

Walker Chandiook & Co LLP

Walker Chandiook & Co LLP
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Auditor's Report on Annual Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of Everest Kanto Cylinder Limited

1. We have audited the annual financial results of **Everest Kanto Cylinder Limited** ("the Company") for the year ended 31 March 2016, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Attention is drawn to note 6 in the annual financial results regarding the figures for the quarter ended 31 March 2016, as reported in these annual financial results, which are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of the third quarter of the financial year. Also, the figures up to the end of the third quarter had only been reviewed and not subjected to audit. These annual financial results have been prepared on the basis of the annual financial statements and reviewed quarterly financial results upto the end of the third quarter, which are the responsibility of the Company's management. Our responsibility is to express an opinion on these annual financial results based on our review of financial results for the nine months period ended 31 December 2015, which were prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting, issued pursuant to the Companies (Accounting Standards) Rules, 2006 read with Rule 7 of the Companies (Accounts) Rules, 2014 in respect of Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India; and our audit of the annual financial statements as at and for the year ended 31 March 2016.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our qualified opinion.



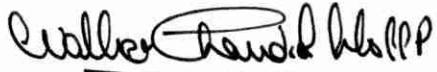
Chartered Accountants

Offices in Bengaluru, Chandigarh, Chennai, Gurgaon, Hyderabad, Kochi, Kolkata, Mumbai, New Delhi, Noida and Pune

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Walker Chandiook & Co LLP

3. As stated in Note 3(a) to the financial results, the Company's current investments, as at 31 March 2016, include an investment amounting to Rs. 6,925.07 Lakh (as at 31 March 2015 Rs 6,925.07 Lakh) in its wholly owned Subsidiary in China, EKC Industries (Tianjin) Co. Ltd., whose financial statements as at 31 March 2016 indicate significant accumulated losses and net worth being fully eroded, however, as at 31 March 2016, a provision of only Rs. 3,500 Lakh (as at 31 March 2015 Rs. 1,500 Lakh) has been recognized in the books for diminution in value of investments on an adhoc basis. In the absence of sufficient appropriate evidence, we are unable to comment upon the carrying value of this investment and the consequential impact, if any, on the accompanying financial results. Our audit opinion for the year ended 31 March 2015 was also qualified in respect of this matter.
4. As detailed in note 5 to the financial results, the Company's short term loans and advances and other current assets include inter-corporate deposit and accrued interest thereon, aggregating Rs. 1,347 Lakh (as at 31 March 2015 Rs 1,447 Lakh) and Rs. 377 Lakh (as at 31 March 2015 Rs 331 Lakh), respectively. In the absence of sufficient appropriate evidence, we are unable to comment on the recoverability of the aforesaid amounts and consequential impact, if any, on the financial results.
5. In our opinion and to the best of our information and according to the explanations given to us, the annual financial results:
 - (i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
 - (ii) give a true and fair view of the net loss and other financial information for the year ended 31 March 2016, except for the effect of qualifications as described in the previous paragraphs

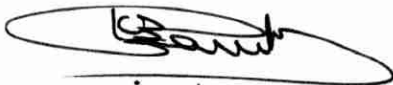


For Walker Chandiook & Co LLP

(formerly Walker, Chandiook & Co)

Chartered Accountants

Firm Registration No.: 001076N/N500013



per **Khushroo B. Panthaky**

Partner

Membership No.: 42423

Place: Mumbai

Date: 30 May 2016

EVEREST KANTO CYLINDER LIMITED

Registered Office: 204, Raheja Centre, Free Press Journal Marg, 214, Nariman Point, Mumbai 400021

CIN: L29200MH1978PLC020434; Email: investors@ekc.in;

Tel Numbers: 022 3026 8300/01 Fax: 022 2287 0720; Website : www.everestkanto.com

Audited Financial Results (Standalone) For The Year Ended 31st March, 2016

(₹ in Lakhs)

Particulars	3 months ended	Preceding 3 months ended	Corresponding 3 months ended in the Previous Year	Current Year ended	Previous Year ended
	31/03/2016 (Audited) (Ref. Note no.6)	31/12/2015 (Unaudited)	31/03/2015 (Audited) (Ref. Note no.6)	31/03/2016 (Audited)	31/03/2015 (Audited)
1 Income from operations					
(a) Net sales/income from operations (Net of excise duty)	5,576	3,601	4,468	16,919	17,705
(b) Other operating income	28	37	76	158	314
Total income from operations (net)	5,604	3,638	4,544	17,077	18,019
2 Expenses					
(a) Cost of materials consumed (net)	2,904	3,622	3,430	11,777	12,623
(b) Purchases of stock-in-trade	27	20	7	102	71
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	1,976	(1,503)	122	1,240	659
(d) Power and Fuel	365	332	396	1,272	1,796
(e) Employee benefits expense	404	304	416	1,367	1,612
(f) Depreciation and amortisation expense	431	430	416	1,695	1,715
(g) Others	1,260	644	1,052	3,383	3,353
Total expenses	7,367	3,849	5,839	20,836	21,829
3 Profit / (Loss) from operations before other income, finance costs, foreign exchange variation gain/ (loss) and exceptional items (1-2)	(1,763)	(211)	(1,295)	(3,759)	(3,810)
4 Other income	87	53	246	425	1,134
5 Profit / (Loss) from ordinary activities before finance costs, foreign exchange variation gain/ (loss) and exceptional items (3 + 4)	(1,676)	(158)	(1,049)	(3,334)	(2,676)
6 Finance costs	964	1,300	1,181	4,716	5,011
7 Profit / (Loss) from ordinary activities after finance costs but before foreign exchange variation gain/ (loss) and exceptional items (5 - 6)	(2,640)	(1,458)	(2,230)	(8,050)	(7,687)
8 Foreign Exchange Variation Gain/ (Loss)	55	(28)	(272)	(406)	(248)
9 Profit / (Loss) from ordinary activities after foreign exchange variation gain/ (loss) but before exceptional items (7 + 8)	(2,585)	(1,486)	(2,502)	(8,456)	(7,935)
10 Exceptional Items (Refer Note no.3)	195	1,178	500	2,934	1,980
11 Profit / (Loss) from ordinary activities before tax (9 + 10)	(2,780)	(2,664)	(3,002)	(11,390)	(9,915)
12 Tax expense / (Credit)	-	-	(2)	106	(2)
13 Net Profit / (Loss) from ordinary activities after tax (11 + 12)	(2,780)	(2,664)	(3,000)	(11,496)	(9,913)
14 Extraordinary items	-	-	-	-	-
15 Net Profit / (Loss) for the period (13 + 14)	(2,780)	(2,664)	(3,000)	(11,496)	(9,913)
16 Paid-up equity share capital (face value of ₹ 2/- each)	2,244	2,143	2,143	2,244	2,143
17 Reserves excluding Revaluation Reserves				5,415	16,209
18 Earnings per share (not annualised) (in ₹):					
(a) Basic	(2.60)	(2.48)	(2.80)	(10.73)	(9.25)
(b) Diluted	(2.60)	(2.48)	(2.80)	(10.73)	(9.25)



AD

EVEREST KANTO CYLINDER LIMITED

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STANDALONE STATEMENT OF ASSETS AND LIABILITIES

(₹ in Lakhs)

Particulars	As at 31/03/2016	As at 31/03/2015
	(Audited)	(Audited)
A EQUITY AND LIABILITIES		
1 Shareholders' Funds		
(a) Share Capital	2,244.15	2,143.15
(b) Reserves and Surplus	5,415.15	16,208.82
	7,659.30	18,351.97
2 Non-Current Liabilities		
(a) Long-Term Borrowings	23,653.89	28,613.92
(b) Other Long-Term Liabilities	-	28.84
(c) Long-Term Provisions	94.12	70.99
	23,748.01	28,713.75
3 Current Liabilities		
(a) Short-Term Borrowings	7,518.89	10,597.70
(b) Trade Payables	9,409.41	6,512.23
(c) Other Current Liabilities	12,410.87	5,712.99
(d) Short-Term Provisions	13.08	17.81
	29,352.25	22,840.73
TOTAL	60,759.56	69,906.45
B ASSETS		
1 Non-Current Assets		
(a) Fixed Assets	27,744.55	29,280.75
(b) Non-Current Investments	3,669.74	3,666.11
(c) Long-Term Loans and Advances	1,536.86	1,515.08
(d) Other Non-Current Assets	185.00	350.00
	33,136.15	34,811.94
2 Current Assets		
(a) Current Investments	3,427.67	5,427.54
(b) Inventories	10,766.91	14,396.74
(c) Trade Receivables	4,032.28	5,267.56
(d) Cash & Bank Balances	485.51	358.91
(e) Short-Term Loans and Advances	4,812.13	5,203.63
(f) Other Current Assets	4,098.91	4,440.13
	27,623.41	35,094.51
TOTAL	60,759.56	69,906.45



AB

NOTES :

- 1 The above results were reviewed by the Audit Committee at its meeting held on 30th May, 2016 and have been approved by the Board of Directors of the Company at their meeting held on that date.
- 2 Tax Expense includes Current Tax, Deferred Tax (Including Deferred Credits, if any) and tax adjustments relating to earlier years.
- 3 a. As regards the Investment by way of share capital of ₹6925.07 Lakhs in EKC Industries (Tianjin) Company Limited, a wholly owned subsidiary based in China, the Company is of the considered view based on the assessment of the relevant factors, such as, the long term nature of the investment, future business prospects in the markets in which EKC Industries (Tianjin) Company Limited operates, expected appreciation in the fair value of the assets of EKC Industries (Tianjin) Company Limited, etc., that no provision for the diminution in the value of the Investment is required. However, on conservative basis, an aggregate amount of ₹2,000 Lakhs (₹1,500 Lakhs for the year ended 31 March 2015) has been provided towards such diminution and has been disclosed as an Exceptional Item in the financial results. The Audit Report of the Statutory Auditors on the financial results for the year ended 31 March 2016 is qualified in respect of this matter.
b. An aggregate amount of ₹826 Lakhs (₹ 480 Lakhs for the year ended 31 March 2015) has been provided towards impairment of investment in share of and loan and other receivables from Calcutta Compressions & Liquefaction Engineering Limited (CC&L), a subsidiary company, based on management's assessment of the recoverable value of the investment and loans. This provision has been disclosed as an Exceptional Item in the financial results.
c. Exceptional Item includes benefit on closure of borrowing obligation of ₹508 lakhs.
d. Exceptional Item includes provision towards diminution in value for slow and non-moving inventory items of ₹616 lakhs.
- 4 The recognition of interest income of ₹299 Lakhs has been deferred by the Company, due to uncertainties with respect to ultimate collection of the outstanding amounts.
- 5 Short term loans and advances and other current assets include an amount of ₹1,724 lakhs (₹1,778 lakhs as at 31 March 2015) towards secured inter-corporate deposit advanced to Hubtown Limited (formerly Akruiti City Limited) and accrued interest thereon. The deposit and accrued interest are outstanding for a considerable period. These deposits are secured against mortgage rights of an under-construction commercial property in favour of the Company. Based on its on-going discussion with Hubtown Limited (formerly Akruiti City Limited), the Company is confident of recovering the inter-corporate deposit with accrued interest thereon and therefore believes that no provision for losses on account of non-recoverability of outstanding amounts, if any, is necessary at present. The Audit Report of the Statutory Auditors on the financial results for the year ended 31 March 2016 is qualified in this matter.
- 6 The figures of the last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the relevant financial year.
- 7 Previous periods' figures have been regrouped / recast, wherever necessary.

Place : Mumbai
Date: 30th May, 2016

By Order of the Board
For Everest Kanto Cylinder Limited


P. K. Khurana
Chairman & Managing Director
DIN:- 00004050





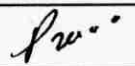


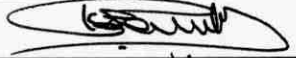
Statement on Impact of Audit Qualifications on Annual Financial Results for the Financial Year ended 31st March, 2016 (Standalone)

(Amt. in Lakhs)

I.	Sr. No.	Particulars	Audited Figures	Adjusted Figures
			(as reported before adjusting for qualifications)	(figures after adjusting for qualifications)
	1	Turnover / Total income	17,502	17,502
	2	Total Expenditure	28,998	30,698
	3	Net Profit/(Loss)	(11,496)	(13,196)
	4	Earnings Per Share (Amt. in `)	(10.73)	(12.31)
	5	Total Assets	60,760	59,060
	6	Total Liabilities	53,101	53,101
	7	Net Worth	7,659	5,959
	8	Any other financial item(s) (as felt appropriate by the management)	Nil	Nil

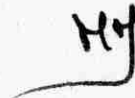
II. Audit Qualification (each audit qualification separately):		Qualification 1	Qualification 2
a.	Details of Audit Qualifications:	<p>The extract of qualification in the audit report is as follows:</p> <p>As stated in Note 3(a) to the financial results, the Company's current investments, as at 31 March 2016, include an investment amounting to ₹ 6,925.07 lakhs (as at 31 March 2015 ₹ 6,925.07 lakhs) in its wholly owned Subsidiary in China, EKC Industries (Tianjin) Co. Ltd., whose financial statements as at 31 March 2016 indicate significant accumulated losses and net worth being fully eroded, however, as at 31 March 2016, a provision of only ₹ 3,500 lakhs (as at 31 March 2015 ₹ 1,500 lakhs) has been recognized in the books for diminution in value of investments on an adhoc basis. In the absence of sufficient appropriate evidence, we are unable to comment upon the carrying value of this investment and the consequential impact, if any, on the accompanying financial results. Our audit opinion for the year ended 31 March 2015 was also qualified in respect of this matter.</p>	<p>The extract of qualification in the audit report is as follows:</p> <p>As detailed in note 5 to the financial results, the Company's short term loans and advances and other current assets include inter-corporate deposit and accrued interest thereon, aggregating ₹ 1,347 lakhs (as at 31 March 2015 ₹ 1,447 lakhs) and ₹ 377 lakhs (as at 31 March 2015 ₹ 331 lakhs), respectively. In the absence of sufficient appropriate evidence, we are unable to comment on the recoverability of the aforesaid amounts and consequential impact, if any, on the financial results.</p>
b.	Type of Audit Qualification : Qualified Opinion / Disclaimer of Opinion / Adverse Opinion	Qualified Opinion	Qualified Opinion
c.	Frequency of qualification: Whether appeared first time / repetitive / since how long continuing	Qualification is included in all Quarterly and Annual Financial Results issued by the auditors starting from Review report on the financial results for the quarter and six months ended 30 September, 2014	Qualification was also included in the Review Report on the financial results for the quarter and nine months ended 31 December, 2015
d.	For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:	Not quantified	Not quantified
e.	For Audit Qualification(s) where the impact is not quantified by the auditor:		



(i)	Management's estimation on the impact of audit qualification:	As regards the Investment by way of share capital of ₹6,925.07 lakhs in EKC Industries (Tianjin) Company Limited, a wholly owned subsidiary based in China, the Company is of the considered view, based on the assessment of the relevant factors, such as, the long term nature of the investment, future business prospects in the markets in which EKC Industries (Tianjin) Company Limited operates, expected appreciation in the fair value of the assets of EKC Industries (Tianjin) Company Limited, etc., that no provision for the diminution in the value of the Investment is required. However, on a conservative basis, during the year, an aggregate amount of ₹2,000 lakhs (₹1,500 lakhs for the year ended 31 March 2015) has been provided towards such diminution and has been disclosed as an Exceptional Item in the financial results. Considering the expected appreciation in the value of the assets and provision of ₹3,500 lakhs already provided, the Management does not expect diminution in value of investments of more than ₹1,700 lakhs.	Short term loans and advances and other current assets include an amount of ₹1,724 lakhs (₹1,778 lakhs as at 31 March 2015) towards secured inter-corporate deposit advanced to Hubtown Limited (formerly Akruiti City Limited) and accrued interest thereon. The deposit and accrued interest are outstanding for a considerable period. These deposits are secured against mortgage rights of an under-construction commercial property in favour of the Company. The estimated value of completed property would be ₹ 1,750 lakhs as per the independent valuer's report obtained by the Company in March 2015. Based on the Company's on-going discussion with Hubtown Limited (formerly Akruiti City Limited), the Company is confident of recovering the inter-corporate deposit with accrued interest thereon and therefore believes that no provision for losses on account of non-recoverability of outstanding amounts, if any, is necessary at present. The Management does not expect any loss since the outstanding amount is sufficiently secured by way of mortgage of property.
(ii)	If management is unable to estimate the impact, reasons for the same:	Not Applicable	Not Applicable
(iii)	Auditors' Comments on (i) or (ii) above:	The estimates made by the management towards expected diminution in value of investment in subsidiary company are based on its internal business projections and expected realizable value from sale of assets. The expected realizable value of assets is further dependent on certain assumptions. In the absence of certainty in respect of business projections and assumptions used in arriving at realizable value of assets, we are unable to comment on the estimates made by the management.	The estimate made by the management assumes certainty on completion of construction of mortgaged property. In the absence of positive developments towards completion of construction of property and considering the time elapsed from the date of mortgage, auditors are of the opinion that there is uncertainty on completion of mortgaged property and consequent realizability of short term loans and advances and other current assets. Therefore, we are unable to comment on the assumptions made by the management.
III. Signatories:			
	Chairman & Managing Director	P. K. Khurana	
	CFO	Kishore Thakkar	
	Audit Committee Chairman	M. N. Sudhindra Rao	
	Statutory Auditor	Khushroo B. Panthaky, Partner, Walker Chandio & Co LLP, Chartered Accountants	

Place: Mumbai
Date: 30th May, 2016









Walker Chandiook & Co LLP

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Auditor's Report on Annual Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of Everest Kanto Cylinder Limited

1. We have audited the annual consolidated financial results of **Everest Kanto Cylinder Limited** ("the Company") and its subsidiaries (the Company and its subsidiaries together referred to as "the Group"), for the year ended 31 March 2016, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Attention is drawn to note 8 in the annual consolidated financial results regarding the figures for the quarter ended 31 March 2016, as reported in these annual consolidated financial results, which are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of the third quarter of the financial year. Also, the figures up to the end of the third quarter had only been reviewed and not subjected to audit. These annual consolidated financial results have been prepared on the basis of the annual consolidated financial statements and reviewed quarterly consolidated financial results upto the end of the third quarter, which are the responsibility of the Company's management. Our responsibility is to express an opinion on these annual consolidated financial results based on our review of consolidated financial results for the nine months period ended 31 December 2015, which were prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting, as notified under the Companies (Accounting Standards) Rules, 2006 read with Rule 7 of the Companies (Accounts) Rules, 2014 in respect of Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India; and our audit of the annual consolidated financial statements as at and for the year ended 31 March 2016.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as consolidated financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our qualified opinion.



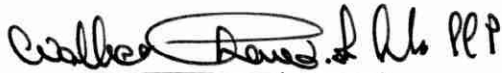
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3. As detailed in note 2 to the financial results, the Group's short term loans and advances and other current assets include inter-corporate deposit and accrued interest thereon, aggregating Rs. 1,347 Lakh (as at 31 March 2015 Rs 1,447 Lakh) and Rs. 377 Lakh (as at 31 March 2015 Rs 331 Lakh), respectively. In the absence of sufficient appropriate evidence, we are unable to comment on the recoverability of the aforesaid amounts and consequential impact, if any, on the financial results.
4. In our opinion and to the best of our information and according to the explanations given to us and upon consideration of reports of other auditors, the annual consolidated financial results:
- (i) include the annual financial results for the year ended 31 March 2016, of the following entities
 - EKC Industries (Tianjin) Co., Ltd.
 - EKC International FZE
 - EKC Industries (Thailand) Co., Ltd.
 - Calcutta Compressions & Liquefaction Engineering Limited
 - EKC Hungary Kft.
 - CP Industries Holdings Inc.
 - EKC Europe GmbH
 - EKC Positron Gas Ltd
 - (ii) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
 - (iii) give a true and fair view of the consolidated loss and other financial information for the year ended 31 March 2016 except for the effect of qualification as described in the previous paragraph
5. We did not audit the financial statements of six subsidiaries, included in the annual consolidated financial results, whose financial statements reflect total revenues (after eliminating intra-group transactions) of Rs. 33,157 Lakh for the year ended 31 March 2016 and total assets of Rs. 55,036 Lakh as at year ended 31 March 2016. These financial statements and other financial information have been audited by other auditors whose audit reports have been furnished to us, and our opinion in respect thereof is based solely on the audit reports of such other auditors. Our opinion is not qualified in respect of this matter.

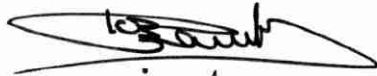


For Walker Chandiook & Co LLP

(formerly Walker, Chandiook & Co)

Chartered Accountants

Firm Registration No.: 001076N/N500013



per **Khushroo B. Panthaky**

Partner

Membership No.: 42423

Place: Mumbai

Date: 30 May 2016

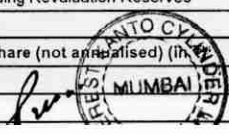
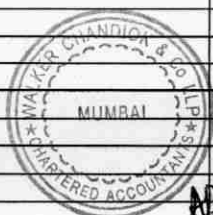
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Audited Financial Results (Consolidated) For The Year Ended 31st March, 2016

(₹ in Lakhs)

	Particulars	3 months ended	Preceding 3 months ended	Corresponding 3 months ended in the Previous Year	Current Year ended	Previous Year Ended
		31/03/2016	31/12/2015	31/03/2015	31/03/2016	31/03/2015
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
		(Ref. Note no.8)		(Ref. Note no.8)		
1	Income from operations					
	(a) Net sales/income from operations	17,111	12,150	12,455	50,385	46,862
	(Net of excise duty)					
	(b) Other operating income	29	51	99	191	369
	Total income from operations (net)	17,140	12,201	12,554	50,576	47,231
2	Expenses					
	(a) Cost of materials consumed (net)	5,484	5,768	5,519	20,244	24,845
	(b) Purchases of stock-in-trade	3,383	2,816	648	7,932	959
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	2,180	(2,287)	726	374	266
	(d) Power and Fuel	781	742	826	2,752	3,508
	(e) Employee benefits expense	2,180	2,041	2,199	8,063	8,079
	(f) Depreciation and amortisation expense	1,833	1,800	1,447	7,153	7,055
	(g) Others	3,157	2,292	2,759	10,037	9,313
	Total expenses	18,978	13,172	14,124	56,555	54,025
3	Profit / (Loss) from operations before other income, finance costs, provision for doubtful debts, foreign exchange variation gain/(loss) and exceptional items (1-2)	(1,838)	(971)	(1,570)	(5,979)	(6,794)
4	Other income	75	33	132	262	703
5	Profit / (Loss) from ordinary activities before finance costs, provision for doubtful debts, foreign exchange variation gain/(loss) and exceptional items (3 + 4)	(1,763)	(938)	(1,438)	(5,717)	(6,091)
6	Finance costs	1,173	1,456	1,305	5,351	5,700
7	Profit / (Loss) from ordinary activities after finance costs but before provision for doubtful debts, foreign exchange variation gain / (loss) and exceptional items (5 - 6)	(2,936)	(2,394)	(2,743)	(11,068)	(11,791)
8	Provision for Doubtful Debts / (Provision Written Back)	260	(74)	(769)	(155)	(2,197)
9	Foreign Exchange Variation Gain/ (Loss)	(23)	(371)	(370)	(953)	(242)
10	Profit / (Loss) from ordinary activities before exceptional items (7 ± 8 ± 9)	(3,219)	(2,691)	(2,344)	(11,866)	(9,836)
11	Exceptional Items (Refer Note no. 4)	(5)	202	-	408	-
12	Profit / (Loss) from ordinary activities before tax (10 ± 11)	(3,214)	(2,893)	(2,344)	(12,274)	(9,836)
13	Tax expense / (Credit)	(16)	45	(1)	135	(63)
14	Net Profit / (Loss) from ordinary activities after tax (12 ± 13)	(3,198)	(2,938)	(2,343)	(12,409)	(9,773)
15	Extraordinary items	-	-	-	-	-
16	Net Profit / (Loss) for the period (14 ± 15)	(3,198)	(2,938)	(2,343)	(12,409)	(9,773)
17	Share of profit / (loss) of associates	-	-	-	-	-
18	Minority interest	-	-	-	-	-
19	Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (16 ± 17 ± 18)	(3,198)	(2,938)	(2,343)	(12,409)	(9,773)
20	Paid-up equity share capital (face value of Rs.2/- each)	2,244	2,143	2,143	2,244	2,143
21	Reserves excluding Revaluation Reserves				32,093	41,608
22	Earnings per share (not annualised) (in ₹)					
	(a) Basic	(2.98)	(2.74)	(2.19)	(11.58)	(9.12)
	(b) Diluted	(2.98)	(2.74)	(2.19)	(11.58)	(9.12)



EVEREST KANTO CYLINDER LIMITED

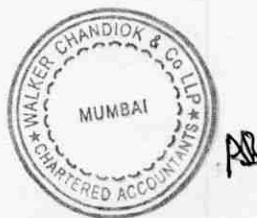
Registered Office: 204, Raheja Centre, Free Press Journal Marg, 214, Nariman Point, Mumbai 400021
 CIN: L29200MH1978PLC020434; Email: investors@ekc.in;
 Tel Numbers: 022 3026 8300/01 Fax: 022 2287 0720; Website : www.everestkanto.com

Audited Financial Results (Consolidated) For The Year Ended 31st March, 2016

SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(₹ in Lakhs)

PARTICULARS	3 months ended	Preceding 3 months ended	Corresponding 3 months ended in the Previous Year	Current Year ended	Previous Year Ended
	31/03/2016 (Audited) (Ref. Note no.8)	31/12/2015 (Unaudited)	31/03/2015 (Audited) (Ref. Note no.8)	31/03/2016 (Audited)	31/03/2015 (Audited)
1. Segment Revenue					
a) India	5,775	3,785	4,746	17,585	18,866
b) U.A.E (Dubai)	6,038	5,328	3,437	16,591	11,277
c) China	1,347	1,587	966	5,561	5,494
d) USA & Hungary	5,734	3,878	5,213	18,768	16,774
e) Thailand	1	(2)	201	228	284
f) Germany	773	343	88	1,294	406
Total	19,668	14,919	14,651	60,027	53,101
Less: Inter Segment Revenue	2,528	2,718	2,097	9,451	5,870
Net Sales/Income from Operation	17,140	12,201	12,554	50,576	47,231
2. Segment Result (before Tax)					
Segment Result (before (Loss)/Gain on Foreign Exchange variation, Finance Costs & Tax):					
a) India	(1,474)	(434)	(718)	(3,876)	(3,585)
b) U.A.E (Dubai)	121	276	1,676	1,040	3,257
c) China	(443)	(460)	(1,494)	(1,813)	(1,704)
d) USA & Hungary	(299)	(480)	(167)	(1,526)	(2,021)
e) Thailand	(23)	1	(49)	(46)	(47)
f) Germany	25	(3)	(46)	(12)	(219)
Total	(2,093)	(1,100)	(798)	(6,233)	(4,319)
Unallocable Income / (Expenses)	75	34	129	263	425
Add/Less : (Loss)/Gain on Foreign Exchange variation (Net)	(23)	(371)	(370)	(953)	(242)
Less : Finance Costs	1,173	1,456	1,305	5,351	5,700
Net Profit / (Loss) before Tax	(3,214)	(2,893)	(2,344)	(12,274)	(9,836)
3. Capital Employed (Segment Assets Less Segment Liabilities)					
a) India	45,381	46,277	50,688	45,381	50,688
b) U.A.E (Dubai)	15,583	15,515	14,721	15,583	14,721
c) China	11,880	11,755	12,699	11,880	12,699
d) USA & Hungary	16,700	17,656	18,681	16,700	18,681
e) Thailand	87	104	747	87	747
f) Germany	618	176	140	618	140
g) Unallocable	(55,912)	(54,931)	(53,925)	(55,912)	(53,925)
Total	34,337	36,552	43,751	34,337	43,751



EVEREST KANTO CYLINDER LIMITED

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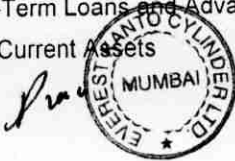
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CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES

(₹ in Lakhs)

Particulars		As at 31/03/2016	As at 31/03/2015
		(Audited)	(Audited)
A	EQUITY AND LIABILITIES		
1	Shareholders' Funds		
	(a) Share Capital	2,244.14	2,143.15
	(b) Reserves and Surplus	32,092.70	41,607.97
		34,336.84	43,751.12
2	Minority Interest	1.37	-
3	Non-Current Liabilities		
	(a) Long-Term Borrowings	24,897.74	31,027.87
	(b) Deferred Tax Liabilities (net)	-	-
	(c) Other Long-Term Liabilities	-	28.84
	(d) Long-Term Provisions	2,105.12	1,873.13
		27,002.86	32,929.84
4	Current Liabilities		
	(a) Short-Term Borrowings	27,385.16	24,357.95
	(b) Trade Payables	5,742.44	4,552.22
	(c) Other Current Liabilities	9,549.50	8,414.93
	(d) Short-Term Provisions	144.51	57.90
		42,821.61	37,383.00
	TOTAL	104,162.68	114,063.96
B	ASSETS		
1	Non-Current Assets		
	(a) Fixed Assets	54,050.83	58,500.48
	(b) Non-Current Investments	44.95	44.95
	(c) Long-Term Loans and Advances	1,694.22	1,771.49
	(d) Other Non-Current Assets	185.00	350.00
		55,975.00	60,666.92
2	Current Assets		
	(a) Current Investments	2.60	2.47
	(b) Inventories	28,757.90	30,328.50
	(c) Trade Receivables	10,641.32	9,077.63
	(d) Cash & Bank Balances	2,720.82	7,178.05
	(e) Short-Term Loans and Advances	3,714.22	4,700.34
	(f) Other Current Assets	2,350.82	2,110.05
		48,187.68	53,397.04
	TOTAL	104,162.68	114,063.96



NOTES

- 1 The above results were reviewed by the Audit Committee at its meeting held on 30th May, 2016 and have been approved by the Board of Directors of the Company at their meeting held on that date.
- 2 Short term loans and advances and other current assets include an amount of ₹1,724 lakhs (₹1,778 lakhs as at 31 March 2015) towards secured inter-corporate deposit advanced to Hubtown Limited (formerly Akruiti City Limited) and accrued interest thereon. The deposit and accrued interest are outstanding for a considerable period. These deposits are secured against mortgage rights of an under-construction commercial property in favour of the Company. Based on its on-going discussion with Hubtown Limited (formerly Akruiti City Limited), the Company is confident of recovering the inter-corporate deposit with accrued interest thereon and therefore believes that no provision for losses on account of non-recoverability of outstanding amounts, if any, is necessary at present. The Audit Report of the Statutory Auditors on the financial results for the year ended 31 March 2016 is qualified in this matter.
- 3 The recognition of interest income of ₹228 Lakhs has been deferred by the Company, due to uncertainties with respect to ultimate collection of the outstanding amounts.
- 4
 - a. Exceptional Item includes benefit on closure of borrowing obligation of ₹508 lakhs.
 - b. Exceptional Item includes provision towards diminution in value for slow and non-moving inventory items of ₹616 lakhs.
 - c. Expenses of ₹300 lakhs incurred for claim settlement towards delay in delivery of machinery under sales contract.
- 5 The consolidated financial results include the audited 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 three wholly owned step down subsidiaries, EKC Hungary Kft, Hungary, CP Industries Holdings, Inc., U.S.A. and EKC-Europe GmbH and also of Calcutta Compressions & Liquefaction Engineering Limited (CC&L) and EKC Positron Gas Limited, subsidiaries in which it has majority stake. The financial results of all the entities have been duly audited by the respective auditors of these entities, except for EKC Europe GmbH, whose operations are not significant.
- 6 Tax Expense includes Current Tax, Deferred Tax (Including Deferred Credits, if any) and tax adjustments relating to earlier years.
- 7 The Company and its subsidiaries operate within a single business segment. Hence, the Company has disclosed geographical segment as the primary segment on the basis of geographical location of the operations carried out by the Holding Company, its subsidiaries and step down subsidiaries.
- 8 The figures of the last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the relevant financial year.
- 9 Previous periods' figures have been regrouped / recast, wherever necessary.

Place : Mumbai

Date: 30th May, 2016



AB

By Order of the Board
For Everest Kanto Cylinder Limited

P. K. Khurana
Chairman & Managing Director

DIN:- 00004050



EVEREST KANTO CYLINDER LIMITED

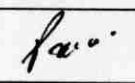
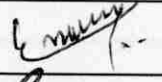
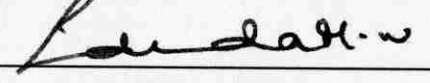
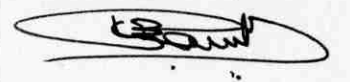
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Statement on Impact of Audit Qualifications on Annual Financial Results for the Financial Year ended 31st March, 2016 (Consolidated)

(Amt. in Lakhs)

I.	Sr. No.	Particulars	Audited Figures	Adjusted Figures
			(as reported before adjusting for qualifications)	(figures after adjusting for qualifications)
	1	Turnover / Total income		
	2	Total Expenditure	50,838	50,838
	3	Net Profit/(Loss)	63,247	63,247
	4	Net Profit/(Loss)	(12,409)	(12,409)
	5	Earnings Per Share (Amt. in ₹)	(11.58)	(11.58)
	6	Total Assets	104,163	104,163
	7	Total Liabilities (including Minority Interest)	69,826	69,826
	8	Net Worth	34,337	34,337
	8	Any other financial item(s) (as felt appropriate by the management)	Nil	Nil
II. Audit Qualification (each audit qualification separately):				
	a.	Details of Audit Qualifications:	The extract of qualification in the audit report is as follows: As detailed in note 2 to the financial results, the Company's short term loans and advances and other current assets include inter-corporate deposit and accrued interest thereon, aggregating ₹ 1,347 Lakh (as at 31 March 2015 ₹ 1,447 Lakh) and ₹ 377 Lakh (as at 31 March 2015 ₹ 331 Lakh), respectively. In the absence of sufficient appropriate evidence, we are unable to comment on the recoverability of the aforesaid amounts and consequential impact, if any, on the financial results.	
	b.	Type of Audit Qualification : Qualified Opinion / Disclaimer of Opinion / Adverse Opinion	Qualified Opinion	
	c.	Frequency of qualification: Whether appeared first time / repetitive / since how long continuing	Qualification was also included in the Review Report on the financial results for the quarter and nine months ended 31 December, 2015	
	d.	For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:	Not quantified	
	e.	For Audit Qualification(s) where the impact is not quantified by the auditor:		
	(i)	Management's estimation on the impact of audit qualification:	Short term loans and advances and other current assets include an amount of ₹ 1,724 lakhs (₹ 1,778 lakhs as at 31 March 2015) towards secured inter-corporate deposit advanced to Hubtown Limited (formerly Akruiti City Limited) and accrued interest thereon. The deposit and accrued interest are outstanding for a considerable period. These deposits are secured against mortgage rights of an under-construction commercial property in favour of the Company. The estimated value of completed property would be ₹ 1,750 lakhs as per the independent valuer's report obtained by the Company in March 2015. Based on the Company's on-going discussion with Hubtown Limited (formerly Akruiti City Limited), the Company is confident of recovering the inter-corporate deposit with accrued interest thereon and therefore believes that no provision for losses on account of non-recoverability of outstanding amounts, if any, is necessary at present. The Management does not expect any loss since the outstanding amount is sufficiently secured by way of mortgage of property.	



	(ii) If management is unable to estimate the impact, reasons for the same:	Not Applicable	
	(iii) Auditors' Comments on (i) or (ii) above:	The estimate made by the management assumes certainty on completion of construction of mortgaged property. In the absence of positive developments towards completion of construction of property and considering the time elapsed from the date of mortgage, auditors are of the opinion that there is uncertainty on completion of mortgaged property and consequent realizability of short term loans and advances and other current assets . Therefore, we are unable to comment on the assumptions made by the management.	
III. Signatories:			
	CEO/Managing Director	P. K. Khurana	
	CFO	Kishore Thakkar	
	Audit Committee Chairman	M. N. Sudhindra Rao	
	Statutory Auditor	Khushroo B. Panthaky, Partner, Walker Chandiok & Co LLP, Chartered Accountants	

Place: Mumbai
Date: 30th May, 2016



