



# EVEREST KANTO CYLINDER LTD.

501, RAHEJA CENTRE, FREE PRESS JOURNAL MARG,  
214, NARIMAN POINT, MUMBAI - 400 021

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31ST DECEMBER, 2006

( RUPEES IN LACS )

Particulars	Quarter Ended			Nine Months Ended			Previous Accounting Year Ended 31.03.2006 Audited
	Consolidated	Stand Alone		Consolidated	Stand Alone		
	31.12.2006 Unaudited	31.12.2006 Unaudited	31.12.2005 Unaudited	31.12.2006 Unaudited	31.12.2006 Unaudited	31.12.2005 Unaudited	
1 Net sales/Income from operations (Excluding excise duty)	11,177.94	7,082.95	5,769.08	29,143.51	25,048.52	15,534.34	23,550.24
2 Other income	118.22	1,227.02	1.54	243.33	1,352.13	51.50	221.86
3 Total Expenditure ( a+b+c+d+e)							
a) (Increase) /Decrease in stock in trade	(2,596.10)	(1,881.80)	53.71	(4,388.70)	(3,674.40)	(258.99)	(23.94)
b) Cost of Goods Sold	8,743.12	5,896.31	2,897.65	20,374.57	17,527.76	8,412.46	13,057.55
c) Staff Cost	371.26	290.52	210.23	1,000.59	919.85	575.06	894.40
d) Other Expenditure	1,477.70	1,194.36	1,007.20	4,135.64	3,852.30	2,500.83	3,742.26
e) Finance Charges	117.25	53.56	68.30	375.98	312.29	254.35	370.63
4 Profit /(Loss) before Depreciation & Taxation	3,182.93	2,757.02	1,533.53	7,888.76	7,462.85	4,102.13	5,731.20
5 Depreciation	482.85	407.12	190.63	1,345.64	1,269.91	554.44	976.07
6 Profit /(Loss) Before Tax	2,700.08	2,349.90	1,342.90	6,543.12	6,192.94	3,547.69	4,755.13
7 Provision for Taxation							
- Current Tax	550.00	550.00	310.00	2,100.00	2,100.00	1,060.00	1,520.00
- Deferred Tax	92.57	92.57	160.00	(152.12)	(152.12)	160.00	(133.89)
- Fringe Benefit Tax	20.00	20.00	-	50.00	50.00	-	-
8 Profit/(Loss) After Tax	2,037.51	1,687.33	872.90	4,545.24	4,195.06	2,327.69	3,369.02
9 Paid up Share Capital (Face value of Rs.10/-)	1,952.19	1,952.19	1,762.50	1,952.19	1,952.19	1,762.50	1,762.50
10 Reserves (Excluding Revaluation Reserves)	-	-	-	-	-	-	13,982.32
11 Basic & Diluted EPS (Rs.) Not Annualised	10.81	8.96	6.45	25.21	23.26	18.60	24.37
12 Aggregate of Non-Promoter Shareholding							
- Number of shares	7,454,931	7,454,931	5,558,031	7,454,931	7,454,931	5,558,031	5,558,031
- % of Share holding	38.19	38.19	31.53	38.19	38.19	31.53	31.53

**Notes:**

- The above results were reviewed by the Audit Committee, taken on record by the Board of Directors of the Company at its meeting held on January 23, 2007 and were subjected to a "Limited Review" by the Auditors.
- The Company has raised around Rs.92 Crores by issue of 18,96,900 Equity Shares of Rs.10/- each fully paid up at a premium of Rs. 475/- per share by way of Preferential Issue of shares to one investor during the quarter. The objects of the issue inter alia were to part fund the expansion by way of greenfield project in China and increase in capacity in U.A.E. through wholly owned subsidiaries and also for working capital and capital expenditure in India. During the Quarter, the Company has spent Rs. 39.77 crores towards the expansion plans and Rs. 15 crores has been utilised for working capital purposes.
- During the quarter, the Company has completed all formalities for sale of all fixed assets of its unit at Dubai, U.A.E to the wholly owned subsidiary as on 1st November, 2006 and all regulatory approvals have also been received. Accordingly, the consolidated financial results represent the global operations comprising of Everest Kanto Cylinder Limited and its wholly owned subsidiary, EKC International FZE. This being the first quarter for the consolidated financial statements, the previous year's figures are not applicable.
- The Company operates in only one business segment i.e. High Pressure Gas Cylinders.
- The Earnings per share (EPS) for the year ended 31st March, 2006 as well as for the quarter and nine months period ended December 31, 2006 had been computed on the basis of Weighted Average Number of Equity Shares outstanding during the relevant periods in accordance with the provisions of Accounting Standard 20 issued by the Institute of Chartered Accountants of India. EPS for the year ended 31-03-06, if computed on the basis of outstanding capital as on March 31, 2006 would be Rs 19.00.
- Figures for the corresponding previous quarter have been re-grouped/restated wherever necessary, to conform to the figures of the current quarter.
- In terms of amended clause 41 of the listing agreement details of number of investor complaints for the quarter ended 31st December, 2006 : Beginning - Nil, Received - 7, Disposed off - 7 and Pending - Nil.

By Order of the Board  
For Everest Kanto Cylinder Limited

Sd/-  
P.K. Khurana  
Chairman & Managing Director

Mumbai  
January 23,2007