



EVEREST KANTO CYLINDER LTD.

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



Energy Infrastructure Capital Goods Company

- Sales Up by 40%
- Net Profit Up by 94%
- EPS Up by 75%

| Unaudited Financial Results for the Quarter ended June 30, 2007 | | | | | | Rs. In Lacs |
|--|-----------------------|-------------------|------------------|-----------|---|-------------|
| Particulars | For the Quarter Ended | | | | For the Year ended | |
| | 30th June 07 | 30th June 06 | | | 31st Mar 07 | |
| | Indian Operations | Indian Operations | Dubai Operations | TOTAL | (Includes Seven months operation of Dubai Unit) | |
| 1 Net sales/Income from operations (Net of excise duty) | 6,548 | 4,453 | 3,504 | 7,957 | 33,057 | |
| 2 Other income | 67 | 57 | 7 | 64 | 1,368 | |
| 3 Total Expenditure | | | | | | |
| a) (Increase) /Decrease in stock in trade | 97 | (1,147) | (183) | (1,330) | (2,724) | |
| b) Raw Materials, Components, etc. Consumed | 3,790 | 3,845 | 1,582 | 5,427 | 21,647 | |
| c) Staff Cost | 308 | 247 | 124 | 371 | 1,156 | |
| d) Other Expenditure | 951 | 908 | 371 | 1,279 | 5,175 | |
| e) Finance Charges | 95 | 61 | 27 | 88 | 458 | |
| 4 Profit before Depreciation & Taxation | 1,374 | 596 | 1,590 | 2,186 | 8,713 | |
| 5 Depreciation | 368 | 336 | 86 | 422 | 1,647 | |
| 6 Profit Before Tax | 1,006 | 260 | 1,504 | 1,764 | 7,066 | |
| 7 Provision for Taxation including Deferred Tax and Fringe Benefit Tax | 362 | 91 | 526 | 617 | 2,359 | |
| 8 Profit After Tax | 644 | 169 | 978 | 1,147 | 4,707 | |
| 9 Paid up Share Capital (Face value of Rs.10/-) | 1,952 | 1,763 | 1,763 | 1,763 | 1,952 | |
| 10 Reserves (Excluding Revaluation Reserves) | - | - | - | - | 25,560 | |
| 11 Basic & Diluted EPS (Rs.) Not Annualised | 3.30 | 0.96 | 5.55 | 6.51 | 25.58 | |
| 12 Aggregate of Public Shareholding | | | | | | |
| - Number of shares | 7,454,931 | | | 5,558,031 | 7,454,931 | |
| - % of Share holding | 38.19 | | | 31.53 | 38.19 | |

Notes:

- The above results were reviewed by the Audit Committee and taken on record by the Board of Directors of the Company at their meeting held on July 26, 2007. The statutory auditors have carried out a limited review of the above results.
- The Board of Directors have fixed 28th August, 2007 as the record date for the split in the Face Value of Equity Shares from Rs. 10 to Rs. 2.
- Pursuant to Accounting Standard - 15 (Revised), the Company has, during the current period estimated and provided for Employee benefits, the impact of which, on the financial results of the current period is not material. Additional liability for the period prior to 1st April, 2007 will be adjusted against General Reserve.
- The Company has, for the first time, during the current period, provided for excise duty liability on closing stock of finished goods amounting to Rs. 43.07 Lacs. No restatements have been made in this respect for the previous periods.
- In view of the divestment of the Dubai unit effective 1st November, 2006 figures for the current period are not comparable with corresponding figures of the previous period.
- Sales in the first quarter has always been lean historically. Bulk of the sales takes place during the later part of the year and hence, the performance of the first quarter is not representative of the full year's performance.
- In view of the fall in US Dollar rate in the current period vis a vis the corresponding period of the previous year, the Dubai operations translated in Indian Rupees for consolidation purposes have been lower by about 10 percent.
- The Company operates in only one business segment i.e. Energy Infrastructure Capital Goods (High Pressure Gas Cylinders).
- Out of the proceeds of the preferential issue of shares amounting to Rs. 92 Crores raised in November 2006, the Company has spent Rs. 55.16 crores towards the expansion plans and Rs. 15 crores has been utilised for working Capital purposes.
- During the quarter, the Company has further invested an amount of Rs.619.58 Lacs towards equity share capital in the Wholly Owned Subsidiary in China.
- Previous period figures have been regrouped / recast wherever necessary.
- Information on investor complaints for the quarter; Opening balance - Nil, New - 6, Disposal - 6, Closing balance - Nil.

| Consolidated Unaudited Financial Results for the Quarter ended June 30, 2007 | | | | | Rs. In Lacs |
|--|-------------------------------------|--------------|--------------------|---|-------------|
| Particulars | For the Quarter Ended | | For the Year Ended | | |
| | 30th June 07 | 30th June 06 | 31st Mar 07 | | |
| | India and Dubai Operations Combined | | | (Includes Dubai subsidiary for Five Months) | |
| 1 Net sales/Income from operations (Net of excise duty) | 11,131 | 7,957 | 42,505 | | |
| 2 Other income | 90 | 64 | 397 | | |
| 3 Total Expenditure | | | | | |
| a) (Increase) /Decrease in stock in trade | 85 | (1,330) | (3,364) | | |
| b) Raw Materials, Components, etc. Consumed | 6,076 | 5,427 | 26,814 | | |
| c) Staff Cost | 460 | 371 | 1,442 | | |
| d) Other Expenditure | 1,424 | 1,279 | 6,166 | | |
| e) Finance Charges | 159 | 88 | 532 | | |
| 4 Profit before Depreciation & Taxation | 3,017 | 2,186 | 11,312 | | |
| 5 Depreciation | 430 | 422 | 1,778 | | |
| 6 Profit Before Tax | 2,587 | 1,764 | 9,534 | | |
| 7 Provision for Taxation including Deferred Tax and Fringe Benefit Tax | 362 | 617 | 2,359 | | |
| 8 Profit After Tax | 2,225 | 1,147 | 7,175 | | |
| 9 Paid up Share Capital (Face value of Rs.10/-) | 1,952 | 1,763 | 1,952 | | |
| 10 Reserves (Excluding Revaluation Reserves) | - | - | 28,245 | | |
| 11 Basic & Diluted EPS (Rs.) Not Annualised | 11.40 | 6.51 | 39.00 | | |
| 12 Aggregate of Public Shareholding | | | | | |
| - Number of shares | 7,454,931 | 5,558,031 | 7,454,931 | | |
| - % of Share holding | 38.19 | 31.53 | 38.19 | | |

By Order of the Board
For Everest Kanto Cylinder Limited

Mumbai
July 26, 2007

P.K.Khurana
Chairman & Managing Director