as at 31st March 2012, the Profit and Loss Account for the Year ended 31st March 2012 and the report of the Directors' and Auditors' thereon.
2. To appoint a Director in place of Mr. Mahabir Singh Sehrawat who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Mr. Krishan Chand Batra who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint auditors to hold office until the conclusion of the next Annual General Meeting and to fix their remuneration.

SPECIAL BUSINESS

To consider and if thought fit to pass with or without modification(s) the following resolution as ordinary.

5. "RESOLVED THAT Mr. Ramkishan Yadve, who was appointed as an Additional Director, with effect from 2nd March 2012, pursuant to Section 260 of the Companies Act, 1956 and Articles of Association of the Company and who holds office only up to the date of the Annual General Meeting and in respect of whom the Company has received a Notice in writing, under section 257 of the Companies Act, 1956, from a Member signifying his intention to propose Mr. Ramkishan Yadve as a candidate for the office of a Director of the Company, be and is hereby appointed as a Director of the Company liable to retire by rotation".

By the order of the board

Place: Chennai
Date: 03.09.2012

Vinay Goyal
Managing Director

Notes:

1. A MEMBER ENTITLED TO ATTEND AND VOTE, IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER.
2. Instrument of Proxies, in order to be effective, must be received at the Company's Registered office not later than 48(forty eight) hours before the time fixed for holding the Annual General Meeting. A form of Proxy is enclosed.
3. The Register of Members and Transfer Books of the Company will remain closed from Friday, 21st September 2012 to Friday, 28th September 2012 (both days inclusive).
4. Members are requested to notify immediately the changes in their respective addresses, if any, quoting their folio number enabling the attached admission slip duly completed and signed, for admission to the meeting hall.
5. Shareholders / Proxy holders are requested to bring their copy of the annual report with them at the meeting and to produce at the entrance the attached admission slip duly completed and signed for the admission to the meeting hall.
6. Members desirous of getting any information about the accounts and operation of the company are requested to address their query to the company at the registered office of the company well in advance so that the same may reach at least seven days before the date of meeting to enable the management to keep the required information readily available at the meeting.

Crimpsom Metal Engineering Company Limited
(Formerly known as Sri Saarbati Steel Tubes Limited
Regd. Office : 163/1, Prakasam Road,
 II Floor, Chennai - 600 108.

7. Profile of Directors being appointed / re-appointed as required under Clause 49 of the Listing Agreement entered into with the Stock Exchanges

Particulars	Item No.2	Item No.3	Item No.5
Name of the Director	Mahabir Singh Sehrawat	Krishan Chand Batra	Ramkishan Yadve
Date of appointment	12/11/2010	12/11/2010	02/03/2012
Qualifications	B.Sc	B.A	Professional
Experience in specific functional area	Retired Assistant Commissioner Of Police In New Delhi	Expertise in Business	40 years of experience in steel industry
Directorships held in other Public Companies	Nil	Nil	Nil
Committee Chairmanship/ Membership held in other Companies	Nil	Nil	Nil
Number of shares held in the Company as on 31 st March 2012	Nil	40	Nil

EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956:

Item No.5

The Board of Directors has appointed Mr. Ramkishan Yadve as an Additional Director with effect from 2nd March 2012. The Director vacates his office of Directorship at the ensuing Annual General Meeting. The company has received the notice in writing from the member signifying his intention to propose Mr. Ramkishan Yadve as candidate for the office of director along with the requisite deposit.

The Brief profile of the proposed director is given in the Notes annexed herewith.

Hence the resolution in Item No.5 is placed before the shareholders for approval.

None of the directors are interested in the above resolution except Mr. Ramkishan Yadve.

Crimpsom Metal Engineering Company Limited
(Formerly known as Sri Saarbati Steel Tubes Limited)
Regd. Office : 163/1, Prakasam Road,
II Floor, Chennai - 600 108.

DIRECTORS REPORT

Your directors have the pleasure in presenting the 28th Annual Report and that of the Auditors together with the audited Balance Sheet as at 31st March 2012 and profit and loss account for the year ended on that.

PERFORMANCE

The financial results for the year ended 31st March 2012 are as under:

(Rupees in lakhs)

	31.03.2012	31.03.2011
INCOME	13205.84	8209.18
EXPENDITURE	12986.79	8010.65
EBITDA	219.04	198.53
PBT	43.01	101.16
PAT	46.8	99.85

COURSE OF BUSINESS AND OUTLOOK

Your company had achieved a turnover of Rs. 13205.84 lacs as compared to the turnover of Rs. 8209.18 lacs. The profit before tax was Rs. 43.01 lacs as compared to profit of Rs. 101.16 lacs. With continued confidence of all our associates, we will aggressively meet all the challenges with renewed faith in our company and the future that we all share.

DIVIDEND:

Since the Board of Directors have adjusted the current year profits against the accumulated losses of the previous years, not recommended any dividend for the financial year ended 31st March 2012.

DIRECTORS:

Mr. A.K.Das has resigned from the Board during the Financial year 2012-13 and the Board took on record the valuable services rendered by him.

During the year the Board of Directors has appointed Shri. Ramkishan Yadve as an Additional Director with effect from 2nd March 2012. Shri. Mahabir Singh Sehrawat and Shri. Krishan Chand Batra retires by rotation and being eligible offer for re-appointment.

Resolutions seeking the approval of the Members for the above appointments have been incorporated in the Notice of the Annual General Meeting along with their brief profile.

AUDITORS

The auditors of the company M/s ABHAY JAIN & CO., Chartered Accountants retire at the conclusion of the meeting and are eligible for reappointment. The auditors have expressed their willingness to continue in office if they are reappointed. Your Board recommends their reappointment.

PARTICULARS OF EMPLOYEES AS PER SECTION 217(2A) OF THE COMPANIES ACT, 1956:

None of the employees fall under the category specified under Sec.217 (2A) of the Companies Act, 1956 and the Rules thereunder.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE INFLOW & OUTGO:

Prescribed particulars under Section 217(1)(e) of the Companies Act, 1956 are furnished as Annexure to this Report.

EXPORTS, INITIATIVES TAKEN TO INCREASE EXPORTS; DEVELOPMENT OF NEW EXPORT MARKETS FOR PRODUCT AND SERVICES AND EXPORT PLANS:
The company has done export in a small way.

FOREIGN EXCHANGE EARNINGS/OUTGO:

Foreign Earnings : Rs.4,90,06,010/-
Foreign Outgo : Nil

DIRECTOR'S RESPONSIBILITY STATEMENT:

Directors hereby declare:

- That in the preparation of the annual accounts the applicable accounting standards have been followed along with proper explanation related to material departures.
- That the directors 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 period and of the profit and loss of the company for that period.
- That the directors have taken proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities subject to the inherent limitations that should be recognized in weighing the assurance..
- That the directors had prepared the annual accounts on a going concern basis.

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

EMPLOYEE RELATIONS:

Employee relations throughout the company were harmonious. The board wishes to place on record its sincere appreciation of the devoted efforts of all employees in advancing the company's vision and strategy to deliver another record performance.

CORPORATE GOVERNANCE:

Pursuant to clause 49 of the Listing Agreement, a report of compliance of corporate governance as on 31.03.2012 duly certified by the auditors of the company is annexed.

COMPLIANCE CERTIFICATE:

In accordance with Section 383A of the Companies Act, 1956, and Companies (Certificate) Rules, 2001, the company has obtained a certificate from a Company Secretary in whole time practice confirming that the

company has complied with all the provisions of Companies Act, 1956.

ACKNOWLEDGEMENT:

Your directors would like to express their grateful appreciation for the support and co operation of all stakeholders. At the very heart of our success and our ability to deliver quality service and satisfaction is the considerable skill and motivation of all our employees, the board would like to express its sincere appreciation and gratitude.

For and on behalf of the Board

Vinay Goyal S.N.Seshadri
Managing Director Whole Time Director

Place: Chennai
Date: 03.09.2012

Annexure A

CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION

During the year under report, Company has consumed energy detailed below:-

	Current Year	Previous Year
1. Electricity		
Purchase Units	62,38,080	61,77,620
Rate/unit	Rs.3.79	Rs.3.67
Total Cost	Rs.2,36,53,198	Rs.2,26,45,129
Own Generated Diesel:	Rs.50,13,782	Rs.27,11,832
2. Fire Wood	Rs.1,24,09,075	Rs.43,22,185
3. FURNACE OIL(in Lts)	8,32,811	8,53,105
Total Cost	Rs.3,52,79,891	Rs.2,75,55,173
B.CONSUMPTION PER UNIT OF PRODUCTION		
Production MTs.	41,128	27,924
Electricity Units	Rs.151.67	Rs.221.23
Furnace oil Lts	Rs.33.03	Rs.46.70
C. TECHNOLOGY ABSORPTION:	Nil	Nil

**Annexure – B to the Directors' Report
MANAGEMENT DISCUSSION AND ANALYSIS**

MANAGEMENT DISCUSSION AND ANALYSIS

I 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. Performance Review

The company had achieved a turnover of Rs. 13205.84 lacs as compared to Rs 8209.18 lacs in last year and made a profit of Rs.43.01 lacs as compared to a Profit of Rs. 101.16 lacs in the previous year.

III. 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.

IV. Internal Control Systems

The company is planning further to strengthen its internal control systems and procedures commensurate with the size and nature of its business. The company has an Audit Committee comprising of Non Executive Directors to monitor the functioning.

V. Cautionary Statement:

Statement in the management discussion, corporate governance report prescribing the company's objective and expectations may be "forward looking statements" within the meaning of applicable securities 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.

**Annexure – C to the Directors' Report
CORPORATE GOVERNANCE REPORT**

Corporate Governance refers to the manner, in which a company is directed, and laws and custom affecting that direction. It includes the manner in which company operates under various laws governing it, the bye laws established by itself for its operations and the distribution of rights and responsibilities primarily among directors and managers. The fundamental concern of corporate Governance is to ensure conditions whereby a company's directors and managers act in the interest of the company.

Crimson Metal Engineering Company Ltd is committed to highest standards of corporate Governance in all its activities.

I. Board of Directors

The board comprises of 8 members – 3 executive director and 5 non – executive directors, of which 4 are independent. There was no change in the directors during the year under review.

Board Meetings & Attendance of Directors

A total of 8 board meetings held during the year on the following dates: 18.04.2011, 14.05.2011, 01.08.2011, 0308.2011, 12.08.2011, 03.09.2011, 14.11.2011 and 14.02.2012

The Annual General Meeting was held on 30th September 2011.

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

The Names of Board Members, their attendance at Board Meetings and Board Committee Memberships held by them as on 31.3.2012 are given below:-

Name of Director	Category	Attendance Particulars			Number of other Directorships in other Public companies and Committee Members / Chairmanships		
		Board Meetings	Last AGM (Yes/No)	Last EGM (Yes/No)	Other Directorships	Committee Memberships (other than Crimson)	Committee Chairmanships (other than Crimson)
Shri. Vinay Kumar Goyal	(Managing Director – Executive)	8	Yes	Yes	Nil	Nil	Nil
Shri. A.K. Das*	Whole-time Director (Executive)	8	Yes	Yes	Nil	Nil	Nil
Shri.S.N. Seshadari	Whole-time Director (Executive)	8	Yes	Yes	Nil	Nil	Nil
Shri.A.J. Menon	Non Executive	8	Yes	Yes	Nil	Nil	Nil
Shri.Rama Iyengar Srinivasa Chari	Non-executive Independent Director	8	Yes	Yes	Nil	Nil	Nil
Shri. Mahabir Singh	Non-executive Independent Director	8	Yes	Yes	Nil	Nil	Nil
Shri. Krishan Chand Batra	Non-executive Independent Director	8	Yes	Yes	Nil	Nil	Nil
Shri. Ramkishan Yadve**	Non-executive Independent Director	-	No	No	Nil	Nil	Nil

* Mr. A.K. Das has resigned from the Board with effect from 31st August 2012.

** Mr. Ramkishan Yadve has been inducted to the Board with effect from 2nd March 2012.

Code of Conduct

The Board of directors have implemented a Code of Conduct applicable to all directors and employees.

II. AUDIT COMMITTEE

I. Terms of Reference

The audit committee of the company has been mandated with the same terms of reference as specified in Clause 49 of the Listing Agreements with stock exchanges.

II. Composition

The audit committee comprises 4 Directors, three non-executive independent directors and one executive director

namely, Shri.Rama Iyengar Srinivasa Chari, Chairman, Shri.Mahabir Singh, Member, Shri. Krishna Chand Batra, Member and Shri.Vinay Goyal, Member, who have considerable financial expertise and experience. The Head of Finance and the Statutory Auditors are permanent invitees to the committee.

III. Attendance

The committee met five times during the year on 14.05.2011, 12.08.2011, 03.09.2011, 14.11.2011 and 14.02.2012 and attended by all the members.

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

III. REMUNERATION COMMITTEE

i. Constitution

The Committee consists of 3 Non-executive and Independent Directors – Shri.Rama Iyengar Srinivasa Chari, Chairman, Shri. Mahabir Singh, Member and Shri. Krishna Chand Batra, Member.

ii. Terms of Reference:

The Remuneration Committee has been constituted to recommend and review the remuneration packages of the Managing, Whole Time Directors, and to formulate a broad policy for management remuneration.

Meetings & Attendance:

During the year under review the Remuneration Committee was held on 1st August 2011 for considering the

reappointment and payment of remuneration to Mr.Vinay Kumar Goyal as the Managing Director of the Committee. All the members were present on the said meeting.

Remuneration Policy:

The Remuneration Policy as outlined by the Committee aims at:

Recognizing and rewarding performance and achievements.

While fixing the remuneration of Directors, their contribution by way of their professional services as directors, towards the growth of the Company.

This policy is in tune with current national and international practices.

The details of the remuneration paid to the Directors during the financial year 1.4.2011 to 31.3.2012 are given below:

Names of Directors	Basic Salary & Perquisites (Rs.)	Sitting Fees(Rs.)	As on 31.3.2012		Relationship with other Directors
			No. of Shares Held	% of Holding	
Mr. A.K. Das	6,96,801	Nil	Nil	Nil	Nil
Mr. S.N. Seshadri	9,33,297	Nil	80	0.001807	Nil
Mr. Vinay Goyal	9,00,000	Nil	455821	10.293850	Nil
Mr. A.J. Menon	Nil	Nil	1392856	31.454100	Nil
Mr. Rama Iyengar Srinivasa Chari	Nil	Nil	80	0.001807	Nil
Mr. Mahabir Singh	Nil	Nil	Nil	Nil	Nil
Mr. Krishan Chand Batra	Nil	Nil	40	0.000903	Nil
Mr. Ramkishan Yadve	Nil	Nil	Nil	Nil	Nil

No sitting fee is paid to the Non-executive Directors. Further the company has not entered into any pecuniary relationship or transactions with the Non-executive directors.

IV. SHAREHOLDER'S / INVESTOR'S GRIEVANCE COMMITTEE

A Shareholder's/Investor's Grievance Committee has been constituted by the Board to monitor the redressal of the shareholder's/ investors grievances. The committee reviews the status of complaints received from shareholders/investors and redressal thereof. A status report of shareholders complaints and redressal thereof is prepared and placed before the shareholders/ Investors Grievance Committee.

During the year under review the Company has received one investor complaint and resolved the same within the stipulated period.

Constitution

The Committee consists of 3 Directors namely, Shri.Mahabir Singh, Chairman, Shri. Anil Kumar Das, Member and Shri.S.N.Seshadri, Member.

Shri. S.N Seshadri is appointed as the Compliance Officer of the Company with effect from 31st August 2012 pursuant to the resignation of Shri. Anil Kumar Das,

V. SHARE TRANSFER COMMITTEE

A Share Transfer Committee has been constituted by the Board comprising of Shri.Mahabir Singh, Chairman, Shri. Anil Kumar Das, Member and Shri.S.N.Seshadri, Member, to look into matters relating to share transfers, transmission, issue of duplicate share certificates, etc. 7 meetings were held during the financial year under review. As on 31.03.2012 no shares transfers are pending for transfer for more than 15 days.

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

VI. GENERAL BODY MEETINGS.

I. Annual General Meetings held during the last three years are as under:

Financial Year	Location	Date and Time	No. of Special Resolution passed
2008-2009	Andhra chamber of Commerce 23, 3 rd Cross Street, Chennai-35	29/09/09 11.00 a.m.	Nil
2009-2010	Andhra chamber of Commerce 23, 3 rd Cross Street, Chennai-35	27/09/10 10.00 a.m.	Nil
2010-2011	Andhra chamber of Commerce 23, 3 rd Cross Street, Chennai-35	30/09/11 10.00 a.m.	Reappointment of Mr A.K.Das and Mr S.N.Seshadri as Whole Time Directors of the Company

II. Extra Ordinary General Meeting held during the year:

Date and Time	02/09/2011 at 10.30 A.M
Location	Andhra Chamber of Commerce, 23, 3 rd Cross Street, Chennai-35
Special Resolution passed	1. Preferential issue of 23,92,857 equity shares 2. Reappointment of Mr. Vinay Kumar Goyal as the Managing Director of the Company

III. Postal Ballot

During the financial year under review, no postal ballots were used for voting at meetings. At the ensuing AGM there is no item on the agenda that is required to be passed by postal ballot.

VII. DISCLOSURES

I. Related Party Transactions

There has been no materially significant related party transactions with the company's subsidiaries, promoters, directors, management or their relatives which may have a potential conflict with the interests of the company. Members may refer to the notes to the accounts for details of other related party transactions.

II. Compliance with Regulations

The company has complied with the requirements of the regulatory authorities on capital markets. There have been no instances of non-compliance by the company on any

matters related to the capital markets, nor as any penalty or stricture been imposed on the Company by Stock Exchange, SEBI or any other Statutory authority during the last three years.

III. Accounting Standards

The company has rigorously followed the accounting standards, laid down by the Institute of Chartered Accountants of India.

IV. Risk Management

The audit committee regularly reviews the risk management strategy of the company to ensure the effectiveness of risk management policies and procedures.

V. Whistle Blower Policy

Steps are being taken to establish a Whistle Blower Policy for the employees of the Company. However at present, every employee of the Company has the right to report to the management, concerns about unethical behaviours, actual or suspected fraud or violation of the Company's Code of Conduct. No employee of the company has been denied access to the audit committee.

VI. COMMUNICATION APPROACH

The quarterly financial results are taken on record by the Board of Directors and submitted to Stock Exchanges as per the requirements of the listing agreement and published in the Trinity (English) and Makkal Kural (Tamil).

The company has its own website, viz., www.sarbatisteel.com and all vital information relating to the company and its performance including financial results, performance updates etc. are regularly posted on the website under the head "Investors".

VII. MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

Management Discussion and Analysis Report forms a part of the Directors Report.

VIII. GENERAL SHAREHOLDER INFORMATION

I. Annual General Meeting.

The 28th Annual general meeting will be held on Friday, 28th September 2012 at Andhra Chamber of Commerce 23, 3rd Cross Street, Chennai-35 at 10.00 a.m.

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

II. Tentative Financial Reporting Calendar

Financial Reporting	From	To	Date
1 st Quarter	April	June	Second week of August 2012
2 nd Quarter	July	September	Second week of November 2012
3 rd Quarter	October	December	Second week of February 2013
4 th Quarter	January	March	Last week of May 2013
Annual General Meeting	April 2012	March 2013	By 3 rd or 4 th Week of September 2013

III. Book Closure

The date of Book closure is from Friday, 21.09.2012 to Friday, 28.09.2012 (both days inclusive).

IV. Stock Exchange Listing

Stock Exchange	Stock Code
Bombay Stock Exchange	526977
Madras / Delhi / Ahmedabad	Applied for Delisting
Stock Exchange Ltd.	

V. Market price data

NO TRANSACTIONS REPORTED IN ANY OF THE EXCHANGES

VI. Registrar & Transfer Agent

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

VII Share Transfer System:

Presently the share transfer documents which are received by the Company/RTA are processed, approved and kept ready for dispatch within 15 days from the date of the receipt.

VIII Dematerialisation of shares: The equity shares of the company have not been admitted for dematerialisation due to the negative networth of the Company.

IX. Shareholding pattern as on 31.03.2012

Category	No. of Shares Held	Percentage of Share holding
A.PROMOTER HOLDING		
1.Promoters		
Indian Promoters	1742712	39.35%
Foreign Promoters	NIL	
2.Persons acting in concert	NIL	
Sub-Total	1742712	39.35%
B.Non-Promoters Holding		
3.Institutional Investors	NIL	NIL
a. Mutual Funds and UTI	NIL	NIL
b.Banks, financial Institutions, Insurance Companies (central/state Govt.Institutions/Non-government Institutions)	NIL	NIL
c. FIs	NIL	NIL
Sub-Total	NIL	NIL
4. a. Private Corporate Bodies	45040	1.01%
b. Indian Public	582640	13.17%
c. Foreign Corporate Bodies	17040	0.38%
d. NRI	2040775	46.09%
Sub-Total	2685495	60.65%
Grand Total	4428207	100.000%

Share Distributions Schedule as on 31-03-2012

Sl. No.	Category of Shares	No. of Holders	%of Holders	Rs.	% of Capital
1	Up to 5000	5342	97.1449	3008800	6.79
2	5001 - 10000	72	1.3093	497200	1.12
3	10001 - 20000	27	0.4909	400930	0.91
4	20001 - 30000	5	0.0909	125200	0.28
5	30001 - 40000	8	0.1454	267940	0.61
6	40001 - 50000	1	0.0181	41200	0.09
7	50001-100000	14	0.2545	1016800	2.30
8	100001 and above	30	0.5455	38924000	87.90
	TOTAL	5499	100.00	44282070	100.00

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

X. Registered Office Location

The company has its Registered. Office at # 163/1, K Sons Complex, II Floor, Broadway, Chennai – 600 108.

XI. email Id for Investor Grievance Redressal:
investorgreivence@crmetal.in

IX. Non-Mandatory Requirements:

a. **Board:** The Company maintains the office of the Chairman at the registered office of the Company.

b. **Remuneration Committee:** The Board has duly constituted a Remuneration Committee, which determines the remuneration package for the Directors.

d. **Audit Qualifications:** There are no qualifications by the Auditor in the financial statements.

e. **Training of Board members and Mechanism for evaluating non-executive Board members:** Periodical meetings are held with outside skilled consultancy agencies for the Board members to appraise them in recent developments and existing laws and practices.

f. **Whistle blower Policy:** As mentioned earlier, steps are being taken to formulate the Whistle Blower Policy by the Company

For and on behalf of Board

Place: Chennai
Date: 03.09.2012

Vinay Goyal
Managing Director

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

CODE OF CONDUCT

We hereby declare that the code of Conduct for all the members of the Board and senior management of the Company has been posted on the website of our Company at www.sarbatisteel.com and all Board members and senior management of the company have affirmed compliance of the Code.

For and on behalf of Board

Place: Chennai
Date: 03.09.2012

Vinay Goyal
Managing Director

Annexure – D to the Directors' Report

MANAGING DIRECTOR/WHOLE TIME DIRECTOR CERTIFICATION

Dear Sirs,

In connection with the Audited Financial Results for the Financial Year ended 31st March, 2012, we Vinay Goyal, Managing Director and S.N.Seshadri, Whole Time Director certify that

(a) We have reviewed financial statements and the cash flow statement for the year and that to the best of our knowledge and belief:

these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading:

(ii) These statements together present a true and fair view of the Company's affair and are in compliance with existing accounting standards, applicable laws and regulations.

(b) To the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's code of conduct.

(c) we accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the company pertaining to the financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps taken or propose to take to rectify these deficiencies.

(d) We have indicated to the auditors and the audit committee

significant changes in internal control over financial reporting during the year;

significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and

instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.

Vinay Goyal
Managing Director

S.N.Seshadri
Whole Time Director

Auditors' Certificate regarding compliance with the conditions of Corporate Governance under Clause 49 of the Listing Agreement.

To
The Members of
Crimson Metal Engineering Company Limited
Chennai

We have examined the compliance of the conditions of Corporate Governance by the company with the Stock Exchange in India.

The Compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the company for ensuring the compliance of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the company.

In our opinion and to the best of our information and explanations given to us, we certify that the company has complied with the conditions of Corporate Governance as stipulated in the above-mentioned Listing Agreement.

We state that in respect of investor grievances received during the year ended 31st March 2012, no investor grievances are pending against the company for the period exceeding one month as per records maintained by the company which are presented to the shareholders / investors Grievance Committee.

We further state that such Compliance is neither an assurance as to the future viability of the company nor the efficiency or effectiveness with which the management has conducted the affairs of the company.

For ABHAY JAIN & CO.,
Chartered Accountants
FRN : 000008S

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

Place : Chennai
Date : 03.09.2012

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

AUDITORS' REPORT

TO THE MEMBERS OF M/S. CRIMSON METAL ENGINEERING COMPANY LIMITED

1. We have audited the attached Balances Sheet of M/S. CRIMSON METAL ENGINEERING COMPANY LIMITED. As at 31st March 2012 and also the Statement of Profit & Loss and Cash Flow Statement on that date annexed there to. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with Auditing Standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a Test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors' Report) Order, 2003 (As amended) issued by the Central Government of India in terms of section 227(4A) of the Companies Act, 1956. and on the basis of such checks as we considered appropriate and according to information and explanation given to us, we set out in the annexure a statement on the matters specified in paragraph 4 and 5 of the said order.
4. Further to our comments in the annexure referred to above, 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 the audit.
 - b) In our opinion proper books of accounts as required by Law have been kept by the company, so far as appears from our examination of those books.
 - c) The Balance Sheet and Statement of Profit & Loss and Cash flow statement dealt with by this report are in agreement with the books of accounts.
 - d) In our opinion, the Balance Sheet, Statement of Profit & Loss and Cash flow statement dealt with by this report have been prepared, in all material respects, in compliance with the applicable Accounting Standards referred to in section 211(3C) of the Companies Act, 1956.
 - e) On the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as 31st March 2012 from being appointed as a director in terms section 274(1) (g) of the Companies Act 1956.
 - f) In our opinion and to the best of our information and according to the explanation given to us, the said accounts give the information required by the Companies act 1956. in the manner so required and give a true and fair view in conformity with accounting principle generally accepted in India.
 - (i) In the case of the Balance Sheet of the state of affairs of the company as at 31st March, 2012; and
 - (ii) In the case of Profit and Loss Account, of the profit for the year ended on that date.
 - (iii) In the case of the Cash Flow Statement, of the cash flow for the year ended on that date.

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

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

Place : Chennai
Date : 03.09.2012

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

ANNEXURE REFERRED TO IN PARAGRAPH 3 OF OUR REPORT OF EVEN DATE TO THE MEMBERS OF **M/S. CRIMSON METAL ENGINEERING COMPANY LIMITED** (Formerly known as SRI SAARBATI STEEL TUBES LIMITED), **CHENNAI**, THE ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH, 2012.

- (i)(a) The Company records showing full particulars including quantitative details and situation of Fixed Assets have been lost and an FIR has been filed on 03.08.2003 in that regard. It was explained to us that record from 01.04.2003 is being made. Further, the Company is taking efforts to make the records of Fixed Assets for earlier period as much as possible.
- (b) Some of the Fixed Assets were physically verified by the management randomly during the year in accordance with a programme of verification which, in our opinion, provides for physical verification of all assets at reasonable intervals. According to information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) None of the Fixed Assets have been revalued during the year.
- (d) There was no disposal of substantial part of fixed assets during the year.
- (ii) (a) The Inventories of the company at its locations have been physically verified during the year by the management.
- (b) In our opinion the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and nature of its business.
- (c) The company has maintained proper records of inventories and the discrepancies noticed on verification between the physical stocks and the book records have been properly dealt with in the books of account.
- (iii) (a) The company has taken loans secured or unsecured from two of the corporate bodies amounting to Rs.8.47 Crores. The Maximum amount involved during the year was Rs.8.87 Crores.
- (b) In our Opinion, the rate of interest and other terms and conditions on which loan have been taken from the companies are not, prima-facie, prejudicial to the interest of the Company.
- (c) The company is regularly paying the principal and interest amount as so stipulated.
- (d) There is no overdue amount of loan taken from parties listed in the register maintained under section 301 of the Companies Act, 1956.
- (iv) In our opinion and according to the information and explanation given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to the purchase of inventories, fixed assets and sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal Controls.
- (v) (a) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of Companies Act, 1956 have been so entered.
- (b) In our opinion and according to the information and explanations given to us, the transaction made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of five lakhs rupees in respect of any party covered during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
- (vi) The company has not accepted any fixed deposits from the public during the year.
- (vii) In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
- (viii) We have broadly reviewed the books of account relating to materials, labour and other items of cost maintained by the company pursuant to the rules made by the central government for the maintenance of cost records under section 209 (l) (d) of the companies Act, 1956 and we are of the opinion that prima facie the prescribed accounts and records have been made and maintained. However, we have not carried out detailed examination of such accounts and records.
- (ix) (a) The company is regular in depositing with appropriate authorities undisputed statutory dues including investor's education protection fund, Income Tax, Wealth Tax, customs duty, excise duty, cess and other material statutory dues applicable to it. However some delays were there in payment of provident fund, Employee state insurance during the year.
- (b) According to the information and explanation given to us, no undisputed amounts payable in respect of provident fund, investor education under protection fund, Employees state insurance, income tax, Wealth Tax, service tax, Sales tax, customs duty, excise duty, cess and other material on disputed statutory dues were outstanding, at the year end, for a period of more than six month they became payable.

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

- (c) According to information and explanation given to us, there are no dues of sales tax, income tax, customs duty, wealth tax, excise duty and cess which have not been deposited on account of any dispute.
- (x) The accumulated losses of the company exceed fifty percent of net worth at the end of the year. The company has not incurred cash loss during the financial year covered by our audit and immediate preceding financial year.
- (xi) In our Opinion and according to information and explanation given to us, the Company has not defaulted in repayments of dues to a financial institutions, bank or debenture holders.
- (xii) The company has not granted any loan and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the company is not a chit fund or a nidhi/mutual benefit/society. Therefore, the provision of clause 4 (xiii) of the companies (Audit Report) Order 2003, (as amended) are not applicable to the company.
- (xiv) In our opinion, the company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4 (xiii) of the companies (Audit Report) Order 2003, (as amended) are not applicable to the company.
- (xv) The company has not given any guarantee for loans taken by others from banks or financial institutions.
- (xvi) According to the information and explanation given to us no terms loans raised by the company during the year covered by our audit.
- (xvii) According to the information and explanations given to us and an overall examination of the balance sheet of the company, we report that Rs 2.66 Cores fund raised on short term basis have been used for long term investment. No long term fund has been used to finance short term assets except permanent working capital.
- (xviii) According to the information and explanations given to us, the Company has not made any preferential allotment of shares to parties or Companies covered in the register maintained U/s 301 of the Companies act 1956.
- (xix) According to the information and explanations given to us, during the period covered by our audit report, the company has not issued any debentures.
- (xx) We verified the books of accounts of the company and report that the company has not raised any money by public issue during the year.
- (xxi) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

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

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

Place : Chennai
Date : 03.09.2012

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

BALANCE SHEET AS AT 31ST MARCH 2012

PARTICULARS	NOTES	Amount in Rupees	
		March 31 2012	March 31 2011
(I) EQUITY AND LIABILITIES			
(1) SHAREHOLDERS' FUNDS			
(a) Share Capital	2	44,282,070	44,282,070
(b) Reserves & Surplus	3	(32,252,959)	(36,932,989)
		12,029,111	7,349,081
(2) NON-CURRENT LIABILITIES			
(a) Long Term Borrowings	4	144,727,894	88,708,868
(b) Deferred Tax Liabilities (Net)	5	6,516,251	6,895,045
		151,244,145	95,603,913
(3) CURRENT LIABILITIES			
(a) Short Term Borrowings	6	43,791,142	-
(b) Trade Payables	7	117,354,180	154,643,049
(c) Other Current Liabilities	8	30,045,154	15,191,087
		191,190,477	169,834,136
TOTAL		354,463,733	272,787,130
(II) ASSETS			
(1) NON CURRENT ASSETS			
FIXED ASSETS			
(a) Tangible Assets	9	108,245,289	89,640,776
(b) Capital Work in Progress	10	20,700,026	-
(c) Long Term Loans and Advances	11	7,166,601	1,938,062
(d) Other Non Current Investment	12	33,474	50,400
		136,145,391	91,629,238
(2) CURRENT ASSETS			
(a) Inventories	13	62,212,321	104,662,912
(b) Trade Receivables	14	80,442,389	31,360,959
(c) Cash and cash Equivalents	15	6,204,283	9,653,633
(d) Other Current Assets	16	31,361,754	25,421,801
(e) Short Term Loans and Advances	17	38,097,595	10,058,587
		218,318,342	181,157,892
TOTAL		354,463,733	272,787,130

Significant accounting policies

1 & 1.1

Notes on Financial Statements 2 to 36

As per our report of even date annexed
for **ABHAY JAIN & CO.,**
Chartered Accountants

for and on behalf of the Board

A.K. JAIN
Partner
M.No. 70224

Sd/-
(VINAY GOYAL)
Managing Director

Sd/-
S.N. SESHADRI
Whole Time Director (Works)

Place : Chennai
Date : 03.09.2012

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

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2012

PARTICULARS	NOTES	Amount in Rupees	
		March 31 2012	March 31 2011
I. INCOME			
Revenue from Operations	18	1,296,521,586	816,534,833
Other Income	19	24,062,605	4,383,676
Total Revenue		1,320,584,191	820,918,509
II. EXPENSES			
Cost of Raw Materials Consumed	20	1,064,343,948	610,215,394
Changes in Inventories of Finished Goods	21	26,426,506	9,266,629
Payment to Employees	22	48,046,754	39,715,464
Other Expenses	23	159,862,472	141,867,739
Total Expenses		1,298,679,680	801,065,226
III. Earnings before interest, tax, depreciation and amortisation (EBITDA) (I-II)		21,904,510	19,853,283
Depreciation & amortisation expenses	24	7,997,153	6,758,145
Financial Expenses	25	9,307,296	4,162,163
IV. Profit Before Tax & Exceptional item		4,600,061	8,932,975
V. Exceptional item			
Earlier year written back		(298,825)	1,183,563
Depreciation written back			-
VI. Profit Before Tax		4,301,236	10,116,538
V. Tax Expenses			
Current Tax	26	-	
Deferred Tax	27	(378,794)	131,045
Total Tax Expenses		(378,794)	131,045
VI Profit for the year from continuing operations		4,680,030	9,985,493
Earnings per Equity Share			
Basic and Diluted		1.06	2.28
Summary of significant accounting policies	1 & 1.1		

Notes on Financial Statements 2 to 36

As per our report of even date annexed
for **ABHAY JAIN & CO.**,
Chartered Accountants

A.K. JAIN
Partner
M.No. 70224

Sd/-
(VINAY GOYAL)
Managing Director

Sd/-
S.N. SESHADRI
Whole Time Director (Works)

Place : Chennai
Date : 03.09.2012

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

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 ST MARCH 2012

	Amount in Rupees	
	FY 2011-2012	FY 2010-2011
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit Before Tax	4,301,236	10,116,538
Non-cash adjustments to reconcile profit before tax to net cash flows:		
Depreciation	7,997,153	6,758,145
Interest and finance charges	9,307,296	4,162,163
Exceptional item	-	-
Other income	(24,062,605)	(4,383,676)
Operating Profit before working capital changes:	(2,456,919)	16,653,170
Movements in working capital:		
Inventories	42,450,591	(5,139,915)
Trade Receivables	(49,081,430)	(12,318,355)
Short Term Loans & Advances	(28,039,008)	404,995
Other Current assets	(11,168,492)	3,193,414
Trade Payables	-	-
Other Current Liabilities	21,356,341	(3,378,271)
Cash generated from Operation	(26,938,918)	(584,962)
Less: Tax Paid	-	-
Net Cash From /(used in) Operating Activities (a)	(26,938,918)	(584,962)
B. Cash Flow from Investing Activities:		
Other income	24,062,605	4,383,676
Purchase of Fixed Assets	(47,301,692)	42,557,748
Revaluation reserve	-	(54,403,366)
Long term loans and advances	-	-
Investment	16,926	-
Net Cash From /(used in) Investing Activities (b)	(23,222,162)	(7,461,942)
C. Cash Flow from Financing Activities		
Interest and finance charges	(9,307,296)	(4,162,163)
Proceed from Long Term Borrowing	56,019,026	47,029,182
Proceed from Short Term Borrowings	-	(59,535,000)
Share Capital	-	23,928,570
Share premium	-	9,571,429
Net Cash from Financing Activities (c)	46,711,730	16,832,018
NET INCREASE/ (DECREASE) IN CASH & CASH EQUIVALENTS (a+b+c)	(3,449,350)	8,785,116
In Cash or Cash Equivalents		
Opening Balance as on 01.04.2011	9,653,633	868,518
Closing Balance as on 31.03.2012	6,204,283	9,653,634
	(3,449,350)	8,785,116

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

As per our report of even date annexed

for **ABHAY JAIN & CO.**,
Chartered Accountants

for and on behalf of the Board

A.K. JAIN

Partner

M.No. 70224

Place : Chennai

Date : 03.09.2012

Sd/-
(VINAY GOYAL)
Managing Director

Sd/-
S.N. SESHADRI
Whole Time Director (Works)

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

SIGNIFICANT ACCOUNTING POLICIES

1.a) CRIMSON METAL ENGINEERING COMPANY LIMITED

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

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

1.1 Summary of significant accounting policies

a. Change in Presentation of financial statement:

During the year ended 31st march 2012, the revised schedule VI notified under the Companies Act 1956, has become applicable to the company, for preparation and presentation of its financial statements. The adoption of revised Schedule VI does not impact recognition and measurement principals followed for preparation of financial statements, however it has significant impact on presentation and disclosures made in the financial statements. The company has also reclassified the previous year figures in accordance with the requirement applicable in the current year.

b. Basis of Preparation of Financial Statements

The financial statement are prepared under historical cost conversion, in accordance with the generally accepted accounting principles in Indian and the provisions of the Companies Act, 1956.

c. 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.

d. Tangible fixed assets.

Fixed assets, acquired are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price, borrowing costs if capitalization criteria are met and directly attributable of bringing the asset to its working condition for the intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.

Subsequent expenditure related to an item of fixed assets is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard performance. All other expenses on existing fixed assets, including day to day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

e. Depreciation on tangible fixed assets

Depreciation on fixed assets is calculated pro rata from the date of addition using Straight Line Method (SLM) based upon the useful lives estimated by the management or those prescribed under the Schedule XIV to the Companies Act, 1956.

f. 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.

g. Inventories

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

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

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.

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.

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. In respect of Gratuity, the Company offers a non contributory defined benefit plan to its employees. Year end accrued liabilities of gratuity payable to employees are provided for Rs 3,82,800/- based on the liability as estimated by the management. This policy is not in accordance with the Revised Accounting Standard AS-15 "Employees Benefits".
- b. Contribution to Provident Fund and other recognized fund is charged to profit and loss account.
- c. Provision for Leave Encashment is not made as per Revised Accounting Standard AS-15 "Employees Benefits".

j. Income Taxes

Current Tax

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

Deferred Tax

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

k. Segment reporting

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

l. 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.

m. Foreign currency transactions

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

Conversion

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

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

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.

n. 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.

o. 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.

p. 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.

q. 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.

r. Measurement of EBITDA

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

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

NOTES **Notes on Financial Statements for the Year ended 31st March,2012**

PARTICULARS	Amount in Rs. As at 31 st March	
	2012	2011
2		
<u>SHARE CAPITAL</u>		
<u>Authorized</u>		
98,50,000 Equity of Rs.10/- Each	98,500,000	98,500,000
15,000 Preference Shares of Rs.100/-Each	1,500,000	1,500,000
	100,000,000	100,000,000
2.1		
<u>Issued, Subscribed & Paid Up Capital</u>		
4428207 equity shares of Rs 10/- each fully paid up.	44,282,070	44,282,070
TOTAL	44,282,070	44,282,070
2.2		
The reconciliation of the number of shares outstanding is set out below		
Equity shares at the beginning of the year	4,428,207	5,088,375
Less : Reduction by 60% as per BIFR order dated 30/06/2011	-	(3,053,025)
Add: Conversion of loan into equity shares	-	1,392,857
Add: Shares issued for cash	-	1,000,000
Equity shares at the end of the year	4,428,207	4,428,207
2.3		
The detail of Shareholders holding more than 5% shares.		
A J MENON	31.45%	31.45%
VINAY KUMAR GOYAL	10.29%	
PREMCHAND GOYAL	7.65%	
	49.40%	31.45%
3		
<u>RESERVES & SURPLUS</u>		
3.1		
<u>REVALUATION RESERVE</u>		
Revaluation reserve	-	54,403,366
Less : Depreciation written off	-	(54,403,366)
TOTAL	-	-
3.2		
<u>SHARE PREMIUM</u>		
Share premium (Equity shares) Opening balance	9,571,429	39,088,375
Less : Transferred to Profit & loss Account to set off against accumulated loss	-	(39,088,375)
Add : Receiving during the year from Issue	-	9,571,429
TOTAL	9,571,429	9,571,429
3.3		
<u>PROFIT AND LOSS ACCOUNT</u>		
Profit & Loss Account	(46,504,418)	(126,108,536)
Profit for the Year	4,680,030	9,985,493
Share capital written off	-	30,530,250
Share premium written off	-	39,088,375
TOTAL	(41,824,388)	(46,504,418)
GRAND TOTAL	(32,252,959)	(36,932,989)

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

PARTICULARS	Amount in Rs.	
	2012	2011
4 LONG TERM BORROWING		
UNSECURED		
Loan from Others (Corporate deposits)	84,727,894	88,708,868
Trade Deposit	60,000,000	-
TOTAL	144,727,894	88,708,868
5 DEFERRED TAX LIABILITY (NET)		
Opening Balance	6,895,045	6,764,000
During the Year (Asset) Expenses	(378,794)	131,045
TOTAL	6,516,251	6,895,045
6 SHORT TERM BORROWINGS		
SECURED		
Central Bank of India	43,791,142	-
(Secured by Hypothecation of Stock in Trade, receivable , EM on Factory Land, Building , Plant & Machinery, all movable and immovable assets and personal guarantee of MD)		
TOTAL	43,791,142	-
7 TRADE PAYABLES		
Trade Payables Raw Material & General Purchase	117,354,180	154,643,049
TOTAL	117,354,180	154,643,049
8 OTHER CURRENT LIABILITIES & Provisions		
Book OD from Bank	1,631,847	309,582
Advance from Customers	1,259,566	3,843,258
Outstanding Liabilities	26,936,904	8,541,899
Provision for Excise Duty on Closing Stock	216,838	2,496,348
TOTAL	30,045,154	15,191,087
11 LONG TERM LOANS AND ADVANCES		
Deposit with Govt/Semi Govt.Department & Others	7,166,601	1,938,062
TOTAL	7,166,601	1,938,062
12 OTHER NON CURRENT INVESTMENTS		
INVESTMENT		
National Savings Certificate	33,474	50,400
TOTAL	33,474	50,400
13 INVENTORIES CERTIFIED BY THE MANAGEMENT)		
Raw Material (Valued at cost FIFO method)	33,758,605	53,876,962
Finished Product (Valued at Cost or market value whichever is lower)	856,451	28,436,845
Stores(at cost)	25,997,238	19,623,456
Scrap (at realizable value)	1,600,027	2,725,649
TOTAL	62,212,321	104,662,912
14 TRADE RECEIVABLES		
(Unsecured Considered Good)		
More than Six Month	3,624,499	3,528,138
Others	76,817,890	27,832,821
TOTAL	80,442,389	31,360,959

FIXED ASSETS As on 31/03/2012
NOTES-9

Amount in Rs.

		GROSS BLOCK				DEPRECIATION				NET BLOCK	
Particulars	Rate %	Cost as on 01.04.2011	Additions During the Year	Deletion	Total As on 31.03.2012	As on 01.04.2011	For the Year	Deletion	Total As on 31.03.2012	As on 31.03.2012	As on 31.03.2011
Land	0	2,428,588	-	-	2,428,588	-	-	-	-	2,428,588	2,428,588
Building	3.34%	45,430,576	14,583,292	-	60,013,868	18,948,533	1,753,809	-	20,702,342	39,311,526	26,482,043
Plant & Machinery	4.75%	99,743,598	11,034,445	-	110,778,043	44,149,209	5,015,404	-	49,164,613	61,613,430	55,594,389
Tools and equipments	4.75%	5,164,210	-	-	5,164,210	3,201,187	245,300	-	3,446,487	1,717,723	1,963,023
Office Equipment	4.75%	2,050,849	171,645	-	2,222,494	1,439,589	103,058	-	1,542,647	679,847	611,260
Furniture & fittings	6.33%	4,058,870	132,031	-	4,190,901	2,446,078	263,386	-	2,709,464	1,481,437	1,612,792
Refrigerator	4.75%	36,670	-	-	36,670	29,370	1,742	-	31,112	5,558	7,300
Airconditioner	4.75%	1,124,041	-	-	1,124,041	491,535	53,392	-	544,927	579,114	632,506
Vehicles	9.50%	3,016,949	-	-	3,016,949	3,016,949	-	-	3,016,949	-	-
Television	4.75%	159,873	-	-	159,873	102,938	7,594	-	110,532	49,341	56,935
Computer	16.21%	3,177,129	673,920	-	3,851,049	3,179,983	537,006	-	3,716,989	134,060	-
Communication Equipment	4.75%	346,577	6,400	-	352,977	91,849	16,462	-	108,311	244,666	254,728
TOTAL		166,737,930	26,601,733	-	193,339,663	77,097,220	7,997,154	-	85,094,374	108,245,289	89,643,564
NOTES-10 Capital Work in progress	0		- 20,700,026		20,700,026	-	-	-	-	20,700,026	-
		166,737,930	47,301,759	-	214,039,689	77,097,220	7,997,154	-	85,094,374	128,945,315	89,643,564
PREVIOUS YEAR		225732373	11845552	-70839995	166,737,930	86775704	6,758,145	(16,436,629)	77,097,220	89,640,710	

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

PARTICULARS	Amount in Rs.	
	2012	2011
15 CASH AND CASH EQUIVALENTS		
Cash on hand	93,370	516,455
Balance with Bank :		
In current account	1,951,225	5,049,685
In Fixed Deposit	4,159,688	4,087,493
TOTAL	6,204,283	9,653,633
16 OTHER CURRENT ASSETS		
TDS Receivable	4,205,691	3,809,557
Service Tax Receivable	944,645	395,648
Accrued Interest on NSC & FD	42,936	142,168
ED Refund Receivable-Others	506,824	670,311
Balance with Central Excise	13,681,595	18,304,117
Other Receivables	11,980,063	2,100,000
TOTAL	31,361,754	25,421,801
17 SHORT TERM LOANS AND ADVANCES (Unsecured considered good, recoverable in cash or in kind or for value to be received)		
Advance to Suppliers	20,850,756	6,384,622
Advance to Staff	375,405	284,940
PREPAID EXPS	1,310,874	408,936
Advances and Deposits	15,560,560	2,980,090
TOTAL	38,097,595	10,058,588
18 SALES & OTHER INCOME:		
SALES (INDIGENOUS)		
Sales Finished Goods	1,244,803,236	750,163,461
Sales Scrap	74,075,083	37,919,807
Job Work Receipt	47,814,891	72,896,476
Gross Sales	1,366,693,210	860,979,744
Less: Excise Duty	119,177,634	74,184,974
Net Sales	1,247,515,576	786,794,770
18.1 SALES (EXPORT)		
Gross Sales	49,006,010	29,740,063
Less: Excise Duty	-	-
Net Sales	49,006,010	29,740,063
REVENUE FROM OPERATIONS NET	1,296,521,586	816,534,833
19 OTHER INCOME		
Misc Receipts	22,263,164	2,222,351
Rent Received	122,400	122,400
Interest Received	187,799	130,799
Insurance Claim Received	-	1,090,955
Export Incentive	240,810	275,249
Sundry Balances Written Back	1,248,432	541,922
TOTAL OTHER INCOME	24,062,605	4,383,676

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

PARTICULARS	Amount in Rs. As at 31 st March	
	2012	2011
20 RAW MATERIAL CONSUMED		
Inventory at the beginning of the year	53,876,962	43,953,938
Purchases & Expenses	1,044,225,591	620,138,418
	<u>1,098,102,553</u>	<u>664,092,356</u>
Less: Inventory at the close of the year	33,758,605	53,876,962
Material Consumed	<u>1,064,343,948</u>	<u>610,215,394</u>
21 CHANGE IN INVENTORIES OF FINISHED GOODS		
Inventory at the end of the year		
Finished Goods	856,451	28436845
Scrap	1,600,027	2,725,649
TOTAL	<u>2,456,477</u>	<u>31,162,494</u>
Inventory at the beginning of the year		
Finished Goods	28,436,845	40,355,937
Scrap	2,725,649	1,792,469
TOTAL	<u>31,162,494</u>	<u>42,148,406</u>
Increase / Decrease in Stock (A)	<u>(28,706,017)</u>	<u>(10,985,912)</u>
EXCISE DUTY		
Opening	2,496,348	4,215,631
Closing	216,838	2,496,348
Change in Excise Duty (B)	<u>2,279,510</u>	<u>1,719,283</u>
Change in inventories of finished goods (A+B)	<u>(26,426,506)</u>	<u>(9,266,629)</u>
22 PAYMENT TO EMPLOYEES		
Salary & Bonus	42,750,691	34,402,223
PF Companies Contribution	1,410,981	874,820
ESI Companies Contribution	1,318,457	1,096,794
Staff Welfare	2,152,491	2,849,057
Gratuity	414,134	492,570
TOTAL	<u>48,046,754</u>	<u>39,715,464</u>
23 OTHER EXPENSES		
Labour Charges	13,382,242	11,386,543
Power & Fuel	58,933,089	50,200,302
Stores Consumed	32,537,335	36,412,039
Repairs & Maintenance		
Machinery Maintenance	1,152,335	1,101,213
Others	816,467	560,909
Hire Charges	1,564,842	1,963,175
Testing & Inspection	93,220	78710
Security Services	938,666	776036
Total Manufacturing Expenses (A)	<u>109,418,196</u>	<u>102,478,927</u>
Directors Traveling expenses	215,445	587,389
Travel & Conveyance	2,905,965	2,663,300
Printing & Stationery	446,282	418,182
Telex & Telephone Exps	648,106	726,891
Postage & Telegraph	265,754	56,431
Fees, Membership and Subscription	171,383	211,219
Insurance	614,688	982,354
Director Remuneration	2,235,919	2,119,735

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

PARTICULARS	Amount in Rs.	
	2012	2011
Rent, Rates & Taxes	2,253,384	2,791,000
Electricity Charges	285,173	308,602
Professional & Consulting Fees	832,611	1,256,030
Legal exps	650,224	42,899
License Fees	804,814	237,905
Books & periodicals	785	21,305
Donation	3,984,470	1,568,861
General Exps	165,464	705,881
Repair Furniture	43,983	19,370
Repair-General	1,515,938	447,890
Computer Charges	185,915	350,815
Audit Fees	217,500	194,450
Internal Audit Fees	50,000	50,000
Conference and Seminar	6,882	28,591
Filing & Listing fees	806,834	46,400
Repair- electrical	298,828	1,320,821
Office Exp	937,317	1,000,318
Penalty	20,200	-
sales tax paid	-	480,181
Gifts & presents	1,960	29,951
Exchange rate fluctuation	(158,601)	107,306
Total Administrative expenses (B)	20,407,223	18,774,077
Advertisement	123,025	203,389
Sales Promotion	1,743,904	1,979,689
Brokerage & Commission	3,428,947	3,594,873
Freight Charges	22,428,144	14,011,432
Job Work expenses	2,312,861	30,646
Round Off	173	80
Sales Discount	-	794,626
Total Selling and distribution expenses (C)	30,037,053	20,614,735
GRAND TOTAL (A+B+C)	159,862,472	141,867,739
24 DEPRECIATION & AMORTIZATION		
Depreciation on tangible assets	7,997,153	6,758,145
Amortization of Intangible Assets	-	-
TOTAL	7,997,153	6,758,145
25 Financial expenses		
Bank Charges	968,126	59,497
Interest-Others	8,339,170	4,102,666
TOTAL	9,307,296	4,162,163
26 DEFERRED TAX		
Deferred Tax for the year	(378,794)	131,045
TOTAL	(378,794)	131,045

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

PARTICULARS	Amount in Rs.	
	2012	2011
27 EARNINGS PER SHARE		
The following reflects the profit and share data used in the basic and diluted EPS computations		
Profit after Tax	4,680,030	9,985,493
Net Profit for EPS calculation	4,680,030	9,985,493
Weighted average number of shares outstanding during the year (Nominal value of Rs.100/-per share each) in absolute numbers	4,428,207	4,379,602
Basic and diluted earning per share	1.06	2.28
28 CONTINGENT LIABILITIES		
(i) On account of pending appeals of Central Excise	38,051,782	41,415,000
a) Job work incorrect adoption of value vide ref:V/73/15/61/2004-CXADJ/8/02/05 for Rs.20226475/-		
b) Wrong availment of Cenvat credit vide ref.V/73/15/100/2005-CX ADJ/25/01/06 for Rs.16506601/-		
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/-		
(ii) Demand of Interest on Sales tax from 1992-93 to 2005-06 has been paid under Samadhan Scheme	-	1,660,000
(iii) Electricity tax on electricity bill Pondy Rs.13.10 lacs	1,310,000	1,310,000
29 SEGMENT REPORTING		
As per information given to us and to the best of our knowledge company is only manufacturing of Skelp, MS Pipes & GI Pipes therefore segment reporting in this case is not applicable.		
30 RELATED PARTY DISCLOSURE		
30.1 Nature of Relationship		
Key Managerial Person		
i) Holding Company	NIL	NIL
ii) Subsidiaries	NIL	NIL
iii) Key Managerial Personnel		
Mr VinayGoyal (Managing Director)		
Mr S.N Seshadri (Whole time Director)		
Mr.A.K.Das (Whole time Director)		
30.2 Nature of Transaction		
Directors Remuneration		
Mr VinayGoyal (Managing Director)	900,000	480,000
Mr S.N Seshadri (Whole Time Director)	933,297	1,012,615
Mr.A.K.Das (Whole Time Director)	696,801	627,120
TOTAL	2,530,098	2,119,735
31 Auditors Remuneration		
Audit Fees	125,000	125,000
Tax Audit Fees	25,000	25,000
IT Return and Other Matters	47,000	26,290
Service Tax	20,500	18,160
TOTAL	217,500	194,450
32.1 IMPORTED & INDIGENOUS RAW MATERIALS CONSUMED		
Imported	-	
Indigenous	1,064,343,948	610,215,394
TOTAL	1,064,343,948	610,215,394

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

PARTICULARS	Amount in Rs. As at 31 st March	
	2012	2011
<u>Percentage of consumption</u>		
Imported	0.00%	0.00%
Indigenous	100.00%	100.00%
TOTAL	100.00%	100.00%
32.2 <u>DETAILS OF IMPORTED & INDIGENOUS RAW MATERIALS CONSUMED</u>		
M S BILLET	569,900,110	347,613,438
H R COIL	221,207,633	132,176,911
G P COIL	198,153,335	72,338,184
ZINC	75,082,870	58,086,861
Indigenous 100 %	1,064,343,948	610,215,394
33 <u>EARNINGS AND EXPENSES IN FOREIGN CURRENCY</u>		
Earnings in Foreign Currency (Export Sales for FY 2011-12 Rs 1,47,94,061/- & for F Y 2010-11 Rs 48,26,752/-)	USD 2,82,039	USD 1,05,683
Expenses in Foreign Currency	-	-
33.1 Total Export includes deemed exports of Rs 3,42,11,949/-		
34 <u>Other Receivable included the following</u>		
Insurance Claim Receivable	7,500,000	-
Job work Income Receivable	4,466,250	2,100,000
License on hands	13,813	-
TOTAL	11,980,063	2,100,000
35 <u>Detail of finished goods</u>		
35.1 Purchase of stock in trade	-	-
35.2 Sale of finished goods (Black Pipes & GI Pipes)	1,244,803,236	750,163,461
35.3 Closing stock of finished goods		
Opening	28,436,845	17,922,742
Closing	856,451	28,436,845
36 <u>GENERAL</u>		
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 sufficient information from the suppliers regarding their status as SSI units the amount due to small scale Industrial Undertakings cannot be ascertained.		

SIGNATURE TO NOTES ON FINANCIAL STATEMENTS 2 TO 36

As per our report of Even Date Annexed

for ABHAY JAIN & CO
Chartered Accountants
FRN : 000008S

(VINAY GOYAL)
Managing Director

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

(S.N.SESHADRI)
Whole time Director

Place:Chennai
Date: 03.09.2012

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

Date :

Dear Sir / Madam

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

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

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

Company Name	Crimson Metal Engineering 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

(Formerly known as Sri Saarbati Steel Tubes Limited)

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

ATTENDANCE SLIP

Regd. Folio No. _____ No. of Shares held _____

I certify that I am a registered shareholder /proxy for the registered shareholder of the company.

I hereby record my presence at the 28th annual general meeting of the company to be held on 28th September, 2012

Member's /Proxy's Name _____

Signature: _____

NOTE: Please fill up this attendance slip and hand it over at the entrance of the meeting hall.

DATE : 28th September, 2012

TIME : 10.00 AM

VENUE : Andhra Chamber of Commerce,
Velagapudi Ramakrishna Building,
No. 23, Illrd Cross Street, West CIT Nagar,
Nandanam, Chennai - 600 035

Signature of the member / proxy
Name :



----- Tear Here -----

CRIMSON METAL ENGINEERING LIMITED

(Formerly known as Sri Saarbati Steel Tubes Limited)

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

PROXY FORM

Regd.Folio No. : _____ No. of Shares held _____

I/We.....ofin the district
being a member/members of **CRIMSON METAL ENGINEERING COMPANY LIMITED** hereby
appoint.....in the district of or failing him /
her.....of..... as my/our proxy to
attend and vote for me/us my/our behalf at the 28th Annual General Meeting of the Company to be held on Friday, the
28th September, 2012 at **Andhra Chamber of Commerce, Velagapudi Ramakrishna Building, No. 23, Illrd Cross Street,
West CIT Nagar, Nandanam, Chennai - 35** and at any adjournment thereof

Affix One
Rupee
Revenue
Stamp

Signed this.....day of.....2012.

- N.B.:**
1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and on a poll to vote instead of himself / herself and the proxy need not be a member of the Company.
 2. This form duly completed should be deposited at the Registered Office/Share Transfer Agents M/s. Cameo Corporate Services Ltd., "Subramanian Building", 1, Club House Road, Chennai - 600 002. on or before 11.00 AM on 25th September, 2012.

**BOOK - POST
PRINTED MATTER**

Printed by Image Security Printers © : 2661 3011, 2661 4072.

To

If undelivered Please return to :

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