



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 AND SIX MONTHS ENDED 30TH SEPTEMBER, 2010

₹ in Lac

Sr. No.	PARTICULARS	For the Quarter ended		For the Half Year Ended		Year ended
		30.09.2010 (Unaudited)	30.09.2009 (Unaudited)	30.09.2010 (Unaudited)	30.09.2009 (Unaudited)	31.03.2010 (Audited)
1	a) Net sales/Income from operations	20,348	14,493	34,153	29,793	64,965
	b) Other Operating Income	168	156	253	209	742
2	Expenditure					
	a) (Increase) / Decrease in stock in trade and work in progress	2,284	(1,480)	2,751	(1,783)	(1,050)
	b) Consumption of raw materials, components, etc.	8,310	10,010	16,201	18,211	42,155
	c) Purchase of Traded Goods	-	-	-	-	675
	d) Employees Cost	1,860	1,980	3,676	3,732	7,783
	e) Depreciation / Amortisation	1,655	1,984	3,247	3,847	5,688
	f) Other Expenditure	3,894	2,368	6,760	4,695	9,839
	g) Total	18,003	14,862	32,635	28,702	65,090
3	Profit / (Loss) from Operations before (Gain)/Loss on Foreign Exchange Variation (Net), Other Income, Interest & Exceptional Items(1-2)	2,513	(213)	1,771	1,300	617
4	Loss / (Gain) on Foreign Exchange Variation (Net)	(990)	136	134	(818)	(2,235)
5	Profit / (Loss) Before Other Income, Interest & Exceptional Items (3-4)	3,503	(349)	1,637	2,118	2,882
6	Other Income	151	34	210	77	114
7	Profit / (Loss) Before Interest & Exceptional Items (5+6)	3,654	(315)	1,847	2,195	2,966
8	Interest and Finance Charges	193	296	497	670	1,135
9	Profit / (Loss) after Interest but before Exceptional Items (7-8)	3,461	(611)	1,350	1,525	1,831
10	Exceptional items	-	-	-	-	-
11	Profit / (Loss) from Ordinary Activities before tax (9+10)	3,461	(611)	1,350	1,525	1,831
12	Tax Expense / (Credit)	824	(61)	(97)	414	548
13	Net Profit / (Loss) From Ordinary Activities after tax (11-12)	2,637	(550)	1,447	1,111	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)	(182)	-	(182)	-	(83)
16	Extraordinary items (net of tax expense)	-	-	-	-	-
17	Net Profit / (Loss) before share of minority interest (13+14+15+16)	2,455	(550)	1,265	1,111	4,143
18	Share of minority interest in loss	10	9	50	24	8
19	Net Profit / (Loss) after share of minority interest (17 + 18)	2,465	(541)	1,315	1,135	4,151
20	Paid up equity share capital (Face value of Rs 2/-)	2,143	2,023	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 Depreciation (in Rupees)	2.30	(0.53)	1.26	1.12	1.19
23	Basic and Diluted Earnings Per Share of Rs.2/- each after Excess Depreciation (in Rupees)	2.30	(0.53)	1.26	1.12	4.10
24	Public Shareholding					
	- Number of shares	46,255,480	40,715,447	46,255,480	40,715,447	40,645,967
	- Percentage of Share holding	43.17	40.25	43.17	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	60,902,202	60,442,235	60,902,202	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	100.00	100
	- Percentage of shares (as a % of the total share capital of the Company)	56.83	59.75	56.83	59.75	59.82

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

₹ in Lac

PARTICULARS	For the Quarter Ended		For the Half Year Ended		Year ended
	30.09.2010 (Unaudited)	30.09.2009 (Unaudited)	30.09.2010 (Unaudited)	30.09.2009 (Unaudited)	31.03.2010 (Audited)
1. Segment Revenue					
a) India	11,687	9,283	19,401	15,827	34,925
b) U.A.E. (Dubai)	7,191	2,692	13,038	7,121	16,185
c) China	1,221	1,759	1,455	2,779	3,391
d) USA & Hungary	1,666	2,529	2,525	6,483	13,839
Total	21,765	16,263	36,419	32,210	68,340
Less : Inter Segment Revenue	1,417	1,770	2,266	2,417	3,375
Net Sales Income from Operation	20,348	14,493	34,153	29,793	64,965
2. Segment Result (before tax and interest)					
a) India	1,696	277	818	777	737
b) U.A.E. (Dubai)	1,779	70	3,223	1,290	2,018
c) China	(317)	(63)	(649)	(149)	(573)
d) USA & Hungary	(645)	(497)	(1,621)	(619)	(1,565)
Total	2,513	(213)	1,771	1,300	617
Unallocable Income / (Expense)	151	34	210	77	114
Less: Loss/(Gain) on Foreign Exchange variation (Net)	(990)	136	134	(818)	(2,235)
Less: Interest and Finance charges	193	296	497	670	1,135
	3,461	(611)	1,350	1,525	1,831
3. Capital Employed					
a) India	61,626	56,038	61,626	56,038	61,004
b) U.A.E. (Dubai)	10,444	16,146	10,444	16,146	12,899
c) China	12,711	14,125	12,711	14,125	12,741
d) USA & Hungary	24,438	30,842	24,438	30,842	26,569
e) Unallocable	(37,655)	(55,641)	(37,655)	(55,641)	(51,121)
	71,564	61,510	71,564	61,510	62,092

STATEMENT OF ASSETS AND LIABILITIES

₹ in Lac

Particulars	Consolidated	
	As At 30.09.10	As At 30.09.09
Shareholders Fund		
(a) Capital	2,143	2,023
(b) Reserves & Surplus	69,421	59,487
Loan Fund	40,167	55,508
Minority Interest	-	37
Deferred Tax Liability (Net)	620	-
TOTAL	112,351	117,055
Fixed Assets	69,297	68,242
Investments	2,512	233
Current Assets , Loans & Advances		
(a) Inventories	27,578	42,940
(b) Sundry Debtors	9,522	9,604
(c) Cash and Bank Balances	3,593	4,797
(d) Loans and Advances	12,110	6,803
Less: Current Liabilities and Provisions		
(a) Current Liabilities	11,676	15,569
(b) Provisions	585	574
Deferred Tax Asset (Net)	-	373
Miscellaneous Expenditure	-	206
(To the Extent Not Written Off or adjusted)	-	-
Profit And Loss Account	-	-
TOTAL	112,351	117,055

NOTES

1 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).

Unaudited financial results of Everest Kanto Cylinder Limited (Standalone) :-

₹ in Lac

PARTICULARS	For the Quarter ended		For the Half Year Ended		Year ended
	30.09.2010 (Unaudited)	30.09.2009 (Unaudited)	30.09.2010 (Unaudited)	30.09.2009 (Unaudited)	31.03.2010 (Audited)
Net sales / Income from operations	11,670	9,283	19,365	15,827	34,907
Profit from Ordinary Activities before tax and prior period adjustments	2,812	161	996	1,762	3,354
Net Profit after Tax and prior period adjustments	1,510	108	254	1,134	4,049

- 2 The above results were reviewed by the Audit Committee at its meeting held on 27th October, 2010 and taken on record by the Board of Directors of the Company at their meeting held on that date.
- 3 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.
- 4 During the previous quarter, the Company had made a preferential allotment of 6,000,000 equity shares of Rs. 2/- each at a premium of Rs. 133/- per share aggregating Rs. 8,100 Lac pursuant to the approval of the shareholders at the EGM held on 19th June, 2010. The Company has so far spent Rs. 4,924 Lac (including expenses in connection with the issue). The Balance amount stands temporarily invested in Mutual Fund units and Inter Corporate Deposit.
- 5 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.
- 6 Considering foreign exchange exposures and present volatility in exchange rates, mark to market losses for the quarter and half year ended 30th September, 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 half year ended 30th September, 2010 is higher by Rs. 102 Lac and the profit (before tax) for the half year is lower by the same and Gain for the quarter ended on that date was higher by Rs. 82 Lac and the profit (before tax) for the quarter was higher by the same.
- 7 As part of its global expansion plans, the Company has set up a Wholly Owned Subsidiary in Thailand, EKC Industries (Thailand) Co. Ltd. which has been incorporated on 7th October 2010. The company has, after the end of the quarter, made an initial investment in the entire share capital of this subsidiary aggregating to Rs. 1,505 Lac.
- 8 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.
- 9 The Company and its subsidiaries, at present, operate within a single business segment, except for CC&L, India 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.
- 10 Previous Period figures have been regrouped / recast wherever necessary.
- 11 Investor's complaints for the quarter ended 30th September, 2010 : Opening Balance- Nil, New-4, Disposal-4, Closing Balance - Nil.

Place : Mumbai
Date: 27th October, 2010

For Everest Kanto Cylinder Limited

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



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Clean Energy Solution Company

UNAUDITED FINANCIAL RESULTS (STANDALONE) FOR THE QUARTER AND SIX MONTHS ENDED 30TH SEPTEMBER, 2010						
Sr. No.	PARTICULARS	₹ in Lac				
		For the Quarter ended		For the Half Year Ended		Year ended
		30.09.2010 (Unaudited)	30.09.2009 (Unaudited)	30.09.2010 (Unaudited)	30.09.2009 (Unaudited)	31.03.2010 (Audited)
1	a) Net sales / Income from operations	11,670	9,283	19,365	15,827	34,907
	b) Other Operating Income	182	124	256	176	537
2	Expenditure					
	a) (Increase) / Decrease in stock in trade and work in progress	2,543	(1,149)	3,003	(1,687)	(2,716)
	b) Consumption of raw materials, components, etc.	4,623	7,422	9,860	11,995	28,026
	c) Purchase of Traded Goods	63	489	79	519	644
	d) Employees Cost	624	482	1,260	939	2,077
	e) Depreciation / Amortisation	571	629	1,109	1,222	1,429
	f) Other Expenditure	1,701	1,289	3,218	2,157	5,155
	g) Total	10,125	9,162	18,529	15,145	34,615
3	Profit from Operations before (Gain) / Loss on Foreign Exchange Variation (Net), Other Income, Interest & Exceptional Items(1-2)	1,727	245	1,092	858	829
4	(Gain) / Loss on Foreign Exchange Variation (Net)	(933)	133	207	(825)	(2,435)
5	Profit Before Other Income, Interest & Exceptional Items (3-4)	2,660	112	885	1,683	3,264
6	Other Income	206	131	316	272	402
7	Profit Before Interest & Exceptional Items (5+6)	2,866	243	1,201	1,955	3,666
8	Interest and Finance Charges	54	82	205	193	312
9	Profit after Interest but before Exceptional Items (7-8)	2,812	161	996	1,762	3,354
10	Exceptional items	-	-	-	-	-
11	Profit from Ordinary Activities before tax (9+10)	2,812	161	996	1,762	3,354
12	Tax Expense	1,120	53	560	628	1,209
13	Net Profit from Ordinary Activities after tax (11-12)	1,692	108	436	1,134	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)	(182)	-	(182)	-	(83)
16	Extraordinary items (net of tax expense)	-	-	-	-	-
17	Net Profit (13+14+15+16)	1,510	108	254	1,134	4,049
18	Paid up equity share capital (Face value of Rs 2/-)	2,143	2,023	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)	1.41	0.11	0.24	1.12	2.04
21	Basic and Diluted Earnings Per Share of Rs.2/- each after Excess Depreciation (in Rupees)	1.41	0.11	0.24	1.12	4.00
22	Public Shareholding					
	- Number of shares	46,255,480	40,715,447	46,255,480	40,715,447	40,645,967
	- Percentage of Share holding	43.17	40.25	43.17	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	60,902,202	60,442,235	60,902,202	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	100.00	100.00
	- Percentage of shares (as a % of the total share capital of the Company)	56.83	59.75	56.83	59.75	59.82

STATEMENT OF ASSETS AND LIABILITIES

₹ in Lac

Particulars	₹ in Lac	
	Standalone As At 30.09.10	Standalone As At 30.09.09
Shareholders Fund		
(a) Capital	2,143	2,023
(b) Reserves & Surplus	49,736	39,411
Loan Fund	27,058	30,869
Deferred Tax Liability (Net)	1,626	-
TOTAL	80,563	72,303
Fixed Assets	34,295	29,340
Investments	11,794	9,514
Current Assets , Loans & Advances		
(a) Inventories	15,823	22,115
(b) Sundry Debtors	7,411	5,949
(c) Cash and Bank Balances	939	531
(d) Loans and Advances	16,217	16,640
Less: Current Liabilities and Provisions		
(a) Current Liabilities	5,751	11,758
(b) Provisions	165	211
Deferred Tax Asset (Net)	-	183
Miscellaneous Expenditure	-	-
(To the Extent Not Written Off or adjusted)	-	-
Profit And Loss Account	-	-
TOTAL	80,563	72,303

NOTES

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- The above results were reviewed by the Audit Committee at its meeting held on 27th October, 2010 and taken on record by the Board of Directors of the Company at their meeting held on that date.
- During the previous quarter, the Company had made a preferential allotment of 6,000,000 equity shares of Rs. 2/- each at a premium of Rs. 133/- per share aggregating Rs. 8,100 Lac pursuant to the approval of the shareholders at the EGM held on 19th June, 2010. The Company has so far spent Rs. 4,924 Lac (including expenses in connection with the issue). The Balance amount stands temporarily invested in Mutual Fund units and Inter Corporate Deposit.
- 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 and half year ended 30th September, 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 half year ended 30th September, 2010 is higher by Rs. 102 Lac and the profit (before tax) for the half year is lower by the same and Gain for the quarter ended on that date was higher by Rs. 82 Lac and the profit (before tax) for the quarter was higher by the same.
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- 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 September, 2010 : Opening Balance- Nil, New-4, Disposal-4, Closing Balance - Nil.

For Everest Kanto Cylinder Limited

Sd/-

P. K. Khurana

Chairman & Managing Director

Place : Mumbai

Date: 27th October, 2010