



# 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 AND NINE MONTHS ENDED 31ST DECEMBER, 2010						
Sr. No.	PARTICULARS	₹ in Lac				
		For the Quarter ended		For Nine Months Ended		Year ended
		31.12.2010 (Unaudited)	31.12.2009 (Unaudited)	31.12.2010 (Unaudited)	31.12.2009 (Unaudited)	31.03.2010 (Audited)
1	a) Net sales / Income from operations	8,089	10,122	27,454	25,949	34,907
	b) Other Operating Income	92	91	348	267	537
2	Expenditure					
	a) (Increase) / Decrease in stock in trade and work in progress	(34)	(2,058)	2,969	(3,745)	(2,716)
	b) Consumption of raw materials, components, etc.	4,337	9,454	14,197	21,449	28,026
	c) Purchase of Traded Goods	24	19	103	538	644
	d) Employees Cost	755	552	2,015	1,491	2,077
	e) Depreciation / Amortisation	554	690	1,663	1,912	1,429
	f) Other Expenditure	1,583	1,357	4,801	3,514	5,155
	g) Total	7,219	10,014	25,748	25,159	34,615
3	Profit from Operations before (Gain) / Loss on Foreign Exchange Variation (Net), Other Income, Interest & Exceptional Items(1-2)	962	199	2,054	1,057	829
4	(Gain) / Loss on Foreign Exchange Variation (Net)	(162)	(380)	45	(1,205)	(2,435)
5	Profit Before Other Income, Interest & Exceptional Items (3-4)	1,124	579	2,009	2,262	3,264
6	Other Income	207	105	523	377	402
7	Profit Before Interest & Exceptional Items (5+6)	1,331	684	2,532	2,639	3,666
8	Interest and Finance Charges	71	86	276	279	312
9	Profit after interest but before Exceptional Items (7-8)	1,260	598	2,256	2,360	3,354
10	Exceptional items	-	-	-	-	-
11	Profit from Ordinary Activities before tax (9+10)	1,260	598	2,256	2,360	3,354
12	Tax Expense	413	220	973	848	1,209
13	Net Profit from Ordinary Activities after tax (11-12)	847	378	1,283	1,512	2,145
14	Excess Depreciation written back/ (off) in respect of earlier years, pursuant to change in accounting policy (net of tax)	-	-	(182)	-	1,987
15	Prior Period Adjustment (Including Tax)	-	-	-	-	(83)
16	Extraordinary items (net of tax expense)	-	-	-	-	-
17	Net Profit (13+14+15+16)	847	378	1,101	1,512	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)	0.79	0.37	1.23	1.49	2.04
21	Basic and Diluted Earnings Per Share of Rs.2/- each after Excess Depreciation (in Rupees)	0.79	0.37	1.05	1.49	4.00
22	Public Shareholding					
	- Number of shares	46,089,798	40,688,447	46,089,798	40,688,447	40,645,967
	- Percentage of Share holding	43.01	40.22	43.01	40.22	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	61,067,884	60,469,235	61,067,884	60,469,235	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)	56.99	59.78	56.99	59.78	59.82

## 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](http://www.everestkanto.com) and on the websites of BSE ([www.bseindia.com](http://www.bseindia.com)) and NSE ([www.nseindia.com](http://www.nseindia.com)).
- 2 The above results were reviewed by the Audit Committee at its meeting held on 31st January, 2011 and taken on record by the Board of Directors of the Company at their meeting held on that date.
- 3 During the first 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.6920 Lac (including expenses in connection with the issue). The Balance amount stands temporarily invested in Inter Corporate Deposit.
- 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 Considering foreign exchange exposures and present volatility in exchange rates, mark to market losses for the quarter and nine months ended 31st December, 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 nine months ended 31st December, 2010 is higher by Rs. 47 Lac and the profit (before tax) for the Nine months is lower by the same and Gain for the quarter ended on that date was higher by Rs. 55 Lac and the profit (before tax) for the quarter was higher by the same.
- 6 With a view to consolidate and promote synergy amongst similar facilities and effective utilisation of the manufacturing facilities, it was considered prudent to shift the entire activities of Aurangabad plant to larger unit located at Gandhidham, during the quarter ended 31st December, 2010.
- 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 Previous Period figures have been regrouped / recast wherever necessary.
- 9 Investor's complaints for the quarter ended 31st December, 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: 31st January, 2011



# 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 NINE MONTHS ENDED 31ST DECEMBER, 2010						₹ in Lac
Sr. No.	PARTICULARS	For the Quarter ended		For Nine Months Ended		Year ended
		31.12.2010 (Unaudited)	31.12.2009 (Unaudited)	31.12.2010 (Unaudited)	31.12.2009 (Unaudited)	31.03.2010 (Audited)
1	a) Net sales/Income from operations	19,744	16,938	53,897	46,731	64,965
	b) Other Operating Income	87	105	340	314	742
2	Expenditure					
	a) (Increase) / Decrease in stock in trade and work in progress	708	(2,701)	3,459	(4,484)	(1,050)
	b) Consumption of raw materials, components, etc.	9,199	13,141	25,400	31,352	42,155
	c) Purchase of Traded Goods	244	50	244	50	675
	d) Employees Cost	2,293	2,108	5,969	5,840	7,783
	e) Depreciation / Amortisation	1,613	2,000	4,860	5,847	5,688
	f) Other Expenditure	3,611	2,223	10,371	6,918	9,839
	g) Total	17,668	16,821	50,303	45,523	65,090
3	Profit / (Loss) from Operations before (Gain)/Loss on Foreign Exchange Variation (Net), Other Income, Interest & Exceptional Items(1-2)	2,163	222	3,934	1,522	617
4	Loss / (Gain) on Foreign Exchange Variation (Net)	(211)	(377)	(77)	(1,195)	(2,235)
5	Profit / (Loss) Before Other Income, Interest & Exceptional Items (3-4)	2,374	599	4,011	2,717	2,852
6	Other Income	152	15	362	92	114
7	Profit / (Loss) Before Interest & Exceptional Items (5+6)	2,526	614	4,373	2,809	2,966
8	Interest and Finance Charges	184	274	681	944	1,135
9	Profit / (Loss) after Interest but before Exceptional Items (7-8)	2,342	340	3,692	1,865	1,831
10	Exceptional items	-	-	-	-	-
11	Profit / (Loss) from Ordinary Activities before tax (9+10)	2,342	340	3,692	1,865	1,831
12	Tax Expense / (Credit)	44	198	(53)	612	548
13	Net Profit / (Loss) From Ordinary Activities after tax (11-12)	2,298	142	3,745	1,253	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)	-	(83)
16	Extraordinary items (net of tax expense)	-	-	-	-	-
17	Net Profit / (Loss) before share of minority interest (13+14+15+16)	2,298	142	3,563	1,253	4,143
18	Share of minority interest in loss	31	11	81	35	8
19	Net Profit / (Loss) after share of minority interest (17 + 18)	2,329	153	3,644	1,288	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)	2.17	0.15	3.63	1.27	1.19
23	Basic and Diluted Earnings Per Share of Rs.2/- each after Excess Depreciation (in Rupees)	2.17	0.15	3.46	1.27	4.10
24	Public Shareholding					
	- Number of shares	46,089,798	40,688,447	46,089,798	40,688,447	40,645,967
	- Percentage of Share holding	43.01	40.22	43.01	40.22	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	61,067,884	60,469,235	61,067,884	60,469,235	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)	56.99	59.78	56.99	59.78	59.82

  

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED						₹ in Lac
PARTICULARS	For the Quarter Ended		For Nine Months Ended		Year ended	
	31.12.2010 (Unaudited)	31.12.2009 (Unaudited)	31.12.2010 (Unaudited)	31.12.2009 (Unaudited)	31.03.2010 (Audited)	
1. Segment Revenue						
a) India (Incl. CC&L)	8,058	10,076	27,459	25,903	34,925	
b) U.A.E. (Dubai)	7,800	3,409	20,838	10,530	16,185	
c) China	1,536	350	2,991	3,129	3,391	
d) USA & Hungary	2,832	3,593	5,357	10,076	13,839	
e) Others	-	-	-	-	-	
Total	20,226	17,428	56,645	49,638	68,340	
Less : Inter Segment Revenue	482	490	2,748	2,907	3,375	
Net Sales Income from Operation	19,744	16,938	53,897	46,731	64,965	
2. Segment Result (before tax and interest)						
a) India (Incl. CC&L)	463	324	1,281	1,101	737	
b) U.A.E. (Dubai)	3,045	229	6,268	1,519	2,018	
c) China	(519)	(349)	(1,168)	(497)	(573)	
d) USA & Hungary	(819)	18	(2,440)	(601)	(1,565)	
e) Others	(7)	-	(7)	-	-	
Total	2,163	222	3,934	1,522	617	
Unallocable Income / (Expense)	152	15	362	92	114	
Less: Loss/(Gain) on Foreign Exchange variation (Net)	(211)	(377)	(77)	(1,195)	(2,235)	
Less: Interest and Finance charges	184	274	681	944	1,135	
	2,342	340	3,692	1,865	1,831	
3. Capital Employed						
a) India (Incl. CC&L)	60,419	60,137	60,419	60,137	61,004	
b) U.A.E. (Dubai)	10,038	13,685	10,038	13,685	12,899	
c) China	13,928	13,208	13,928	13,208	12,741	
d) USA & Hungary	24,668	27,796	24,668	27,796	26,569	
e) Others	139	-	139	-	-	
f) Unallocable	(34,751)	(53,651)	(34,751)	(53,651)	(51,121)	
	74,441	61,175	74,441	61,175	62,092	

**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 Nine Months Ended		Year ended
	31.12.2010 (Unaudited)	31.12.2009 (Unaudited)	31.12.2010 (Unaudited)	31.12.2009 (Unaudited)	31.03.2010 (Audited)
Net sales / Income from operations	8,089	10,122	27,454	25,949	34,907
Profit from Ordinary Activities before Foreign Exchange variations, tax and prior period adjustments	1,097	218	2,302	1,155	919
Profit from Ordinary Activities before tax and prior period adjustments	1,258	598	2,256	2,360	3,354
Net Profit after Tax and prior period adjustments	845	378	1,101	1,512	4,048

- 2 The above results were reviewed by the Audit Committee at its meeting held on 31st January, 2011 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 three wholly owned subsidiaries, EKC Industries (Tianjin) Co. Ltd., China, EKC International FZE, UAE and EKC Industries (Thailand) Co.Ltd.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 all the entities have been reviewed by the respective auditors.
- 4 During the first 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. 6,920 Lac (including expenses in connection with the issue). The Balance amount stands temporarily invested in 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 nine months ended 31st December, 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 Nine months ended 31st December, 2010 is higher by Rs. 47 Lac and the profit (before tax) for the nine months is lower by the same and Gain for the quarter ended on that date was higher by Rs. 55 Lac and the profit (before tax) for the quarter was higher by the same.
- 7 With a view to consolidate and promote synergy amongst similar facilities and effective utilisation of the manufacturing facilities, it was considered prudent to shift the entire activities of Aurangabad plant to larger unit located at Gandhidham, during the quarter ended 31st December, 2010.
- 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 31st December, 2010 : Opening Balance- Nil, New-3 , Disposal-3 , Closing Balance - Nil.

Place : Mumbai  
Date: 31st January, 2011

For Everest Kanto Cylinder Limited  
Sd/-  
P. K. Khurana  
Chairman & Managing Director