



EVEREST KANTO CYLINDER LTD.

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

Clean Energy Solution Company



AUDITED FINANCIAL RESULTS (STANDALONE) FOR THE YEAR ENDED 31ST MARCH, 2010			
Rs. in Lac			
Sr. No.	PARTICULARS	Year ended 31.03.2010 (Audited)	Year ended 31.03.2009 (Audited)
1	a) Net sales / Income from operations	34,907	35,302
	b) Other Operating Income	537	413
2	Expenditure		
	a) Increase / (Decrease) in stock in trade and work in progress	(2,716)	(2,440)
	b) Consumption of raw materials, components, etc.	28,026	21,010
	c) Purchase of Traded Goods	644	343
	d) Employees Cost	2,077	1,731
	e) Depreciation / Amortisation	1,429	2,265
	f) Other Expenditure	5,155	5,624
	g) Total	34,615	28,533
3	Profit from Operations before (Gain) / Loss on Foreign Exchange Variation (Net), Other Income, Interest & Exceptional Items(1-2)	829	7,182
4	Loss / (Gain) on Foreign Exchange Variation (Net)	(2,435)	2,059
5	Profit Before Other Income, Interest & Exceptional Items (3-4)	3,264	5,123
6	Other Income	402	1,216
7	Profit Before Interest & Exceptional Items (5+6)	3,666	6,339
8	Interest and Finance Charges	312	554
9	Profit after Interest but before Exceptional Items (7-8)	3,354	5,785
10	Exceptional items	-	-
11	Profit from Ordinary Activities before tax (9+10)	3,354	5,785
12	Tax Expense	1,209	1,400
13	Net Profit From Ordinary Activities after tax (11-12)	2,145	4,385
14	Excess / (Short) Depreciation on reworking (Net of tax)	1,987	-
15	Prior Period Adjustment (Including Tax)	(83)	(660)
16	Extraordinary items (net of tax expense)	-	-
17	Net Profit (13+14+15+16)	4,049	3,725
18	Paid up equity share capital (Face value of Rs 2/-)	2,023	2,023
19	Reserves (Excluding Revaluation Reserves)	41,852	37,269
20	Basic and Diluted Earnings Per Share of Rs.2/- each before Excess/(Short) Depreciation on reworking (in Rupees)	2.04	3.68
21	Basic and Diluted Earnings Per Share of Rs.2/- each after Excess/(Short) Depreciation (in Rupees)	4.00	3.68
22	Public Shareholding		
	- Number of shares	40,645,967	40,715,447
	- Percentage of Share holding	40.18	40.25
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	60,511,715	60,442,235
	- Percentage of shares (as a % of the total shareholding of Promoter and promoter (group))	100.00	100.00
	- Percentage of shares (as a % of the total share capital of the Company)	59.82	59.75

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).
- 2 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 26th May 2010.
- 3 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.
- 4 In respect of currency options contracts entered into, to hedge highly probable forecast export transactions, the Company has followed the principles set out in Accounting Standard - 30 - Financial Instruments: Recognition and Measurement issued by the Institute of Chartered Accountants of India. Consequently, such exchange variations are accumulated in hedging reserve and recognized in the Profit and Loss Account only on completion of the transaction. Accordingly, debit balance in the Hedging Reserve, as at 31st March, 2010, representing mark to market losses, in respect of contracts maturing upto December, 2012 stands at Rs. 640.15 Lac .
- 5 The Company, during the year, has changed its method of providing for depreciation on fixed assets, from the existing Written Down Value (WDV) method to Straight Line Method (SLM). This change would enable the Company to make a more appropriate allocation of depreciation so as to charge a fair proportion of the depreciable amount in each accounting year during the expected useful and economical life of the assets. Consequently, the said change would also result in more accurate presentation of carrying value of fixed assets at the balance sheet date. Accordingly, depreciation has been recalculated in accordance with SLM from the date the assets were put to use and the surplus of Rs 1,986.69 Lac (net of tax) in respect of earlier years has been credited to profit and loss account. Consequent to such change in the method, the depreciation change for the year is lower by Rs. 1,175. 58 Lac and the profit for the year is higher by the said amount and the reserves and surplus is higher by Rs. 2,771.77 Lac
- 6 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.
- 7 The Directors have recommended a dividend of Rs 1.20 per Equity share for the year ended 31st March , 2010 (Previous Year Rs.1.20 per Equity Share) subject to the approval of shareholders.
- 8 During the Quarter and Year ended 31st March, 2010, the operational results of the Company and its subsidiaries continued to be impacted adversely on account of pressures on volumes and prices coupled with consumption of higher cost inventory, compared to corresponding period of previous year.
- 9 Previous year figures have been regrouped / recast wherever necessary.
- 10 Investor's complaint for the quarter ended 31st March, 2010 : Opening Balance- Nil, New- 16 , Disposal- 16, Closing Balance - Nil.

For Everest Kanto Cylinder Limited

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

**Place : Mumbai
Date: 26th May, 2010**



EVEREST KANTO CYLINDER LTD.

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

Clean Energy Solution Company



AUDITED FINANCIAL RESULTS (CONSOLIDATED) FOR THE YEAR ENDED 31ST MARCH, 2010			
Sr. No.	PARTICULARS	Rs. in Lac	
		Year ended 31.03.2010 (Audited)	Year ended 31.03.2009 (Audited)
1	a) Net sales/Income from operations	64,965	85,655
	b) Other Operating Income	742	435
2	Expenditure		
	a) Increase in stock in trade and work in progress	(1,050)	(9,158)
	b) Consumption of raw materials, components, etc.	41,337	48,268
	c) Purchase of Traded Goods	1,493	22
	d) Employees Cost	7,783	6,610
	e) Depreciation / amortisation	5,688	6,928
	f) Other Expenditure	9,839	13,299
	g) Total	65,090	65,969
3	Profit from Operations before (Gain)/Loss on Foreign Exchange Variation (Net), Other Income, Interest & Exceptional Items(1-2)	617	20,121
4	Loss / (Gain) on Foreign Exchange Variation (Net)	(2,235)	1,888
5	Profit Before Other Income, Interest & Exceptional Items (3-4)	2,852	18,233
6	Other Income	114	456
7	Profit Before Interest & Exceptional Items (5+6)	2,966	18,689
8	Interest and Finance Charges	1,135	2,717
9	Profit after Interest but before Exceptional Items (7-8)	1,831	15,972
10	Exceptional Items	-	-
11	Profit from Ordinary Activities before tax (9+10)	1,831	15,972
12	Tax Expense	548	1,559
13	Net Profit From Ordinary Activities after tax (11-12)	1,283	14,413
14	Excess/(Short) Depreciation on reworking (Net of tax)	2,943	-
15	Prior Period Adjustment (Including Tax)	(83)	(660)
16	Extraordinary items (net of tax expense)	-	-
17	Net Profit before share of minority interest (13+14+15+16)	4,143	13,753
18	Share of minority Interest in loss/(Profit)	8	-
19	Net Profit after share of minority Interest (17 + 18)	4,151	13,753
20	Paid up equity share capital (Face value of Rs 2/-)	2,023	2,023
21	Reserves (Excluding Revaluation Reserves)	60,069	59,939
22	Basic and Diluted Earnings Per Share of Rs. 2/- each before Excess/(Short) Depreciation (in Rupees)	1.19	13.60
23	Basic and Diluted Earnings Per Share of Rs.2/- each after Excess/(Short) Depreciation (in Rupees)	4.10	13.60
24	Public Shareholding		
	- Number of shares	40,645,967	40,715,447
	- Percentage of Share holding	40.18	40.25
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	60,511,715	60,442,235
	- Percentage of shares (as a % of the total shareholding of Promoter and promoter (group))	100	100
	- Percentage of shares (as a % of the total share capital of the Company)	59.82	59.75

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED			
PARTICULARS	Rs. in Lac		
	Year ended 31.03.2010 (Audited)	Year ended 31.03.2009 (Audited)	
1. Segment Revenue			
a) India	34,925	35,302	
b) U.A.E. (Dubai)	16,185	37,523	
c) China	3,391	1,675	
d) USA & Hungary	13,839	15,032	
Total	68,340	89,532	
Less : Inter Segment Revenue	3,375	3,877	
Net Sales Income from Operation	64,965	85,655	
2. Segment Result (before tax and interest)			
a) India	737	6,862	
b) U.A.E. (Dubai)	2,018	12,340	
c) China	(573)	(740)	
d) USA & Hungary	(1,565)	1,659	
Total	617	20,121	
Unallocable Income / (Expense)	114	456	
Less: Loss/(Gain) on Foreign Exchange variation (Net)	(2,235)	1,888	
Less: Interest and Finance charges	1,135	2,717	
Total	1,831	15,972	
3. Capital Employed			
a) India	61,004	54,762	
b) U.A.E. (Dubai)	12,899	20,892	
c) China	12,741	15,776	
d) USA & Hungary	26,569	34,419	
e) Unallocable	(51,121)	(63,887)	
Total	62,092	61,962	

STATEMENT OF ASSTS AND LIABILITIES		
Particulars	(Rs. in Lacs)	
	Consolidated As At 31.03.10	Consolidated As At 31.03.09
Shareholders Fund		
(a) Capital	2,023	2,023
(b) Reserves & Surplus	60,069	59,939
Loan Fund	50,155	62,206
Minority Interest	24	-
Deferred Tax Liability (Net)	1,088	-
TOTAL	113,359	124,168
Fixed Assets	70,676	73,077
Investments	449	232
Current Assets , Loans & Advances		
(a) Inventories	33,909	48,849
(b) Sundry Debtors	9,284	9,805
(c) Cash and Bank Balances	5,994	3,927
(d) Loans and Advances	7,459	8,763
Less: Current Liabilities and Provisions		
(a) Current Liabilities	12,389	18,498
(b) Provisions	2,023	2,046
Deferred Tax Assets	-	59
Miscellaneous Expenditure	-	-
(To the Extent Not Written Off or adjusted)	-	-
Profit And Loss Account	-	-
TOTAL	113,359	124,168

NOTES

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- 2 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 26th May 2010.
- 3 The consolidated financial results include the audited financial results of 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.
- 4 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.
- 5 In respect of currency options contracts entered into, to hedge highly probable forecast export transactions, the Company has followed the principles set out in Accounting Standard - 30 - Financial Instruments: Recognition and Measurement issued by the Institute of Chartered Accountants of India. Consequently, such exchange variations are accumulated in hedging reserve and recognized in the Profit and Loss Account only on completion of the transaction. Accordingly, debit balance in the Hedging Reserve, as at 31st March, 2010, representing mark to market losses, in respect of contracts maturing upto December, 2012 stands at Rs. 640.15 Lac .
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- 7 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.
- 8 The Directors have recommended a dividend of Rs. 1.20 per Equity share for the year ended 31st March , 2010 (Previous Year Rs.1.20 per Equity Share) subject to the approval of shareholders.
- 9 During the Quarter and Year ended 31st March, 2010, the operational results of the Company and its subsidiaries continued to be impacted adversely on account of pressures on volumes and prices coupled with consumption of higher cost inventory, compared to corresponding period of previous year.
- 10 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.
- 11 Previous year figures have been regrouped / recast wherever necessary.
- 12 Investor's complaint for the quarter ended 31st March, 2010 : Opening Balance- Nil, New - 16 , Disposal- 16 , Closing Balance - Nil.

Place : Mumbai
Date: 26th May, 2010

For Everest Kanto Cylinder Limited

Sd/-
P.K Khurana
Chairman & Managing Director