



# EVEREST KANTO CYLINDER LTD.

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

## Clean Energy Solution Company

| UNAUDITED FINANCIAL RESULTS (STANDALONE) FOR THE QUARTER ENDED 30TH JUNE, 2010 |  |  |  |                                       |
|--|--|--|--|---------------------------------------|
| Sr. No.  | PARTICULARS  | Rs. in Lac                                 |  |                                       |
|  |  | Quarter ended<br>30.06.2010<br>(Unaudited) | Quarter ended<br>30.06.2009<br>(Unaudited) | Year ended<br>31.03.2010<br>(Audited) |
| 1  | a) Net sales / Income from operations  | 7,695                                      | 6,544                                      | 34,907                                |
|  | b) Other Operating Income  | 74   | 52   | 537                                   |
| 2  | Expenditure  |  |  |                                       |
|  | a) (Increase) / Decrease in stock in trade and work in progress  | 460  | (538)                                      | (2,716)                               |
|  | b) Consumption of raw materials, components, etc.  | 5,237                                      | 4,573                                      | 28,026                                |
|  | c) Purchase of Traded Goods  | 16   | 30   | 644                                   |
|  | d) Employees Cost  | 636  | 457  | 2,077                                 |
|  | e) Depreciation / Amortisation   | 538  | 593  | 1,429                                 |
|  | f) Other Expenditure   | 1,517                                      | 868  | 5,155                                 |
|  | g) Total   | 8,404                                      | 5,983                                      | 34,615                                |
| 3  | Profit from Operations before (Gain) / Loss on Foreign Exchange  |  |  |                                       |
|  | Variation (Net), Other Income, Interest & Exceptional Items(1-2)   | (635)                                      | 613  | 829                                   |
| 4  | (Gain) / Loss on Foreign Exchange Variation (Net)  | 1,140                                      | (958)                                      | (2,435)                               |
| 5  | Profit / (Loss) Before Other Income, Interest & Exceptional Items (3-4)  | (1,775)                                    | 1,571                                      | 3,264                                 |
| 6  | Other Income   | 110  | 141  | 402                                   |
| 7  | Profit / (Loss) Before Interest & Exceptional Items (5+6)  | (1,665)                                    | 1,712                                      | 3,666                                 |
| 8  | Interest and Finance Charges   | 151  | 111  | 312                                   |
| 9  | Profit / (Loss) after Interest but before Exceptional Items (7-8)  | (1,816)                                    | 1,601                                      | 3,354                                 |
| 10   | Exceptional items  | -  | -  | -                                     |
| 11   | Profit / (Loss) from Ordinary Activities before tax (9+10)   | (1,816)                                    | 1,601                                      | 3,354                                 |
| 12   | Tax (Credit) / Expense   | (560)                                      | 575  | 1,209                                 |
| 13   | Net Profit / (Loss) from Ordinary Activities after tax (11-12)   | (1,256)                                    | 1,026                                      | 2,145                                 |
| 14   | Excess Depreciation written back in respect of earlier years, pursuant to change in accounting policy (net of tax) | -  | -  | 1,987                                 |
| 15   | Prior Period Adjustment (Including Tax)  | -  | -  | (83)                                  |
| 16   | Extraordinary items (net of tax expense)   | -  | -  | -                                     |
| 17   | Net Profit / (Loss) (13+14+15+16)  | (1,256)                                    | 1,026                                      | 4,049                                 |
| 18   | Paid up equity share capital (Face value of Rs 2/-)  | 2,143                                      | 2,023                                      | 2,023                                 |
| 19   | Reserves (Excluding Revaluation Reserves)  |  |  | 41,852                                |
| 20   | Basic and Diluted Earnings Per Share of Rs.2/- each before Excess Depreciation (in Rupees)                         | (1.23)                                     | 1.01                                       | 2.04                                  |
| 21   | Basic and Diluted Earnings Per Share of Rs.2/- each after Excess Depreciation (in Rupees)                          | (1.23)                                     | 1.01                                       | 4.00                                  |
| 22   | Public Shareholding  |  |  |                                       |
|  | - Number of shares   | 46,487,967                                 | 40,715,447                                 | 40,645,967                            |
|  | - Percentage of Share holding  | 43.38                                      | 40.25                                      | 40.18                                 |
| 23   | Promoter and promoter group shareholding   |  |  |                                       |
|  | a) Pledged / Encumbered  |  |  |                                       |
|  | - Number of Shares   | -  | -  | -                                     |
|  | - Percentage of shares (as a % of the total shareholding of Promoter and promoter group)                           | -  | -  | -                                     |
|  | - Percentage of shares (as a % of the total share capital of the Company)  | -  | -  | -                                     |
|  | b) Non-encumbered  |  |  |                                       |
|  | - Number of shares   | 60,669,715                                 | 60,442,235                                 | 60,511,715                            |
|  | - Percentage of shares (as a % of the total shareholding of Promoter and promoter group)                           | 100.00                                     | 100.00                                     | 100.00                                |
|  | - Percentage of shares (as a % of the total share capital of the Company)  | 56.62                                      | 59.75                                      | 59.82                                 |

### NOTES

- As per clause 41 of the listing agreement, the Company has opted to publish consolidated results only. Standalone results of the Company would be available on the Company's website - www.everestkanto.com and on the websites of BSE (www.bseindia.com) and NSE (www.nseindia.com).
- The above results were reviewed by the Audit Committee at its meeting held on 27th July, 2010 and taken on record by the Board of Directors of the Company at their meeting held on that date.
- During the Quarter ended 30th June, 2010, the operational results of the Company and its subsidiaries continued to be impacted adversely on account of pressures on volumes and prices compared to corresponding period of previous year. Expenses charged to the Profit and Loss Account during the quarter ended 30th June, 2010 include expenses incurred towards the synchronisation and stabilisation processes of the machineries of the recently commissioned billet piercing plant and tube based plant.
- The Company made a preferential allotment of 6,000,000 equity shares of Rs. 2/- each at a premium of Rs. 133/- per share aggregating to Rs. 8,100 Lac pursuant to the approval of the shareholders at the EGM held on 19th June, 2010. The Company has during the quarter spent Rs. 900 Lac, which has been utilised for working capital purpose.
- The Company during the year 2007-2008, raised a sum of US\$35 Million by way of issue of Foreign Currency Convertible Bonds (FCCB), which are due in 2012. These FCCBs are optionally convertible into equity shares subject to certain conditions, the impact of which, at present, are not determinable. The premium payable on exercise of redemption option, if any, will be accounted by way of debit to the Securities Premium Account. For the purpose of earnings per share, the conversion option is considered to be anti dilutive.
- Considering foreign exchange exposures and present volatility in exchange rates, mark to market losses for the quarter ended 30th June, 2010, on outstanding foreign currency derivative contracts to hedge highly probable forecast transactions have been charged to the Profit and Loss Account, discontinuing the Hedge Accounting principles followed upto 31st March, 2010. As a result, the exchange loss for the quarter is higher by Rs. 267 Lac and the loss (before tax) for the quarter is higher by the same.
- Tax Expense includes Current Tax and Deferred Tax (Including Deferred Credits, if any), but excludes tax adjustments relating to earlier years which are disclosed as prior period adjustments.
- Previous Period figures have been regrouped / recast wherever necessary.
- Investor's complaints for the quarter ended 30th June, 2010 : Opening Balance- Nil, New- 3, Disposal- 3, Closing Balance - Nil.

For Everest Kanto Cylinder Limited

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

Place : Mumbai  
Date: 27th July, 2010



# EVEREST KANTO CYLINDER LTD.

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

## Clean Energy Solution Company

| UNAUDITED FINANCIAL RESULTS (CONSOLIDATED) FOR THE QUARTER ENDED 30TH JUNE, 2010 |   |                                      |                                      |                                 |
|--|---|--------------------------------------|--------------------------------------|---------------------------------|
| Sr. No.  | PARTICULARS   | Rs. in Lac                           |                                      |                                 |
|  |   | Quarter ended 30.06.2010 (Unaudited) | Quarter ended 30.06.2009 (Unaudited) | Year ended 31.03.2010 (Audited) |
| 1  | a) Net sales/Income from operations   | 13,805                               | 15,300                               | 64,965                          |
|  | b) Other Operating Income   | 85                                   | 53                                   | 742                             |
| 2  | Expenditure   |                                      |                                      |                                 |
|  | a) (Increase) / Decrease in stock in trade and work in progress   | 467                                  | (303)                                | (1,050)                         |
|  | b) Consumption of raw materials, components, etc.   | 7,891                                | 8,201                                | 42,155                          |
|  | c) Purchase of Traded Goods   | -                                    | -                                    | 675                             |
|  | d) Employees Cost   | 1,816                                | 1,752                                | 7,783                           |
|  | e) Depreciation / Amortisation  | 1,592                                | 1,863                                | 5,688                           |
|  | f) Other Expenditure  | 2,866                                | 2,327                                | 9,839                           |
|  | g) Total  | 14,632                               | 13,840                               | 65,090                          |
| 3  | Profit / (Loss) from Operations before (Gain)/Loss on Foreign Exchange Variation (Net), Other Income, Interest & Exceptional Items(1-2) | (742)                                | 1,513                                | 617                             |
| 4  | Loss / (Gain) on Foreign Exchange Variation (Net)   | 1,124                                | (954)                                | (2,235)                         |
| 5  | Profit / (Loss) Before Other Income, Interest & Exceptional Items (3-4)   | (1,866)                              | 2,467                                | 2,852                           |
| 6  | Other Income  | 59                                   | 43                                   | 114                             |
| 7  | Profit / (Loss) Before Interest & Exceptional Items (5+6)   | (1,807)                              | 2,510                                | 2,966                           |
| 8  | Interest and Finance Charges  | 304                                  | 374                                  | 1,135                           |
| 9  | Profit / (Loss) after Interest but before Exceptional Items (7-8)   | (2,111)                              | 2,136                                | 1,831                           |
| 10   | Exceptional items   | -                                    | -                                    | -                               |
| 11   | Profit / (Loss) from Ordinary Activities before tax (9+10)  | (2,111)                              | 2,136                                | 1,831                           |
| 12   | Tax Expense / (Credit)  | (921)                                | 475                                  | 548                             |
| 13   | Net Profit / (Loss) From Ordinary Activities after tax (11-12)  | (1,190)                              | 1,661                                | 1,283                           |
| 14   | Excess Depreciation written back in respect of earlier years, pursuant to change in accounting policy (net of tax)                      | -                                    | -                                    | 2,943                           |
| 15   | Prior Period Adjustment (Including Tax)   | -                                    | -                                    | (83)                            |
| 16   | Extraordinary items (net of tax expense)  | -                                    | -                                    | -                               |
| 17   | Net Profit / (Loss) before share of minority interest (13+14+15+16)   | (1,190)                              | 1,661                                | 4,143                           |
| 18   | Share of minority interest in loss/(Profit)   | 40                                   | 15                                   | 8                               |
| 19   | Net Profit / (Loss) after share of minority interest (17 + 18)  | (1,150)                              | 1,676                                | 4,151                           |
| 20   | Paid up equity share capital (Face value of Rs 2/-)   | 2,143                                | 2,023                                | 2,023                           |
| 21   | Reserves (Excluding Revaluation Reserves)   |                                      |                                      | 60,069                          |
| 22   | Basic and Diluted Earnings Per Share  |                                      |                                      |                                 |
|  | of Rs. 2/- each before Excess/(Short) Depreciation (in Rupees)  | (1.13)                               | 1.66                                 | 1.19                            |
| 23   | Basic and Diluted Earnings Per Share of Rs.2/- each after Excess/(Short) Depreciation (in Rupees)                                       | (1.13)                               | 1.66                                 | 4.10                            |
| 24   | Public Shareholding   |                                      |                                      |                                 |
|  | - Number of shares  | 46,487,967                           | 40,715,447                           | 40,645,967                      |
|  | - Percentage of Share holding   | 43.38                                | 40.25                                | 40.18                           |
| 25   | Promoter and promoter group shareholding  |                                      |                                      |                                 |
|  | a) Pledged / Encumbered   |                                      |                                      |                                 |
|  | - Number of Shares  | -                                    | -                                    | -                               |
|  | - Percentage of shares (as a % of the total shareholding of Promoter and promoter group)  | -                                    | -                                    | -                               |
|  | - Percentage of shares (as a % of the total share capital of the Company)   | -                                    | -                                    | -                               |
|  | b) Non-encumbered   |                                      |                                      |                                 |
|  | - Number of shares  | 60,669,715                           | 60,442,235                           | 60,511,715                      |
|  | - Percentage of shares (as a % of the total shareholding of Promoter and promoter group)  | 100.00                               | 100.00                               | 100                             |
|  | - Percentage of shares (as a % of the total share capital of the Company)   | 56.62                                | 59.75                                | 59.82                           |

| SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED    |                                      |                                      |                                 |  |
|---|--------------------------------------|--------------------------------------|---------------------------------|--|
| PARTICULARS   | Rs. in Lac                           |                                      |                                 |  |
|   | Quarter ended 30.06.2010 (Unaudited) | Quarter ended 30.06.2009 (Unaudited) | Year ended 31.03.2010 (Audited) |  |
| <b>1. Segment Revenue</b>                             |                                      |                                      |                                 |  |
| a) India  | 7,714                                | 6,544                                | 34,925                          |  |
| b) U.A.E. (Dubai)                                     | 5,847                                | 4,429                                | 16,185                          |  |
| c) China  | 234                                  | 1,020                                | 3,391                           |  |
| d) USA & Hungary                                      | 859                                  | 3,954                                | 13,839                          |  |
| Total   | 14,654                               | 15,947                               | 68,340                          |  |
| Less : Inter Segment Revenue                          | 849                                  | 647                                  | 3,375                           |  |
| Net Sales income from Operation                       | 13,805                               | 15,300                               | 64,965                          |  |
| <b>2. Segment Result (before tax and interest)</b>    |                                      |                                      |                                 |  |
| a) India  | (878)                                | 500                                  | 737                             |  |
| b) U.A.E. (Dubai)                                     | 1,444                                | 1,220                                | 2,018                           |  |
| c) China  | (332)                                | (85)                                 | (573)                           |  |
| d) USA & Hungary                                      | (976)                                | (122)                                | (1,565)                         |  |
| Total   | (742)                                | 1,513                                | 617                             |  |
| Unallocable Income / (Expense)                        | 59                                   | 43                                   | 114                             |  |
| Less: Loss/(Gain) on Foreign Exchange variation (Net) | 1,124                                | (954)                                | (2,235)                         |  |
| Less: Interest and Finance charges                    | 304                                  | 374                                  | 1,135                           |  |
|   | (2,111)                              | 2,136                                | 1,831                           |  |
| <b>3. Capital Employed</b>                            |                                      |                                      |                                 |  |
| a) India  | 61,403                               | 54,861                               | 61,004                          |  |
| b) U.A.E. (Dubai)                                     | 12,562                               | 19,978                               | 12,899                          |  |
| c) China  | 13,111                               | 14,242                               | 12,741                          |  |
| d) USA & Hungary                                      | 25,401                               | 30,922                               | 26,569                          |  |
| e) Unallocable  | (42,055)                             | (57,650)                             | (51,121)                        |  |
|   | 70,422                               | 62,353                               | 62,092                          |  |

### NOTES

- As per clause 41 of the listing agreement, the Company has opted to publish consolidated results only. Standalone results of the Company would be available on the Company's website - www.everestkanto.com and on the websites of BSE (www.bseindia.com) and NSE (www.nseindia.com).
- The above results were reviewed by the Audit Committee at its meeting held on 27th July, 2010 and taken on record by the Board of Directors of the Company at their meeting held on that date.
- The consolidated financial results include the reviewed standalone financial results of Everest Kanto Cylinder Limited (The Company) and its two wholly owned subsidiaries, EKC Industries (Tianjin) Co. Ltd., China and EKC International FZE, UAE as well as those of its two wholly owned step down subsidiaries, EKC Hungary Kft, Hungary and CP Industries Holdings, Inc., U.S.A. and of Calcutta Compressions & Liquefaction Engineering Limited ('CC&L'), a Subsidiary with Majority Stake. The financial results of the subsidiaries / step down subsidiaries have been reviewed by their respective auditors.
- During the Quarter ended 30th June, 2010, the operational results of the Company and its subsidiaries continued to be impacted adversely on account of pressures on volumes and prices compared to corresponding period of previous year. Expenses charged to the Profit and Loss Account during the quarter ended 30th June, 2010 include expenses incurred towards the synchronisation and stabilisation processes of the machineries of the recently commissioned billet piercing plant and tube based plant.
- The Company made a preferential allotment of 6,000,000 equity shares of Rs. 2/- each at a premium of Rs. 133/- per share aggregating to Rs. 8,100 Lac pursuant to the approval of the shareholders at the EGM held on 19th June, 2010. The Company has during the quarter spent Rs. 900 Lac, which has been utilised for working capital purpose.
- The Company during the year 2007-2008, raised a sum of US\$35 Million by way of issue of Foreign Currency Convertible Bonds (FCCB), which are due in 2012. These FCCBs are optionally convertible into equity shares subject to certain conditions, the impact of which, at present, are not determinable. The premium payable on exercise of redemption option, if any, will be accounted by way of debit to the Securities Premium Account. For the purpose of earnings per share, the conversion option is considered to be anti dilutive.
- Considering foreign exchange exposures and present volatility in exchange rates, mark to market losses for the quarter ended 30th June, 2010, on outstanding foreign currency derivative contracts to hedge highly probable forecast transactions have been charged to the Profit and Loss Account, discontinuing the Hedge Accounting principles followed upto 31st March, 2010. As a result, the exchange loss for the quarter is higher by Rs. 267 Lac and the loss (before tax) for the quarter is higher by the same.
- Tax Expense includes Current Tax and Deferred Tax (Including Deferred Credits, if any), but excludes tax adjustments relating to earlier years which are disclosed as prior period adjustments.
- The Company and its subsidiaries, at present, operate within a single business segment, except for CC&L which is in the business of purchase and distribution of natural gas, the operations of which company are not material as compared to the overall business of the company. Segment information is however, being presented on the basis of geographical location (primary segment) of the entities.
- Previous Period figures have been regrouped / recast wherever necessary.
- Investor's complaints for the quarter ended 30th June, 2010 : Opening Balance- Nil, New- 3, Disposal- 3, Closing Balance - Nil.

For Everest Kanto Cylinder Limited

Sd/-

P. K. Khurana  
Chairman & Managing Director

Place : Mumbai  
Date: 27th July, 2010