

EVEREST KANTO CYLINDER LIMITED

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A. STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER / HALF YEAR ENDED 30 SEPTEMBER 2021

(₹ in lakhs, unless otherwise stated)

Sr. No.	Particulars	Quarter ended			Half year ended		Year ended
		30.09.2021 (Unaudited)	30.06.2021 (Unaudited)	30.09.2020 (Unaudited)	30.09.2021 (Unaudited)	30.09.2020 (Unaudited)	31.03.2021 (Audited)
I	Revenue from operations	30,263	24,524	19,194	54,787	31,811	75,063
II	Other income	215	256	79	471	132	215
III	Total Income (I + II)	30,478	24,780	19,273	55,258	31,943	75,278
IV	Expenses						
	(a) Cost of materials consumed	15,132	9,700	9,531	24,832	15,068	35,258
	(b) Purchases of stock-in-trade	1,551	1,403	1,312	2,954	2,507	5,640
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(515)	892	368	377	(6)	(407)
	(d) Employee benefits expense	722	794	640	1,516	1,150	2,658
	(e) Finance costs	167	158	477	325	1,016	2,028
	(f) Depreciation and amortisation	486	472	471	958	934	1,903
	(g) Other expenses						
	- Power and fuel	1,235	1,030	820	2,265	1,407	3,290
	- Others	2,611	2,416	2,391	5,027	4,343	10,475
	Total Expenses	21,389	16,865	16,010	38,254	26,419	60,845
V	Profit before foreign exchange variation gain / (loss), exceptional items and tax (III - IV)	9,089	7,915	3,263	17,004	5,524	14,433
VI	Foreign exchange variation gain / (loss) (net)	174	37	312	211	378	487
VII	Profit before exceptional items and tax (V + VI)	9,263	7,952	3,575	17,215	5,902	14,920
VIII	Exceptional items gain / (loss) (net) (Refer note 3)	-	-	1,337	-	1,337	950
IX	Profit before tax (VII + VIII)	9,263	7,952	4,912	17,215	7,239	15,870
X	Tax (expense) / credit						
	Current tax	(2,084)	(1,662)	(888)	(3,746)	(1,315)	(2,546)
	Deferred tax	(1,143)	(1,110)	(825)	(2,253)	(1,219)	(3,048)
XI	Profit after tax (IX + X)	6,036	5,180	3,199	11,216	4,705	10,276
XII	Other comprehensive income / (loss)						
	Items that will not be reclassified to profit and loss (net of tax)	(5)	(5)	-	(10)	-	1
	Total other comprehensive income / (loss)	(5)	(5)	-	(10)	-	1
XIII	Total comprehensive income (XI+XII)	6,031	5,175	3,199	11,206	4,705	10,277
XIV	Paid-up equity share capital (Face Value - ₹ 2 each per share)	2,244	2,244	2,244	2,244	2,244	2,244
XV	Other equity excluding revaluation reserve						34,715
XVI	Basic and diluted earnings per share (of ₹ 2 each) (not annualised, except for the year end) (in ₹)	5.38	4.62	2.85	10.00	4.19	9.16

EVEREST KANTO CYLINDER LIMITED
B. STANDALONE BALANCE SHEET

(₹ in lakhs)

		As at 30 September 2021 (Unaudited)	As at 31 March 2021 (Audited)
I	ASSETS		
1	Non-current assets		
	(a) Property, plant and equipment	16,533	16,813
	(b) Capital work-in-progress	3,793	3,457
	(c) Investment property	1,105	1,115
	(d) Intangible assets	28	26
	(e) Financial assets		
	(i) Investments	2,498	2,498
	(ii) Trade receivables	964	932
	(iii) Loans	214	209
	(iv) Other financial assets	896	930
	(f) Deferred tax assets (net)	-	2,223
	(g) Current tax assets (net)	116	77
	(h) Other non-current assets	2,186	2,207
	Total of non-current assets	28,333	30,487
2	Current assets		
	(a) Inventories	13,297	12,279
	(b) Financial assets		
	(i) Investments	1,548	1,504
	(ii) Trade receivables	15,127	13,245
	(iii) Cash and cash equivalents	769	5,301
	(iv) Bank balances other than cash and cash equivalents	1,215	1,117
	(v) Loans	67	61
	(vi) Other financial assets	376	360
	(c) Other current assets	10,623	3,978
	Total of current assets	43,022	37,845
	Assets classified as held for sale	315	274
	Total Assets	71,670	68,606
II	EQUITY AND LIABILITIES		
1	Equity		
	(a) Equity share capital	2,244	2,244
	(b) Other equity	45,584	34,715
	Total of equity	47,828	36,959
2	Liabilities		
(i)	Non-current liabilities		
	(a) Financial liabilities		
	(i) Borrowings	5,541	5,638
	(ii) Lease liabilities	89	173
	(iii) Other financial liabilities	26	25
	(b) Deferred tax liabilities (net)	30	-
	(c) Provisions	229	229
	Total of non-current liabilities	5,915	6,065
(ii)	Current liabilities		
	(a) Financial liabilities		
	(i) Borrowings	3,220	5,992
	(ii) Lease liabilities	190	214
	(iii) Trade payables		
	(a) Total outstanding dues of micro enterprises and small enterprises	287	240
	(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	8,041	13,160
	(iv) Other financial liabilities	1,647	1,012
	(b) Other current liabilities	4,083	4,535
	(c) Provisions	459	429
	Total of current liabilities	17,927	25,582
	Total Equity and Liabilities	71,670	68,606

EVEREST KANTO CYLINDER LIMITED
C. STANDALONE CASH FLOW STATEMENT

(₹ in lakhs)

	Half year ended 30 September 2021	Half year ended 30 September 2020
	(Unaudited)	(Unaudited)
A. Cash flow from operating activities		
Profit before tax	17,215	7,239
Adjustments for :		
Excess provision written back	(108)	(20)
Bad debts / advances written off	107	100
Liabilities no longer required written back	(9)	(44)
Provision for doubtful debts	124	194
Excess provision written back of inventories	(22)	(27)
Unrealised foreign exchange (gain) / loss	34	(237)
Depreciation and amortisation	958	934
Provision for diminution in value of investment	-	13
(Profit) / loss on sale of property, plant and equipment (net)	66	(1,319)
Fair valuation of financial guarantee	-	(4)
Interest income	(36)	(45)
Dividend income	(44)	-
Finance costs	325	1,016
Operating profit before working capital changes	18,610	7,800
Adjustment for :		
(Increase) / Decrease in inventories	(996)	(2,081)
(Increase) / Decrease in trade and other receivables	(8,702)	(2,436)
Increase / (Decrease) in trade and other payables	(5,004)	718
Operating profit after working capital changes	3,908	4,001
Direct taxes paid (net of refunds)	(3,784)	(130)
Net cash generated from operating activities	124	3,871
B. Cash flow from investing activities		
Inflow:		
Interest income received	34	61
Dividend income received	44	-
Sale proceeds of property, plant and equipment	92	183
Sale proceeds of non-current investments	-	3
Repayment of inter-corporate deposit	-	10
	170	257
Outflow:		
Purchase of property, plant and equipment / intangible assets (including capital work-in-progress)	1,238	841
Refund of excess advance received against sale of property, plant and equipment	-	28
Fixed deposits placed (net)	48	20
Purchase of non-current investment	-	13
Purchase of current investments	44	-
	1,330	902
Net cash (used in) investing activities	(1,160)	(645)
C. Cash flow from financing activities		
Inflow:		
Proceeds from non-current borrowings	-	100
	-	100
Outflow:		
Repayment of non-current borrowings	275	647
Repayment of current borrowings (net) (excluding current maturities of non-current borrowings)	2,569	1,684
Finance costs paid	329	1,013
Finance costs on lease obligations paid	20	32
Payment of lease obligations	107	95
Dividend paid	196	-
	3,496	3,471
Net cash (used in) financing activities	(3,496)	(3,371)
Net increase / (decrease) in cash and cash equivalents (A+B+C)	(4,532)	(145)
Add: Cash and cash equivalents at the beginning of the period	5,301	528
Cash and cash equivalents at the end of the period	769	383
Cash and cash equivalents as per above comprises of the following:		
Cash on hand	34	33
Balances with banks	735	350
Cash and cash equivalents at the end of the period	769	383

Note: The above Standalone Cash Flow Statement has been prepared under indirect method as set out in Ind AS 7, Cash Flow Statement.

Notes (A to C):

- 1 The above statements were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on 11 November 2021. There are no qualifications in the review report issued for the quarter and half year ended 30 September 2021.
- 2 These statements have been prepared in accordance with the recognition and measurement principles of applicable Indian Accounting Standards ('Ind AS') notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended), as prescribed under Section 133 of the Companies Act, 2013.
- 3 Exceptional items gain / (loss) (net) represent:
 - (a) Exceptional item for the quarter and half year ended 30 September 2020 and year ended 31 March 2021 includes profit on sale of premises of ₹ 1,337 lakhs, which was held for sale as at 31 March 2020.
 - (b) Capital work-in-progress as at 31 March 2021 included certain plant and equipment which had remained idle for a considerable period of time. Accordingly, management had performed an impairment test on these assets and had recorded an impairment provision of ₹ 468 lakhs during the year ended 31 March 2021.
 - (c) Exceptional item for the year ended 31 March 2021 includes profit on sale of subsidiary of ₹ 81 lakhs (net of provision for contingencies of ₹ 329 lakhs). Refer note 6.
- 4 The outstanding balances as at 30 September 2021 include trade payables aggregating ₹ 5,305 lakhs and trade receivables aggregating ₹ 296 lakhs to/from companies situated outside India. These balances are pending for settlement due to financial difficulties and have resulted in delays in remittance of payments and receipts of receivables, beyond the timeline stipulated by the FED Master Direction No. 17/2016-17 and FED Master Direction No. 16/2015-16, respectively, as amended from time to time, under the Foreign Exchange Management Act, 1999. The Company is in the process of regularising these defaults by filing necessary applications with the appropriate authority for condonation of delays. Pending conclusion of the aforesaid matters, the amount of penalty, if any, that may be levied, is not ascertainable but expected not to be material to the accompanying standalone financial results, and accordingly, the accompanying standalone financial results do not include any adjustments that may arise due to such delay/default.
- 5 In accordance with Ind AS 108, 'Operating Segments', segment information has been disclosed in the consolidated financial results of the Company, and therefore, no separate disclosure on segment information is given in the standalone financial results.
- 6 During the year ended 31 March 2019, the Company along with EKC International FZE (UAE subsidiary) (collectively referred to as 'sellers') had entered into an equity transfer agreement for sale of its investments in EKC Industries (Tianjin) Co., Ltd ('EKC China') to a company in China ('the buyer'), for an aggregate consideration of RMB 93.50 Million. Pursuant to the terms of the equity transfer agreement, the sellers had transferred the control over EKC China to the buyer on 31 December 2020. Accordingly, the Company had accounted for sale of investments in EKC China in accordance with the applicable Indian Accounting Standards. Post receipt of approvals from relevant authorities in China during the year ended 31 March 2021, the sellers had received RMB 85.39 Million as consideration and RMB 8.11 Million had been retained by the buyer for contingencies and/or open litigations of EKC China.
- 7 In March 2020, the World Health Organisation declared Covid-19 a global pandemic. Consequent to this, Government of India declared a nationwide lockdown from 24 March 2020. Subsequently, the nation-wide lockdown was lifted by the Government of India, but regional lockdowns continue to be implemented in areas with significant number of Covid-19 cases. The Company has assessed the impact of this pandemic on its business operations and has considered all relevant internal and external information available up to the date of approval of these standalone financial results, to determine the impact on the Company's revenue from operations for foreseeable future and the recoverability and carrying value of certain assets such as property, plant and equipment, capital work-in-progress, trade receivables, capital advances, inventories and investments. The impact of Covid-19 pandemic on the overall economic environment being uncertain may affect the underlying assumptions and estimates used to prepare Company's standalone financial results, which may differ from impact considered as at the date of approval of these standalone financials results. The Company continues its business activities, in line with the guidelines issued by the Government authorities and take steps to strengthen its liquidity position. The Company does not anticipate any challenges in its ability to continue as going concern or meeting its financial obligations. As the situation is unprecedented, the Company is closely monitoring the situation as it evolves in the future.
- 8 Figures of previous period / year have been regrouped / rearranged, wherever considered necessary.

For and on behalf of the Board of Directors

**PUSHKAR
PREMKUMAR
KHURANA
Pushkar Khurana
Chairman
DIN:- 00040489**

Digitally signed by PUSHKAR
PREMKUMAR KHURANA
Date: 2021.11.11 14:38:01
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Place : Mumbai
Date : 11 November 2021

Walker Chandniok & Co LLP

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Independent Auditor's Review Report on Standalone Unaudited Quarterly Financial Results and Year to Date Results of the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To the Board of Directors of Everest Kanto Cylinder Limited

1. We have reviewed the accompanying statement of standalone unaudited financial results ('the Statement') of **Everest Kanto Cylinder Limited** ('the Company') for the quarter ended **30 September 2021** and the year to date results for the period 1 April 2021 to 30 September 2021, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time.
2. The Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013 ('the Act'), and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing specified under Section 143(10) of the Act, and consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Act, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including the manner in which it is to be disclosed, or that it contains any material misstatement.

Everest Kanto Cylinder Limited
Independent Auditor's Review Report on Standalone Unaudited Quarterly Financial Results and Year to Date Results of the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

5. We draw attention to Note 4 to the accompanying Statement regarding delays in payment of foreign currency trade payables against the supply of goods and receipt in foreign currency trade receivables aggregating ₹ 5,305 lakhs and ₹ 296 lakhs, respectively, that are outstanding as at 30 September 2021 for a period beyond the timelines stipulated in FED Master Direction No. 17/2016-17 and FED Master Direction No. 16/2015-16, respectively, as amended from time to time, under the Foreign Exchange Management Act, 1999. The management of the Company is in the process of regularising these defaults by filing necessary applications with the appropriate authority for condonation of such delays. The management is of the view that the penalties, if any, which may be levied for these contraventions are currently unascertainable but not expected to be material to the accompanying Statement. Accordingly, the accompanying Statement do not include any consequential adjustments with respect to such delays/defaults. Our conclusion is not modified in respect of this matter.

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

Bharat Shetty
Partner
Membership No:106815

UDIN:21106815AAAADX8125

Place: Mumbai
Date: 11 November 2021

A. STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER / HALF YEAR ENDED 30 SEPTEMBER 2021

Sr. No.	Particulars	(₹ in lakhs, unless otherwise stated)					
		Quarter ended			Half year ended		Year ended
		30.09.2021 (Unaudited)	30.06.2021 (Unaudited)	30.09.2020 (Unaudited)	30.09.2021 (Unaudited)	30.09.2020 (Unaudited)	31.03.2021 (Audited)
	Continuing operations						
I	Revenue from operations	42,126	33,502	24,599	75,628	41,783	94,913
II	Other income	231	260	94	491	140	338
III	Total Income (I + II)	42,357	33,762	24,693	76,119	41,923	95,251
	IV Expenses						
	(a) Cost of materials consumed	19,168	13,171	12,057	32,339	19,929	45,097
	(b) Purchases of stock-in-trade	1,612	1,413	1,188	3,025	2,461	5,811
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	406	1,599	191	2,005	(731)	(1,620)
	(d) Employee benefits expense	2,306	2,358	2,161	4,664	4,127	8,691
	(e) Finance costs	223	249	607	472	1,363	2,616
	(f) Depreciation and amortisation	892	871	893	1,763	1,795	3,536
	(g) Other expenses						
	- Power and fuel	1,691	1,488	1,107	3,179	1,967	4,564
	- Others	5,786	4,611	3,167	10,397	6,199	15,097
	Total Expenses	32,084	25,760	21,371	57,844	37,110	83,792
V	Profit before exceptional items and tax (III - IV)	10,273	8,002	3,322	18,275	4,813	11,459
VI	Exceptional items gain / (loss) (net) (Refer note 3)	-	1,674	1,337	1,674	1,337	3,259
VII	Profit before tax from continuing operations (V+VI)	10,273	9,676	4,659	19,949	6,150	14,718
VIII	Tax (expense) / credit						
	Current tax	(2,084)	(1,662)	(888)	(3,746)	(1,315)	(2,512)
	Deferred tax	(1,143)	(1,105)	(821)	(2,248)	(1,234)	(3,052)
IX	Profit after tax from continuing operations (VII+VIII)	7,046	6,909	2,950	13,955	3,601	9,154
	Discontinued operations (Refer notes 4 and 8)						
X	Profit / (Loss) from discontinued operations before tax	48	14	(54)	62	(92)	(160)
XI	Tax expense of discontinued operations	-	-	-	-	-	-
XII	Profit / (Loss) from discontinued operations after tax (X+XI) (Refer notes 4 and 8)	48	14	(54)	62	(92)	(160)
XIII	Profit after tax from total operations (IX+XII)	7,094	6,923	2,896	14,017	3,509	8,994
XIV	Other comprehensive income / (loss)						
	(i) Items that will not be reclassified to profit and loss (net of tax)	(66)	142	(77)	76	103	620
	(ii) Items that will be reclassified to profit and loss (net of tax)	624	(291)	(549)	333	(235)	(515)
	Total other comprehensive income / (loss) (net of tax)	558	(149)	(626)	409	(132)	105
XV	Total Comprehensive Income (XIII+XIV)	7,652	6,774	2,270	14,426	3,377	9,099
XVI	Net Profit / (Loss) for the period / year attributable to :						
	Equity shareholders of the Company	7,095	6,923	2,896	14,018	3,519	9,004
	Non controlling interests	(1)	-	-	(1)	(10)	(10)
	Total Comprehensive Income for the period / year attributable to :	7,653	6,774	2,270	14,427	3,387	9,109
	Equity shareholders of the Company	(1)	-	-	(1)	(10)	(10)
	Non controlling interests						
XVII	Paid-up equity share capital (Face Value - ₹ 2 each per share)	2,244	2,244	2,244	2,244	2,244	2,244
XVIII	Other equity excluding revaluation reserve						60,582
XIX	Basic and diluted earnings per share (of ₹ 2 each) (not annualised, except for the year end) (in ₹)						
	(i) Continuing operations	6.28	6.16	2.63	12.44	3.22	8.17
	(ii) Discontinuing operations	0.05	0.01	(0.05)	0.06	(0.08)	(0.15)
	(iii) Total operations	6.33	6.17	2.58	12.50	3.14	8.02

EVEREST KANTO CYLINDER LIMITED
B. CONSOLIDATED BALANCE SHEET

(₹ in lakhs)

	As at 30 September 2021	As at 31 March 2021
	(Unaudited)	(Audited)
I ASSETS		
1 Non-current assets		
(a) Property, plant and equipment	29,432	30,062
(b) Capital work-in-progress	5,153	4,636
(c) Investment property	1,105	1,115
(d) Intangible assets	65	72
(e) Financial assets		
(i) Investments	320	320
(ii) Trade receivables	964	932
(iii) Loans	258	253
(iv) Other financial assets	1,314	1,409
(f) Deferred tax assets (net)	-	2,240
(g) Current tax assets (net)	142	103
(h) Other non-current assets	2,186	2,207
Total of non-current assets	40,939	43,349
2 Current assets		
(a) Inventories	31,168	29,895
(b) Financial assets		
(i) Investments	44	-
(ii) Trade receivables	19,058	16,319
(iii) Cash and cash equivalents	3,503	5,618
(iv) Bank balances other than cash and cash equivalents	3,373	1,405
(v) Loans	146	63
(vi) Other financial assets	389	368
(c) Other current assets	14,219	7,333
Total of current assets	71,900	61,001
Assets classified as held for sale	315	274
Total Assets	113,154	104,624
II EQUITY AND LIABILITIES		
1 Equity		
(a) Equity share capital	2,244	2,244
(b) Other equity	74,632	60,582
Equity attributable to owners	76,876	62,826
Non-controlling interests	36	-
Total of equity	76,912	62,826
2 Liabilities		
(i) Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	5,580	5,685
(ii) Lease liabilities	1,133	1,291
(iii) Other financial liabilities	25	25
(b) Deferred tax liabilities (net)	8	-
(c) Provisions	2,126	2,058
Total of non-current liabilities	8,872	9,059
(ii) Current liabilities		
(a) Financial liabilities		
(i) Borrowings	7,540	14,649
(ii) Lease liabilities	374	402
(iii) Trade payables		
(a) total outstanding dues of micro enterprises and small enterprises	287	240
(b) total outstanding dues of creditors other than micro enterprises and small enterprises	5,653	6,935
(iv) Other financial liabilities	3,358	2,400
(b) Other current liabilities	9,003	6,976
(c) Provisions	1,155	1,137
Total of current liabilities	27,370	32,739
Liabilities directly associated with assets classified as held for sale		
Total Equity and Liabilities	113,154	104,624

EVEREST KANTO CYLINDER LIMITED
C. CONSOLIDATED CASH FLOW STATEMENT

(₹ in lakhs)

	Half year ended 30 September 2021	Half year ended 30 September 2020
	(Unaudited)	(Unaudited)
A. Cash flow from operating activities		
Profit / (Loss) before tax from:		
Continuing operations	19,949	6,150
Discontinued operations	62	(92)
Adjustments for :		
Excess provision written back	(108)	(20)
Bad debts / advances written off	107	259
Liabilities no longer required written back	(20)	(66)
Provision for doubtful debts	124	71
Excess provision written back of inventories (net)	(22)	(27)
Government grant accrued in respect of forgivable loan	(1,674)	-
Unrealised foreign exchange variation (gain) / loss (net)	615	(175)
Depreciation and amortisation	1,763	1,795
Impairment of property, plant and equipment	-	9
(Profit) / Loss on sale of property, plant and equipment (net)	66	(1,319)
Interest income	(43)	(45)
Dividend income	(44)	-
Finance costs	472	1,363
Operating profit before working capital changes	21,247	7,903
Adjustments for :		
(Increase) / decrease in trade and other receivables	(10,311)	(2,425)
(Increase) / decrease in inventories	(1,080)	(1,292)
Increase / (decrease) in trade payables, provisions, financial and non-financial liabilities	2,230	1,275
Cash generated from operating activities	12,086	5,461
Direct taxes paid (net of refunds)	(3,784)	(172)
Net cash generated from operating activities	8,302	5,289
B. Cash flow from investing activities		
Inflow:		
Interest income received	35	61
Dividend income received	44	-
Fixed deposits matured (net)	-	123
Sale proceeds of non-current investments	-	3
Sale proceeds of property, plant and equipment	92	183
Repayment of inter-corporate deposit	-	10
	171	380
Outflow:		
Purchase of property, plant and equipment / intangible assets (including capital work-in-progress)	1,958	1,290
Purchase of non-current investment	-	13
Purchase of current investment	44	-
Fixed deposits placed (net)	95	-
Refund of excess advance received against sale of property, plant and equipment	-	28
	2,097	1,331
Net cash (used in) investing activities	(1,926)	(951)
C. Cash flow from financing activities		
Inflow:		
Proceeds from non-current borrowings	-	937
Proceeds from issue of equity shares to non-controlling interests	37	-
	37	937
Outflow:		
Repayment of non-current borrowings	599	966
Repayment of current borrowings (net) (excluding current maturities of non-current borrowings)	4,941	3,436
Finance costs paid	638	1,304
Finance costs on lease obligations paid	48	64
Payment of lease obligations	203	188
Dividend paid	196	-
	6,625	5,958
Net cash (used in) financing activities	(6,588)	(5,021)
D. Effect of changes in exchange rates for cash and cash equivalents	(82)	(12)
Net increase / (decrease) in cash and cash equivalents (A+B+C+D)	(294)	(695)
Add: Cash and cash equivalents at the beginning of the period	5,748	1,560
Cash and cash equivalents at the end of the period - Total operations - (I)	5,454	865
Less: Balances pertaining to discontinued operations (Refer notes 4 and 8) - (II)	(1,951)	(140)
Cash and cash equivalents at the end of the period - Continuing operations [(I)+(II)]	3,503	725
Cash and cash equivalents as per above comprises of the following:		
Cash on hand	48	45
Balances with banks	3,455	680
Cash and cash equivalents at the end of the period	3,503	725

Note: The above Consolidated Cash Flow Statement has been prepared under indirect method as set out in Ind AS 7, Cash Flow Statement.

EVEREST KANTO CYLINDER LIMITED
D. SEGMENT WISE REVENUE, RESULTS, ASSETS AND LIABILITIES

(₹ in lakhs)

Particulars	Quarter ended			Half year ended		Year ended
	30.09.2021	30.06.2021	30.09.2020	30.09.2021	30.09.2020	31.03.2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. Segment revenue						
Continuing operations						
a) India	30,259	24,528	19,198	54,787	31,845	75,098
b) U.A.E (Dubai)	7,020	5,165	3,013	12,185	5,239	11,503
c) U.S.A and Hungary	4,861	4,160	2,637	9,021	5,014	8,898
d) Others	273	99	391	372	806	1,779
Total	42,413	33,952	25,239	76,365	42,904	97,278
Inter segment revenue	287	450	640	737	1,121	2,365
Revenue from continuing operations	42,126	33,502	24,599	75,628	41,783	94,913
Discontinued operations (Refer notes 4 and 8)						
China	-	-	-	-	-	-
Thailand	-	-	-	-	-	-
Revenue from discontinued operations	-	-	-	-	-	-
2. Segment results						
Continuing operations						
Segment Results (before foreign exchange variation gain / (loss), finance costs and tax):						
a) India	9,176	8,080	5,044	17,256	7,822	18,710
b) U.A.E (Dubai)	1,560	382	382	1,942	430	1,592
c) U.S.A and Hungary	164	1,401	(604)	1,565	(1,169)	(4,078)
d) Others	(70)	(67)	4	(137)	(25)	(7)
Total	10,830	9,796	4,826	20,626	7,058	16,217
Unallocable income / (expenses) (net)	76	61	24	137	47	90
Foreign exchange variation gain / (loss)	(431)	41	370	(390)	343	907
Finance costs	202	222	561	424	1,298	2,496
Profit before tax from continuing operations	10,273	9,676	4,659	19,949	6,150	14,718
Discontinued operations (Refer notes 4 and 8)						
China	-	-	(54)	-	(93)	(163)
Thailand	48	14	-	62	1	3
Profit / (Loss) from discontinued operations before tax	48	14	(54)	62	(92)	(160)
3. Segment assets						
Continuing operations						
a) India	64,284	59,102	50,623	64,284	50,623	60,452
b) U.A.E (Dubai)	22,141	19,388	16,321	22,141	16,321	17,996
c) U.S.A and Hungary	21,825	22,870	22,503	21,825	22,503	21,000
d) Others	708	521	623	708	623	587
Total	108,958	101,881	90,070	108,958	90,070	100,035
Unallocated assets	2,245	7,891	6,683	2,245	6,683	4,459
Total assets - continuing operations (I)	111,203	109,772	96,753	111,203	96,753	104,494
Discontinued operations (Refer notes 4 and 8)						
China	-	-	7,061	-	7,061	-
Thailand	1,951	125	140	1,951	140	130
Total segment assets - discontinued operations (II)	1,951	125	7,201	1,951	7,201	130
Total assets (I+II)	113,154	109,897	103,954	113,154	103,954	104,624
4. Segment liabilities						
Continuing operations						
a) India	10,362	13,298	9,113	10,362	9,113	9,906
b) U.A.E (Dubai)	4,593	4,397	3,261	4,593	3,261	3,606
c) U.S.A and Hungary	8,628	9,599	7,445	8,628	7,445	7,857
d) Others	74	70	39	74	39	93
Total	23,657	27,364	19,858	23,657	19,858	21,462
Add: Unallocated	12,585	12,930	26,670	12,585	26,670	20,333
Total liabilities - continuing operations (III)	36,242	40,294	46,528	36,242	46,528	41,795
Discontinued operations (Refer notes 4 and 8)						
China	-	-	327	-	327	-
Thailand	-	3	4	-	4	3
Total segment liabilities - discontinued operations (IV)	-	3	331	-	331	3
Total liabilities (III+IV)	36,242	40,297	46,859	36,242	46,859	41,798

Notes (A to D):

- 1 The above statements (the 'Statements') were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on 11 November 2021. There are no qualifications in the review report issued for the quarter and half year ended 30 September 2021.
- 2 These statements have been prepared in accordance with the recognition and measurement principles of applicable Indian Accounting Standards ('Ind AS') notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended), as prescribed under Section 133 of the Companies Act, 2013.
- 3 Exceptional items gain / (loss) (net) represent:
 - (a) Exceptional item for the quarter ended 30 June 2021 represents government grant accrued in respect of forgivable loan obtained from a bank and guaranteed by the U.S. Small Business Administration ("SBA"), an agency of the Government of the United States of America, under the Paycheck Protection Program.
 - (b) Exceptional item for the quarter and half year ended 30 September 2020 and year ended 31 March 2021 includes profit on sale of premises of ₹ 1,337 lakhs, which was held for sale as at 31 March 2020.
 - (c) Exceptional item for the year ended 31 March 2021 includes profit on sale of subsidiary of ₹ 2,390 lakhs (net of provision for contingencies of ₹ 555 lakhs). Refer note 8.
 - (d) Capital work-in-progress as at 31 March 2021 included certain plant and equipment which had remained idle for a considerable period of time. Accordingly, management had performed an impairment test on these assets and had recorded an impairment provision of ₹ 468 lakhs during the year ended 31 March 2021.
- 4 During the year ended 31 March 2019, the Holding Company had decided to wind up the business operations of EKC Industries (Thailand) Co., Ltd post completion of requisite regulatory formalities in India and Thailand. During the quarter ended 30 September 2021, the Holding Company has registered the dissolution of EKC Industries (Thailand) Co., Ltd with the Ministry of Commerce, Thailand and is in the process of completion of liquidation. Accordingly, the results, assets and liabilities of Thailand operations have been reported as discontinued operations in these consolidated financial results. Being a discontinued operation, the Thailand operations have not been considered as separate reportable segment.
- 5 The outstanding balances (before eliminating inter-company balances) of the Holding Company as at 30 September 2021 include trade payables aggregating ₹ 5,305 lakhs and trade receivables aggregating ₹ 296 lakhs to/from companies situated outside India. These balances are pending for settlement due to financial difficulties and have resulted in delays in remittance of payments and receipts of receivables, beyond the timeline stipulated by the FED Master Direction No. 17/2016-17 and FED Master Direction No. 16/2015-16, respectively, as amended from time to time, under the Foreign Exchange Management Act, 1999. The Holding Company is in the process of regularising these defaults by filing necessary applications with the appropriate authority for condonation of delays. Pending conclusion of the aforesaid matters, the amount of penalty, if any, that may be levied, is not ascertainable but expected not to be material to the accompanying consolidated financial results, and accordingly, the accompanying consolidated financial results do not include any adjustments that may arise due to such delay/default.
- 6 The Company, its subsidiaries and step down subsidiaries operate within a single business segment, except for Calcutta Compressions & Liquefaction Engineering Limited, which is in the business of purchase and distribution of natural gas, the operations of which are not material as compared to the overall business of the Group. Hence, the Group has disclosed geographical segment as the primary segment on the basis of geographical location of the operations carried out by the Company, its subsidiaries and step down subsidiaries.
- 7 Profit / (Loss) from discontinued operations is completely attributable to equity shareholders of the Company.
- 8 During the year ended 31 March 2019, the Group had entered into an equity transfer agreement for sale of its investments in EKC Industries (Tianjin) Co., Ltd ('EKC China') to a company in China ('the buyer'), for an aggregate consideration of RMB 93.50 Million. Accordingly, the results, assets and liabilities of China operations have been reported as discontinued operations in these consolidated financial results. Being a discontinued operation, the China operations have not been considered as separate reportable segment.

Pursuant to the terms of the equity transfer agreement, the Group had transferred the control over EKC China to the buyer on 31 December 2020. Accordingly, the Group had derecognised the assets and liabilities of EKC China at their carrying value on the date when the control is transferred, recognised the fair value of the consideration receivable and recognised the resulting gain on transfer of control in accordance with the applicable Indian Accounting Standards. Post receipt of approvals from relevant authorities in China during the quarter ended 31 March 2021, the Group had received RMB 85.39 Million as consideration and RMB 8.11 Million had been retained by the buyer for contingencies and/or open litigations of EKC China.
- 9 In March 2020, the World Health Organisation declared Covid-19 a global pandemic. The Group has assessed the impact of this pandemic on its business operations and has considered all relevant internal and external information available up to the date of approval of these consolidated financial results, to determine the impact on the Group's revenue from operations for foreseeable future and the recoverability and carrying value of certain assets such as property, plant and equipment, capital work-in-progress, trade receivables, capital advances and inventories. The impact of Covid-19 pandemic on the overall economic environment being uncertain may affect the underlying assumptions and estimates used to prepare Group's consolidated financial results, which may differ from impact considered as at the date of approval of these consolidated financials results. The Group continues its business activities, in line with the guidelines issued by the Government authorities and take steps to strengthen its liquidity position. The Group does not anticipate any challenges in its ability to continue as going concern or meeting its financial obligations. As the situation is unprecedented, the Group is closely monitoring the situation as it evolves in the future.
- 10 Figures of previous period / year have been regrouped / rearranged, wherever considered necessary.

For and on behalf of the Board of Directors

**PUSHKAR PREMKUMAR
KHURANA**

**Pushkar Khurana
Chairman
DIN:- 00040489**

Digitally signed by PUSHKAR
PREMKUMAR KHURANA
Date: 2021.11.11 14:38:37
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Place : Mumbai
Date : 11 November 2021

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Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results and Year to Date Results of the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To the Board of Directors of Everest Kanto Cylinder Limited

1. We have reviewed the accompanying statement of consolidated unaudited financial results ('the Statement') of **Everest Kanto Cylinder Limited** ('the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group') (refer Annexure 1 for the list of subsidiaries included in the Statement) for the quarter ended **30 September 2021** and the consolidated year to date results for the period 1 April 2021 to 30 September 2021, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time.
2. This Statement, which is the responsibility of the Holding Company's management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013 ('the Act'), and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing specified under Section 143(10) of the Act, and consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the SEBI Circular CIR/CFD/CMD1/44/2019 dated 29 March 2019 issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), to the extent applicable.

Everest Kanto Cylinder Limited
Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results and Year to Date Results of the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

4. Based on our review conducted and procedures performed as stated in paragraph 3 above and upon consideration of the review reports of other auditors referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Act, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to Note 5 to the accompanying Statement regarding Holding Company's delays in payment of foreign currency trade payables against the supply of goods and receipt in foreign currency trade receivables aggregating ₹ 5,305 lakhs and ₹ 296 lakhs, respectively, that are outstanding as at 30 September 2021 for a period beyond the timelines stipulated in FED Master Direction No. 17/2016-17 and FED Master Direction No. 16/2015-16, respectively, as amended from time to time, under the Foreign Exchange Management Act, 1999. The management of the Holding Company is in the process of regularising these defaults by filing necessary applications with the appropriate authority for condonation of such delays. The management is of the view that the penalties, if any, which may be levied for these contraventions are currently unascertainable but not expected to be material to the accompanying Statement. Accordingly, the accompanying Statement do not include any consequential adjustments with respect to such delays/defaults. Our conclusion is not modified in respect of this matter.
6. We did not review the interim financial results of six subsidiaries included in the Statement, whose interim financial results (before eliminating inter company balances / transactions) reflect total assets of ₹ 97,381 lakhs as at 30 September 2021 and total revenues of ₹ 12,000 lakhs and ₹ 21,427 lakhs, total net profit after tax of ₹ 1,462 lakhs and ₹ 2,549 lakhs, total comprehensive income of ₹ 1,406 lakhs and ₹ 2,635 lakhs, for the quarter and six months period ended 30 September 2021, respectively, and cash inflows (net) of ₹ 4,212 lakhs for the six months period ended 30 September 2021, as considered in the Statement. These interim financial results have been reviewed by other auditors whose review reports have been furnished to us by the management, and our conclusion in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the review reports of such other auditors and the procedures performed by us as stated in paragraph 3 above.

Further, of these subsidiaries, four subsidiaries are located outside India, whose interim financial results have been prepared in accordance with the accounting principles generally accepted in their respective countries and which have been reviewed by other auditors under generally accepted auditing standards applicable in their respective countries. The Holding Company's management has converted the interim financial results of such subsidiaries from the accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have reviewed these conversion adjustments made by the Holding Company's management. Our conclusion, in so far as it relates to the balances and affairs of these subsidiaries is based on the review reports of other auditors and the conversion adjustments prepared by the management of the Holding Company and reviewed by us.

Our conclusion is not modified in respect of these matters with respect to our reliance on the work done by and the reports of the other auditors.

Everest Kanto Cylinder Limited
Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results and Year to Date Results of the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

7. The Statement includes the interim financial information of two subsidiaries, which have not been reviewed by their auditors, whose interim financial information (before eliminating inter company balances / transactions) reflect total assets of ₹ 763 lakhs as at 30 September 2021 and total revenues of ₹ 273 lakhs and ₹ 372 lakhs, net loss after tax of ₹ 12 lakhs and ₹ 66 lakhs, total comprehensive loss of ₹ 12 lakhs and ₹ 66 lakhs, for the quarter and six months period ended 30 September 2021, respectively, and cash inflows (net) of ₹ 26 lakhs for the six months period ended 30 September 2021, as considered in the Statement. Our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries are based solely on such unreviewed interim financial information. According to the information and explanations given to us by the management, these interim financial information are not material to the Group.

Our conclusion is not modified in respect of this matter with respect to our reliance on the financial information certified by the Board of Directors.

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

Bharat Shetty
Partner
Membership No:106815

UDIN:21106815AAAADY1834

Place: Mumbai
Date: 11 November 2021

Everest Kanto Cylinder Limited
Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results and Year to Date Results of the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

Annexure 1

List of entities included in the Statement

Subsidiary companies

- EKC International FZE
- EKC Industries (Thailand) Co., Ltd
- Calcutta Compressions and Liquefaction Engineering Limited
- EKC Hungary Kft.
- CP Industries Holdings, Inc.
- EKC Europe GmbH
- Next Gen Cylinder Private Limited
- EKC Europe Zrt.

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