

# Walker Chandiook & Co LLP

**Walker Chandiook & Co LLP**  
(Formerly Walker, Chandiook & Co)  
16th Floor, Tower II  
Indiabulls Finance Centre  
S B Marg, Elphinstone (W)  
Mumbai 400013  
India

T +91 22 6626 2600  
F +91 22 6626 2601

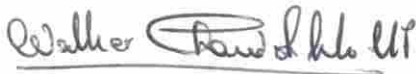
## Review Report on Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

### To the Board of Directors of Everest Kanto Cylinder Limited

1. We have reviewed the accompanying statement of unaudited financial results ("the Statement") of **Everest Kanto Cylinder Limited** ("the Company") for the quarter ended **31 December 2016** and the year to date results for the period 01 April 2016 to 31 December 2016. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures, applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. As stated in note 3(a) to the financial results, the Company's current investments, as at 31 December 2016, include an investment amounting to Rs. 6,925.07 Lakh (as at 31 December 2015, 31 March 2016 and 30 September 2016: Rs. 6,925.07 Lakh) in its wholly owned Subsidiary in China, EKC Industries (Tianjin) Co. Ltd., whose financial results as at 31 December 2016 indicate significant accumulated losses and net worth being fully eroded, however, as at 31 December 2016, a provision of only Rs. 5,000 Lakh (including Rs. 3,500 Lakh upto 31 March 2016) 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 limited review opinion on the financial results for the quarter and nine months ended 31 December 2015, quarter and six months ended 30 September 2016 and our audit opinion on the financial statements for the year ended 31 March 2016 were 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 December 2015, 31 March 2016 and 30 September 2016: Rs. 1,347 Lakh) and Rs. 377 Lakh (as at 31 December 2015, 31 March 2016 and 30 September 2016: Rs. 377 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. Our limited review opinion on the financial results for the quarter and nine months ended 31 December 2015, quarter and six months ended 30 September 2016 and our audit opinion on the financial statements for the year ended 31 March 2016 were also qualified in respect of this matter.
5. Based on our review conducted as above, except for the effects of qualifications as described in the previous paragraphs, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable accounting standards, 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 recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.



**For Walker Chandiook & Co LLP**  
Chartered Accountants  
Firm Registration No: 001076N/N500013



per **Khushroo B. Panthaky**  
Partner  
Membership No. 42423

Place: Mumbai  
Date: 09 February 2017

**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

**Unaudited Financial Results (Standalone) For The Quarter And Nine Months Ended 31st December, 2016**

( ₹ in Lakhs)

Particulars	3 months ended	Preceding	Corresponding	Year to date figures	Year to date figures	Previous Year
	31/12/2016 (Unaudited)	30/09/2016 (Unaudited)	31/12/2015 (Unaudited)	for current period ended 31/12/2016 (Unaudited)	for the previous period ended 31/12/2015 (Unaudited)	ended 31/03/2016 (Audited)
<b>1 Income from operations</b>						
(a) Gross sales/income from operations	5,995	7,022	4,105	19,361	12,685	18,714
Less: Excise Duty	595	689	384	1,807	1,222	1,795
<b>Net sales/income from operations</b>	<b>5,400</b>	<b>6,333</b>	<b>3,721</b>	<b>17,554</b>	<b>11,463</b>	<b>16,919</b>
(b) Other operating income	132	79	37	238	130	150
<b>Total income from operations (net)</b>	<b>5,532</b>	<b>6,412</b>	<b>3,758</b>	<b>17,790</b>	<b>11,593</b>	<b>17,077</b>
<b>2 Expenses</b>						
(a) Cost of materials consumed (net)	3,673	4,403	3,621	11,357	8,872	11,777
(b) Purchases of stock-in-trade	30	14	140	77	195	102
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(691)	(1,245)	(1,503)	(2,142)	(736)	1,240
(d) Power and Fuel	510	474	332	1,387	907	1,272
(e) Employee benefits expense	405	374	304	1,111	963	1,367
(f) Depreciation and amortisation expense	349	407	430	1,182	1,264	1,695
(g) Others	764	846	644	2,447	2,123	3,383
<b>Total expenses</b>	<b>5,040</b>	<b>5,273</b>	<b>3,968</b>	<b>15,399</b>	<b>13,588</b>	<b>20,836</b>
<b>3 Profit / (Loss) from operations before other income, finance costs, foreign exchange variation gain/ (loss) and exceptional items (1-2)</b>	<b>492</b>	<b>1,139</b>	<b>(210)</b>	<b>2,391</b>	<b>(1,995)</b>	<b>(3,759)</b>
4 Other income (Refer Note no.4)	95	124	53	347	338	425
<b>5 Profit / (Loss) from ordinary activities before finance costs, foreign exchange variation gain/ (loss) and exceptional items (3 + 4)</b>	<b>587</b>	<b>1,263</b>	<b>(157)</b>	<b>2,738</b>	<b>(1,657)</b>	<b>(3,334)</b>
6 Finance costs	942	691	1,300	2,897	3,792	4,716
<b>7 Profit / (Loss) from ordinary activities after finance costs but before foreign exchange variation gain/ (loss) and exceptional items (5 - 6)</b>	<b>(355)</b>	<b>372</b>	<b>(1,457)</b>	<b>(99)</b>	<b>(5,409)</b>	<b>(8,050)</b>
8 Foreign Exchange Variation Gain/ (Loss)	(117)	132	(26)	(90)	(461)	(406)
<b>9 Profit / (Loss) from ordinary activities after foreign exchange variation gain/ (loss) but before exceptional items (7 + 8)</b>	<b>(472)</b>	<b>504</b>	<b>(1,485)</b>	<b>(189)</b>	<b>(5,870)</b>	<b>(8,456)</b>
10 Exceptional Items (net) (Refer Note no.3)	1,120	720	1,178	2,625	2,740	2,934
<b>11 Profit / (Loss) from ordinary activities before tax (9 - 10)</b>	<b>(1,598)</b>	<b>(218)</b>	<b>(2,664)</b>	<b>(2,814)</b>	<b>(6,610)</b>	<b>(11,390)</b>
12 Tax expense / (Credit)	-	-	-	-	106	108
<b>13 Net Profit / (Loss) from ordinary activities after tax (11 + 12)</b>	<b>(1,598)</b>	<b>(218)</b>	<b>(2,664)</b>	<b>(2,814)</b>	<b>(6,716)</b>	<b>(11,496)</b>
14 Extraordinary items	-	-	-	-	-	-
<b>15 Net Profit / (Loss) for the period (13 + 14)</b>	<b>(1,598)</b>	<b>(218)</b>	<b>(2,664)</b>	<b>(2,814)</b>	<b>(6,716)</b>	<b>(11,496)</b>
16 Paid-up equity share capital (face value of ₹ 2/- each)	2,244	2,244	2,143	2,244	2,143	2,244
17 Reserves excluding Revaluation Reserves						5,415
<b>18 Earnings per share (not annualised) (in ₹):</b>						
(a) Basic	(1.43)	(0.19)	(2.48)	(2.51)	(6.13)	(10.73)
(b) Diluted	(1.43)	(0.19)	(2.48)	(2.51)	(6.13)	(10.73)



AB



NOTES :

- 1 The above results were reviewed by the Audit Committee at its meeting held on 9 February, 2017 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 regard 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, an aggregate amount of ₹5,000 Lakhs (including ₹ 2,000 Lakhs and ₹ 1,500 Lakhs for the year ended 31 March 2016 and 31 March 2015 respectively) has been provided towards such diminution and has been disclosed as an Exceptional Item in the financial results. The Limited Review Report of the Statutory Auditors on the financial results for the period ended 31 December 2016 is qualified in respect of this matter. The Audit Report of the Statutory Auditors on the financial statements for the year ended 31 March 2016 was also qualified in respect of this matter.  
b. An aggregate amount of ₹44 Lakhs for the nine months ended 31 December 2016 (₹826 Lakhs for the year ended 31 March 2016) 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 ₹Nil (₹508 Lakhs for the year ended 31 March 2016).  
d. Exceptional Item includes provision towards diminution in value for slow and non-moving inventory items of ₹633 Lakhs for the nine months ended 31 December 2016 (₹455 Lakhs for the half year ended 30 September 2016 and ₹616 Lakhs for the year ended 31 March 2016).  
e. Exceptional Item includes expenses of ₹448 Lakhs incurred towards shifting the assets located at Gandhidham to Kandla location during the quarter ended 31 December 2016 in relation to the development as explained under Note no. 6 below.
- 4 The recognition of interest income aggregating ₹407 Lakhs for the nine months ended 31 December 2016 (₹188 Lakhs for the nine months ended 31 December 2015, ₹299 Lakhs for the year ended 31 March 2016 and ₹136 Lakhs for the quarter ended 30 September 2016) in respect of the Inter Corporate Deposit and Loans given to the subsidiaries 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 (₹1,724 Lakhs as at 31 March 2016) towards secured inter-corporate deposit advanced to Hubtown Limited (formerly Akruvi 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 Akruvi City Limited), the Company is confident of recovering the inter-corporate deposit with accrued interest thereon and therefore believes that no provision for potential losses, if any, on account of non-recoverability of outstanding amounts is necessary at present. The Limited Review Report of the Statutory Auditors on the financial results for the quarter ended 31 December 2016 is qualified in this matter. The Audit Report of the Statutory Auditors on the financial statements for the year ended 31 March 2016 was also qualified in respect of this matter.
- 6 During the quarter ended 30 September 2016, the Company has entered into a Memorandum of Understanding towards sale of its major part of industrial land and building, along with land appurtenant thereto, situated at Gandhidham, for an aggregate consideration of USD 29 Million. The Company has received an advance payment of USD 2 Million against the proposed sale. As such, the Company is in the process of shifting plant and machinery items from Gandhidham to Kandla which has resulted in reduction of sales turnover of the Company for the quarter ended 31 December 2016 as compared to immediately preceding quarter.
- 7 During the quarter ended 31 December 2016, the Company has incorporated new wholly owned subsidiary company, Next Gen Cylinder Private Limited. The subsidiary intends to engage in trading business.
- 8 Previous periods' figures have been regrouped / recast, wherever necessary.

Place : Mumbai  
Date : 9th February, 2017



AB

By Order of the Board  
For Everest Kanto Cylinder Limited

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



# Walker Chandiook & Co LLP

**Walker Chandiook & Co LLP**  
(Formerly Walker, Chandiook & Co)  
16th Floor, Tower II  
Indiabulls Finance Centre  
S B Marg, Elphinstone (W)  
Mumbai 400013  
India

T +91 22 6626 2600  
F +91 22 6626 2601

## Review Report on Quarterly Consolidated Financial Results and Consolidated Year to Date 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 reviewed the accompanying statement of unaudited consolidated financial results ("the Statement") of **Everest Kanto Cylinder Limited** ("the Company") and its subsidiaries (the Company and its subsidiaries together referred to as "the Group"), for the quarter ended 31 December 2016 and the year to date results for the period 01 April 2016 to 31 December 2016. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures, applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
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 December 2015, 31 March 2016 and 30 September 2016: Rs. 1,347 Lakh) and Rs. 377 Lakh (as at 31 December 2015, 31 March 2016 and 30 September 2016: Rs. 377 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. Our limited review opinion on the financial results for the quarter and nine months ended 31 December 2015, quarter and six months ended 30 September 2016 and our audit opinion on the financial statements for the year ended 31 March 2016 were also qualified in respect of this matter.



4. Based on our review conducted as above and upon consideration of the review reports of other auditors, except for the effects of qualification as described in the previous paragraph, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable accounting standards, 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 recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We did not review the interim financial results of seven subsidiaries included in the Statement, whose interim financial results reflect total revenues (after eliminating intra-group transactions) of Rs. 8,875 Lakh and Rs. 25,445 Lakh for the quarter and nine months period ended 31 December 2016, respectively. These interim financial results have been reviewed by other auditors whose review reports have been furnished to us and our report in respect thereof, is based solely on the review reports of such other auditors. Our review report is not qualified in respect of this matter.



**For Walker Chandiook & Co LLP**  
Chartered Accountants  
Firm Registration No: 001076N/N500013



per **Khushroo B. Panthaky**  
Partner  
Membership No. 42423

Place: Mumbai  
Date: 09 February 2017



**EVEREST KANTO CYLINDER LIMITED**

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

Unaudited Financial Results (Consolidated) For The Quarter And Nine Months Ended 31st December, 2016

(₹ in Lakhs)

Particulars	3 months ended	Preceding	Corresponding	Year to date	Year to date	Previous Year
	31/12/2016 (Unaudited)	3 months ended 30/09/2016 (Unaudited)	3 months ended in the Previous Year 31/12/2015 (Unaudited)	figures for current period ended 31/12/2016 (Unaudited)	figures for the previous period ended 31/12/2015 (Unaudited)	Year Ended 31/03/2016 (Audited)
<b>1 Income from operations</b>						
(a) Gross sales/income from operations	14,500	16,028	12,596	45,238	34,658	52,180
Less: Excise Duty	595	699	384	1,907	1,222	1,795
<b>Net sales/income from operations</b>	<b>14,005</b>	<b>15,329</b>	<b>12,212</b>	<b>43,331</b>	<b>33,436</b>	<b>50,385</b>
(b) Other operating income	136	91	51	264	162	191
<b>Total income from operations (net)</b>	<b>14,141</b>	<b>15,420</b>	<b>12,263</b>	<b>43,595</b>	<b>33,598</b>	<b>50,576</b>
<b>2 Expenses</b>						
(a) Cost of materials consumed (net)	5,312	6,032	5,787	16,238	14,759	20,244
(b) Purchases of stock-in-trade	2,138	2,067	2,938	6,965	4,899	7,932
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(180)	(620)	(2,287)	(738)	(1,806)	374
(d) Power and Fuel	826	821	742	2,402	1,971	2,752
(e) Employee benefits expense	2,030	2,187	2,041	6,540	5,903	8,063
(f) Depreciation and amortisation expense	1,071	1,140	1,800	3,319	5,320	7,153
(g) Others	2,167	2,541	2,292	7,897	6,880	10,037
<b>Total expenses</b>	<b>13,384</b>	<b>14,168</b>	<b>13,291</b>	<b>41,722</b>	<b>37,596</b>	<b>56,555</b>
<b>3 Profit / (Loss) from operations before other income, finance costs, provision for doubtful debts, foreign exchange variation gain/(loss) and exceptional items (1-2)</b>	<b>757</b>	<b>1,252</b>	<b>(1,028)</b>	<b>1,873</b>	<b>(4,098)</b>	<b>(5,979)</b>
<b>4 Other income (Refer Note no. 3)</b>	<b>466</b>	<b>30</b>	<b>33</b>	<b>517</b>	<b>187</b>	<b>282</b>
<b>5 Profit / (Loss) from ordinary activities before finance costs, provision for doubtful debts, foreign exchange variation gain/(loss) and exceptional items (3 + 4)</b>	<b>1,223</b>	<b>1,282</b>	<b>(995)</b>	<b>2,490</b>	<b>(3,911)</b>	<b>(5,717)</b>
<b>6 Finance costs</b>	<b>1,157</b>	<b>1,105</b>	<b>1,456</b>	<b>3,482</b>	<b>4,178</b>	<b>5,351</b>
<b>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)</b>	<b>66</b>	<b>177</b>	<b>(2,451)</b>	<b>(992)</b>	<b>(8,089)</b>	<b>(11,068)</b>
<b>8 Provision for Doubtful Debts / (Provision Written Back)</b>	<b>(74)</b>	<b>(154)</b>	<b>(74)</b>	<b>(310)</b>	<b>(415)</b>	<b>(155)</b>
<b>9 Foreign Exchange Variation Gain/ (Loss)</b>	<b>(469)</b>	<b>(80)</b>	<b>(313)</b>	<b>(702)</b>	<b>(972)</b>	<b>(953)</b>
<b>10 Profit / (Loss) from ordinary activities before exceptional items (7 - 8 + 9)</b>	<b>(329)</b>	<b>258</b>	<b>(2,690)</b>	<b>(1,384)</b>	<b>(8,646)</b>	<b>(11,866)</b>
<b>11 Exceptional Items (net) (Refer Note no. 4)</b>	<b>626</b>	<b>220</b>	<b>203</b>	<b>1,081</b>	<b>414</b>	<b>468</b>
<b>12 Profit / (Loss) from ordinary activities before tax (10 - 11)</b>	<b>(955)</b>	<b>38</b>	<b>(2,893)</b>	<b>(2,465)</b>	<b>(9,060)</b>	<b>(12,274)</b>
<b>13 Tax expense</b>	<b>12</b>	<b>11</b>	<b>45</b>	<b>23</b>	<b>151</b>	<b>135</b>
<b>14 Net Profit / (Loss) from ordinary activities after tax (12 - 13)</b>	<b>(967)</b>	<b>27</b>	<b>(2,938)</b>	<b>(2,488)</b>	<b>(9,211)</b>	<b>(12,409)</b>
<b>15 Extraordinary items</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>16 Net Profit / (Loss) for the period (14 + 15)</b>	<b>(967)</b>	<b>27</b>	<b>(2,938)</b>	<b>(2,488)</b>	<b>(9,211)</b>	<b>(12,409)</b>
<b>17 Share of profit / (loss) of associates</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>18 Minority interest</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>19 Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (16 + 17 + 18)</b>	<b>(967)</b>	<b>27</b>	<b>(2,938)</b>	<b>(2,488)</b>	<b>(9,211)</b>	<b>(12,409)</b>
<b>20 Paid-up equity share capital (face value of Rs.2/- each)</b>	<b>2,244</b>	<b>2,244</b>	<b>2,143</b>	<b>2,244</b>	<b>2,143</b>	<b>2,244</b>
<b>21 Reserves excluding Revaluation Reserves</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>32,093</b>
<b>22 Earnings per share (not annualised) (in ₹):</b>						
(a) Basic	(0.85)	0.02	(2.74)	(2.22)	(8.60)	(11.58)
(b) Diluted	(0.85)	0.02	(2.74)	(2.22)	(8.60)	(11.58)



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

Unaudited Financial Results (Consolidated) For The Quarter And Nine Months Ended 31st December, 2016

SEGMENTWISE REVENUE, RESULTS, ASSETS AND LIABILITIES

(₹ in Lakhs)

PARTICULARS	3 months ended	Preceding	Corresponding	Year to date	Year to date	Previous Year
	31/12/2016	3 months ended	3 months ended	figures for current	figures for the	Ended
	(Unaudited)	(Unaudited)	(Unaudited)	period ended	previous period	(Audited)
	31/12/2016	30/09/2016	31/12/2015	31/12/2016	31/12/2015	31/03/2016
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>1. Segment Revenue</b>						
a) India	5,715	6,514	3,847	18,303	11,972	17,555
b) U.A.E (Dubai)	4,534	4,319	5,328	13,287	10,553	16,591
c) China	1,579	1,075	1,587	3,869	4,214	5,561
d) USA & Hungary	4,927	5,334	3,878	14,418	13,034	18,768
e) Thailand	-	-	(2)	-	227	228
f) Germany	273	470	343	1,370	521	1,294
<b>Total</b>	<b>17,128</b>	<b>17,812</b>	<b>14,981</b>	<b>51,247</b>	<b>40,521</b>	<b>60,227</b>
Less: Inter Segment Revenue	2,987	2,382	2,718	7,552	6,623	9,451
<b>Net Sales/Income from Operation</b>	<b>14,141</b>	<b>15,430</b>	<b>12,263</b>	<b>43,695</b>	<b>33,898</b>	<b>50,776</b>
<b>2. Segment Result (before Tax)</b>						
Segment Result (before (Loss)/Gain on Foreign Exchange variation, Finance Costs & Tax):						
a) India	(3)	1,072	(434)	1,738	(2,402)	(3,876)
b) U.A.E (Dubai)	(105)	284	278	180	819	1,040
c) China	(302)	(479)	(460)	(1,312)	(1,370)	(1,813)
d) USA & Hungary	637	327	(480)	639	(1,227)	(1,526)
e) Thailand	2	-	1	(23)	(23)	(48)
f) Germany	(24)	(8)	(3)	(20)	(37)	(12)
<b>Total</b>	<b>205</b>	<b>1,196</b>	<b>(1,100)</b>	<b>1,202</b>	<b>(4,140)</b>	<b>(6,233)</b>
Unallocable Income / (Expenses)	466	30	34	517	188	263
Add/Less : (Loss)/Gain on Foreign Exchange variation (Net)	(469)	(80)	(371)	(702)	(930)	(953)
Less : Finance Costs	1,157	1,108	1,456	3,482	4,178	5,351
<b>Net Profit / (Loss) before Tax</b>	<b>(955)</b>	<b>38</b>	<b>(2,863)</b>	<b>(2,465)</b>	<b>(9,660)</b>	<b>(12,274)</b>
<b>3. Segment Assets</b>						
a) India	46,715	45,712	49,552	46,715	49,552	48,364
b) U.A.E (Dubai)	17,593	16,450	17,532	17,593	17,532	18,239
c) China	11,206	11,871	12,813	11,206	12,813	12,989
d) USA & Hungary	23,507	22,286	23,417	23,607	23,417	21,526
e) Thailand	55	82	128	55	128	100
f) Germany	370	631	201	370	201	657
<b>Total</b>	<b>99,446</b>	<b>97,012</b>	<b>1,03,643</b>	<b>99,446</b>	<b>1,03,643</b>	<b>1,01,893</b>
Add: Unallocated	5,157	5,390	3,906	5,157	3,906	2,280
<b>Total Segment Assets</b>	<b>1,04,603</b>	<b>1,02,402</b>	<b>1,07,549</b>	<b>1,04,603</b>	<b>1,07,549</b>	<b>1,04,173</b>
<b>4. Segment Liabilities</b>						
a) India	5,189	4,716	3,275	5,189	3,275	2,993
b) U.A.E (Dubai)	3,190	1,788	2,017	3,190	2,017	2,656
c) China	1,188	1,184	1,058	1,188	1,058	1,109
d) USA & Hungary	5,902	6,198	5,781	5,902	5,761	4,825
e) Thailand	4	7	24	4	24	21
f) Germany	16	31	25	16	25	39
<b>Total</b>	<b>15,489</b>	<b>13,924</b>	<b>12,169</b>	<b>15,489</b>	<b>12,160</b>	<b>11,634</b>
Add: Unallocated	56,644	55,555	58,837	56,644	58,837	58,192
<b>Total Segment Liabilities</b>	<b>72,133</b>	<b>69,479</b>	<b>70,997</b>	<b>72,133</b>	<b>70,997</b>	<b>69,826</b>



*Recd*



AB



## NOTES

- 1 The above results were reviewed by the Audit Committee at its meeting held on 9 February, 2017 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 (₹1,724 Lakhs as at 31 March 2016) towards secured inter-corporate deposit advanced to Hubtown Limited (formerly Akruvi 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 Akruvi City Limited), the Company is confident of recovering the inter-corporate deposit with accrued interest thereon and therefore believes that no provision for potential losses, if any, on account of non-recoverability of outstanding amounts is necessary at present. The Limited Review Report of the Statutory Auditors on the financial results for the period ended 31 December 2016 is qualified in this matter. The Audit Report of the Statutory Auditors on the financial statements for the year ended 31 March 2016 was also qualified in respect of this matter.
- 3 The recognition of interest income of ₹230 Lakhs for the nine months ended 31 December 2016 (₹153 Lakhs for the nine months ended 31 December 2015, ₹229 Lakhs for the year ended 31 March 2016 and ₹153 Lakhs for the half year ended 30 September 2016) in respect of the Inter Corporate Deposit has been deferred by the Company, due to uncertainties with respect to ultimate collection of the outstanding amounts.
- 4 Exceptional Items:
  - a. Includes benefit on closure of borrowing obligation of ₹Nil (₹508 Lakhs for the year ended 31 March 2016).
  - b. Includes provision towards diminution in value for slow and non-moving inventory items of ₹633 Lakhs for the nine months ended 31 December 2016 (₹455 Lakhs for the half year ended 30 September 2016 and ₹616 Lakhs for the year ended 31 March 2016).
  - c. Includes expenses of ₹448 Lakhs incurred towards shifting the assets located at Gandhidham to Kandla location during the quarter ended 31 December 2016 in relation to the development as explained under Note no. 8 below.
  - d. Includes expenses of ₹Nil (₹300 Lakhs for the year ended 31 March 2016) incurred for claim settlement towards delay in delivery of machinery under sales contract.
- 5 The consolidated financial results include the standalone financial results of Everest Kanto Cylinder Limited (the "Company") and its four wholly owned subsidiaries, EKC Industries (Tianjin) Co. Ltd., China, EKC International FZE, UAE, EKC Industries (Thailand) Co.Ltd. and Next Gen Cylinder Private Limited, 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 reviewed by the respective auditors of these entities, except for EKC Europe GmbH and Next Gen Cylinder Private Limited 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 During the quarter ended 30 September 2016, the Company has entered into a Memorandum of Understanding towards sale of its major part of industrial land and building, along with land appurtenant thereto, situated at Gandhidham, for an aggregate consideration of USD 29 Million. The Company has received an advance payment of USD 2 Million against the proposed sale. As such, the Company is in the process of shifting plant and machinery items from Gandhidham to Kandla which has resulted in reduction of sales turnover of the Company for the quarter ended 31 December 2016 as compared to immediately preceding quarter.
- 9 Previous periods' figures have been regrouped / recast, wherever necessary.

Place : Mumbai  
Date: 9th February, 2017



By Order of the Board  
For Everest Kanto Cylinder Limited

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

