

August 13, 2018

To,

BSE LIMITED P.J. Towers, Dalal Street, Mumbai – 400 001	National Stock Exchange of India Ltd Exchange Plaza, Bandra Kurla Complex, Bandra East, Mumbai – 400 051
BSE Scrip Code: 532684	NSE Symbol: EKC NSE Series: EQ

Dear Sir/Madam,

Sub: Outcome of the Board Meeting held on Monday, August 13, 2018 and submission of financial results for the quarter ended June 30, 2018

Pursuant to Regulation 30, 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby inform you that the Board of Directors of the Company at their Meeting held on Monday, August 13, 2018, approved the following:

1. Unaudited Standalone and Consolidated Financial Results for the quarter ended June 30, 2018 along with Limited Review Report from M/s. Walker Chandiook & Company LLP, as on June 30, 2018.
2. Reappointment of Mr. P. K. Khurana as Chairman and Managing Director of the Company for the period of 3 years and to fix his remuneration subject to shareholders' approval in ensuing Annual General Meeting of the Company.
3. Appointment of Ms. Bhagyashree Kanekar as Company Secretary and Key Managerial Personnel w.e.f from August 13, 2018. In accordance with Regulation 6 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, she has been designated as Compliance Officer of the Company.
4. Re-starting of factory operations at Aurangabad.

The Meeting of The Board of Directors commenced at 6.00 P.M. and concluded at 9.00 P.M.

You are requested to take the above on record.

Thanking you,

For Everest Kanto Cylinder Limited


P. K. Khurana
Chairman & Managing Director

Encl: a/a

EVEREST KANTO CYLINDER LIMITED

**Manufacturers
of High Pressure
Seamless
Gas Cylinders**

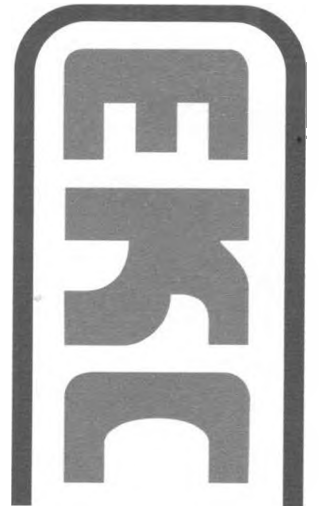
Registered Office :
204, Raheja Centre,
Free Press Journal Marg,
214, Nariman Point,
Mumbai - 400 021.

CIN L29200MH1978PLC020434

Tel. : +91-22-3026 8300 / 01

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Website : www.everstkanto.com



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Independent Auditor's Review Report on Standalone Quarterly Financial Results of the Company pursuant to 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 standalone financial results (the 'Statement') of **Everest Kanto Cylinder Limited** (the 'Company') for the quarter ended 30 June 2018, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. 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 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. 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. 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 applicable Indian Accounting Standards specified under Section 133 of the Companies Act, 2013 and SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016, and other recognised accounting practices and policies, 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, including the manner in which it is to be disclosed, or that it contains any material misstatement.



Everest Kanto Cylinder Limited

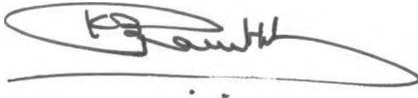
Independent Auditor's Review Report on Standalone Quarterly Financial Results

4. We draw attention to Note 8 to the accompanying financial results, regarding delays in payment of foreign currency payable against the supply of goods, receipt in foreign currency receivables and interest receivable on foreign currency loans aggregating to Rs. 9,227 lakhs, Rs. 17 lakhs and Rs. 1,414 lakhs respectively, that are outstanding for a period beyond the timelines stipulated in FED Master Direction No. 17/2016-17, FED Master Direction No. 16/2015-16 and Notification No. FEMA 120/ RB-2004 respectively, under the Foreign Exchange Management Act, 1999. Management of the Company has represented that the Company is in the process of regularising these defaults by filing necessary application with the appropriate authority for condonation of such delays. Management is of the view that the possible penalties etc. which may be levied for these contraventions cannot be measured with sufficient reliability and accordingly, the accompanying Statement do not include any adjustments that may arise due to such default. Our report is not modified in respect of this matter.

For Walker Chandiok & Co LLP

Chartered Accountants

Firm Registration No: 001076N/N500013



Khushroo B. Panthaky

Partner

Membership No. 42423

Place: Mumbai

Date: 13 August 2018

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 Ended 30th June, 2018

(₹ in lakhs, unless otherwise stated)

Sr No.	Particulars	Quarter ended		Year ended	
		30.06.2018 (Unaudited)	31.03.2018 (Unaudited) (Refer note 9)	30.06.2017 (Unaudited)	31.03.2018 (Audited)
I	Revenue from operations (Refer note 4)	10,187	10,806	6,676	32,623
II	Other income (Refer Note 7)	297	599	63	1,750
III	Total Income (I + II)	10,484	11,405	6,739	34,373
IV	Expenses				
	(a) Cost of materials consumed	5,759	5,668	2,967	16,469
	(b) Purchases of stock-in-trade	239	952	995	2,201
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	131	46	(465)	100
	(d) Excise duty expenses (Refer note 4)	-	-	344	344
	(e) Employee benefits	502	464	427	1,878
	(f) Finance costs	693	661	757	2,668
	(g) Depreciation and amortization	305	312	314	1,269
	(h) Other Expenses				
	Power and Fuel	558	561	504	1,986
	Others	1,183	1,078	1,242	4,774
	Total expenses	9,370	9,742	7,085	31,689
V	Profit / (Loss) from ordinary activities before foreign exchange variation gain/ (loss), exceptional items and tax (III - IV)	1,114	1,663	(346)	2,684
VI	Foreign Exchange Variation Gain/ (Loss)	(423)	(131)	(40)	60
VII	Profit / (Loss) from ordinary activities before exceptional items and tax (V + VI)	691	1,532	(386)	2,744
VIII	Exceptional Items Gain/ (Loss) (net) (Refer Note no.6)	-	-	(468)	(968)
IX	Profit / (Loss) before tax (VII + VIII)	691	1,532	(854)	1,776
X	Tax expenses / (benefit)				
	Current Tax	155	390	-	465
	Deferred Tax	-	6	-	6
XI	Net Profit / (Loss) for the period (IX - X)	536	1,136	(854)	1,305
XII	Other Comprehensive Income				
	(a) Items that will not be reclassified to profit and loss	20	57	-	57
	(b) Income tax relating to items that will not be reclassified to profit or loss	(1)	(13)	-	(13)
XIII	Total Comprehensive Income for the period (XI+XII)	555	1,180	(854)	1,349
XIV	Paid-up equity share capital (face value of ₹ 2/- each)	2,244	2,244	2,244	2,244
XV	Other equity (excluding revaluation reserves)				14,386
XVI	Earnings per share (not annualised) (in ₹):				
	(a) Basic (in ₹.)	0.48	1.01	(0.76)	1.16
	(b) Diluted (in ₹.)	0.48	1.01	(0.76)	1.16



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Notes :

- 1 The above results were reviewed by the Audit Committee at its meeting held on 13 August, 2018 and have been approved by the Board of Directors of the Company at their meeting held on that date.
- 2 The results have been prepared in accordance with Indian Accounting Standards (Ind AS) prescribed under section 133 of the Companies Act, 2013 read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI circular dated 5th July, 2016.
- 3 Effective 1st April, 2018, the Company adopted Ind AS 115 "Revenue from Contracts with Customers" using the modified retrospective transition method. The effect on adoption of Ind AS 115 was insignificant on the financial results.
- 4 Excise duty on sales was included under Revenue from operations and disclosed separately under expenses upto all reporting periods ended 30 June 2017. Post implementation of Goods and Services Tax (GST) with effect from 1 July 2017, revenue from operations is reported net of GST and hence to that extent is not comparable.
- 5 Tax Expense includes Current Tax, Deferred Tax (Including Deferred Credits, if any) and tax adjustments relating to earlier years.
- 6 a) Exceptional items include impairment provision for diminution in value of investment in EKC Industries (Tianjin) Co., Ltd, a wholly owned subsidiary based in China of Rs. Nil (Rs. 500 Lakhs and Rs. 1000 Lakhs for the quarter ended 30 June 2017 and year ended 31 March 2018 respectively)
(b) Exceptional item include gain on reversal of provision made in earlier periods towards write down in value for slow and non-moving inventory items of Rs. Nil (Rs. 32 Lakhs for the quarter ended 30 June 2017 and year ended 31 March 2018 respectively)
- 7 Interest income of Rs. 42 Lakhs which was accruing for the quarter ended 30 June 2018 (Rs. 158 Lakhs for the year ended 31 March 2018) in respect of the Loans given to the subsidiary has been deferred by the Company, due to uncertainties with respect to ultimate collection of the outstanding amounts.
- 8 The outstanding balances as at 30 June, 2018 include trade payables aggregating Rs. 9,227 lakhs, trade receivables aggregating Rs. 17 lakhs and interest receivable aggregating to Rs. 1,414 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, receipts of receivables and receipt of interest, beyond the timeline stipulated by the FED Master Direction No. 17/2016-17, FED Master Direction No. 16/2015-16 and Notification No. FEMA 120/ RB-2004 respectively, under the Foreign Exchange Management Act, 1999. The Company is in the process of regularizing these defaults by filing necessary applications with the appropriate authority for condonation of delays. Pending conclusion of the aforesaid matter, the amount of penalty, if any, that may be levied, is not ascertainable and accordingly, the accompanying financial results do not include any adjustments that may arise due to such delay/default.
- 9 The figures of the quarter ended 31 March 2018 are the balancing figures between audited figures in respect of the full financial year ended 31 March 2018 and the unaudited published year to date figures upto 31 December 2017.
- 10 Previous periods' figures have been regrouped / recast, wherever necessary.

Place : Mumbai
Date : 13 August, 2018

**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

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Independent Auditor's Review Report on Consolidated Quarterly Financial Results of the Company pursuant to 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") and a joint venture (Refer Annexure 1 for the list of subsidiaries and joint venture included in the Statement) for the quarter ended 30 June 2018, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. 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 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. 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. Based on our review conducted as above and upon consideration of the review reports of the other auditors, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable Indian Accounting Standards specified under Section 133 of the Companies Act, 2013 and SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016, and other recognised accounting practices and policies, 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, 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 Consolidated Quarterly Financial Results

4. We draw attention to Note 6 to the accompanying financial results, regarding delays in payment of foreign currency payable against the supply of goods, receipt in foreign currency receivables and interest receivable on foreign currency loans aggregating to Rs. 9,227 lakhs, Rs. 17 lakhs and Rs. 1,414 lakhs respectively, that are outstanding for a period beyond the timelines stipulated in FED Master Direction No. 17/2016-17, FED Master Direction No. 16/2015-16 and Notification No. FEMA 120/ RB-2004 respectively, under the Foreign Exchange Management Act, 1999. Management of the Company has represented that the Company is in the process of regularising these defaults by filing necessary application with the appropriate authority for condonation of such delays. Management is of the view that the possible penalties etc. which may be levied for these contraventions cannot be measured with sufficient reliability and accordingly, the accompanying Statement do not include any adjustments that may arise due to such default. Our report is not modified in respect of this matter.
5. We did not review the financial results of eight entities, included in the Statement, whose financial results reflect total revenues of Rs. 8,772 lakhs for the quarter ended 30 June 2018 and net profit (including other comprehensive income) of Rs. 274 lakhs for the quarter ended 30 June 2018. These financial results have been reviewed by other auditors whose review reports have been furnished to us by the management and our report in respect thereof is based solely on the review reports of such other auditors.

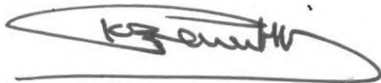
Further, of these subsidiaries, five subsidiaries are located outside India, whose financial results have been prepared in accordance with accounting principles generally accepted in their respective countries and which has been reviewed by other auditors. The Company's management has converted the financial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

Our review report is not modified in respect of this matter.

For Walker Chandiook & Co LLP

Chartered Accountants

Firm Registration No: 001076N/N500013



Khushroo B. Panthaky

Partner

Membership No. 42423

Place : Mumbai

Date : 13 August 2018

Annexure 1

List of entities included in the Statement

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



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**STATEMENT OF CONSOLIDATED FINANCIAL RESULTS
FOR THE QUARTER ENDED 30th JUNE 2018**

(₹ in lakhs, unless otherwise stated)

Sr. No.	Particulars	Quarter ended			
		30.06.2018	31.03.2018	30.06.2017	Year ended 31.03.2018
		(Unaudited)	(Unaudited) (Refer note 9)	(Unaudited)	(Audited)
	Continuing Operations				
I	Revenue from operations (Refer note 10)	15,605	15,513	12,486	54,246
II	Other income	370	418	46	1,561
III	Total Income (I + II)	16,975	16,931	12,512	66,807
IV	Expenses				
	(a) Cost of materials consumed	7,218	7,790	3,986	22,393
	(b) Purchases of stock-in-trade	1,292	1,002	1,210	2,723
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(1,310)	(1,952)	753	(130)
	(d) Excise duty (Refer note 10)	-	-	343	344
	(e) Employee benefits	1,879	1,763	1,866	7,407
	(f) Finance costs	932	685	948	3,473
	(g) Depreciation and amortisation	713	700	1,077	3,182
	(h) Other expenses	-	-	-	-
	Power and Fuel	838	686	788	3,080
	Others	2,934	2,684	3,130	10,642
	Total Expenses	14,496	13,758	14,101	63,124
V	Profit / (Loss) before provision for doubtful debts, foreign exchange variation gain / (loss), exceptional items, share of profit / (loss) of joint venture and tax (III - IV)	1,479	2,173	(1,589)	2,683
VI	Provision written back / (Provision for doubtful debts)	59	184	148	412
VII	Foreign exchange variation gain / (loss)	(204)	(128)	(45)	64
VIII	Profit / (Loss) before exceptional items, share of profit / (loss) of joint venture and tax (V + VI + VII)	1,334	2,229	(1,486)	3,159
IX	Share of profit / (loss) of joint venture	(2)	-	(2)	(5)
X	Profit / (Loss) before exceptional items and tax (VIII + IX)	1,332	2,229	(1,488)	3,154
XI	Exceptional items (net) (Refer note 4)	-	-	32	32
XII	Profit before tax from continuing operations (X + XI)	1,332	2,229	(1,456)	3,186
XIII	Tax expense / (benefit)				
	Current tax	155	390	-	456
	Deferred tax	-	6	-	6
XIV	Profit after tax from continuing operations (XII + XIII)	1,177	1,833	(1,456)	2,724
	Discontinued Operations (Refer note 12)				
XV	Profit / (Loss) from discontinued operations before tax	(110)	200	(77)	(344)
XVI	Tax expense of discontinued operations	-	-	-	-
XVII	Profit / (Loss) from discontinued operations after tax (XV+XVI) (Refer note 11)	(110)	200	(77)	(344)
XVIII	Profit / (Loss) after tax from total operations (XIV+XVII)	1,067	2,033	(1,533)	2,380
XIX	Other comprehensive income				
	(i) (a) Items that will not be reclassified to profit and loss	20	57	-	57
	(b) Tax expense / (benefit) on items that will not be reclassified to profit and loss	(1)	13	-	13
	(ii) (a) Items that will be reclassified to profit and loss	1,367	311	1,244	(207)
	(b) Tax expense / (benefit) on items that will be reclassified to profit and loss	-	-	-	-
	Total other comprehensive income (net of tax) (Refer note 11)	1,386	368	1,244	(163)
XX	Total Comprehensive Income (XVIII+XIX)	2,453	2,368	(289)	2,217
XXI	Net Profit for the period attributable to:				
	Equity shareholders of the Company	1,065	2,019	(1,530)	2,337
	Non controlling interests	2	14	(3)	43
	Total Comprehensive Income for the period attributable to:	2,451	2,374	(286)	2,174
	Equity shareholders of the Company	2	14	(3)	43
	Non controlling interests	-	-	-	-
XXII	Paid-up equity share capital (face value of ₹ 2/- each)	2,244	2,244	2,244	2,244
XXIII	Other equity (excluding revaluation reserve)				42,128
XXIV	Earnings per share (not annualised) (in ₹):				
	Basic & diluted earnings per share				
	(i) Continuing operations	1.05	1.62	(1.30)	2.39
	(ii) Discontinuing operations	(0.10)	0.18	(0.07)	(0.31)
	(iii) Total operations	0.95	1.80	(1.37)	2.08



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

STATEMENT OF CONSOLIDATED FINANCIAL RESULTS
FOR THE QUARTER ENDED 30TH JUNE 2018
SEGMENT WISE REVENUE, RESULTS, ASSETS AND LIABILITIES

Particulars	(₹ in Lakhs)			
	Quarter ended		Year ended	
	30.06.2018 (Unaudited)	31.03.2018 (Unaudited) (Refer note 8)	30.06.2017 (Unaudited)	31.03.2018 (Audited)
1. Segment Revenue				
Continuing operations				
a) India	10,357	11,048	6,934	33,774
b) U.A.E (Dubai)	3,818	2,454	2,423	8,366
c) USA & Hungary	2,075	2,367	3,536	13,356
d) Others	410	774	237	1,868
Total	16,660	16,641	13,130	56,374
Inter Segment Revenue	1,055	1,128	864	4,128
Revenue from continuing operations	15,605	15,513	12,466	54,248
Discontinued operations (Refer note 12)				
China	53	-	32	120
Revenue from discontinued operations	53	-	32	120
2. Segment Result				
Continuing operations				
Segment Result (before foreign exchange variation gain / (loss), finance costs and tax):				
a) India	1,717	2,413	286	4,378
b) U.A.E (Dubai)	624	123	55	813
c) USA & Hungary	142	568	(808)	453
d) Others	(73)	30	(37)	(16)
Total	2,410	3,154	(504)	5,828
Unallocable income / (expenses)	58	88	41	867
Foreign exchange variation gain / (loss)	(204)	(128)	(45)	64
Finance costs	932	885	948	3,473
Profit before tax from continuing operations	1,332	2,229	(1,456)	3,186
Discontinued operations (Refer note 12)				
China	(110)	200	(77)	(344)
Profit / (Loss) from discontinued operations before tax	(110)	200	(77)	(344)
3. Segment Assets				
Continuing operations				
a) India	43,981	42,821	40,151	42,821
b) U.A.E (Dubai)	16,488	14,963	14,688	14,963
c) USA & Hungary	23,840	19,834	21,660	19,834
d) Others	786	1,165	427	1,165
Total	85,095	78,783	76,926	78,783
Unallocated assets	4,807	5,194	6,213	5,194
Total segment assets - continuing operations (I)	89,902	83,977	83,139	83,977
Discontinued operations				
China	9,542	10,183	11,380	10,183
Total segment assets - discontinued operations (II)	9,542	10,183	11,380	10,183
Total segment assets (I+II)	99,444	94,160	94,519	94,160
4. Segment Liabilities				
Continuing operations				
a) India	5,813	5,655	5,434	5,855
b) U.A.E (Dubai)	2,280	1,934	2,388	1,934
c) USA & Hungary	6,034	3,671	5,057	3,671
d) Others	83	47	19	47
Total	14,210	11,307	12,898	11,307
Add: Unallocated	37,718	37,731	38,238	37,731
Total segment liabilities - continuing operations (III)	51,928	49,038	51,136	49,038
Discontinued operations (Refer note 12)				
China	628	715	1,483	715
Total segment liabilities - discontinued operations (IV)	628	715	1,483	715
Total segment liabilities (III+IV)	52,556	49,753	52,619	49,753



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Notes :

- 1 The above results were reviewed by the Audit Committee at its meeting held on 13 August, 2018 and have been approved by the Board of Directors of the Company at their meeting held on that date.
- 2 The results have been prepared in accordance with Indian Accounting Standards ('Ind AS') prescribed under section 133 of the Companies Act, 2013 read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI circular dated 5th July, 2016.
- 3 Effective 1st April, 2018, the Group adopted Ind AS 115 "Revenue from Contracts with Customers" using the modified retrospective transition method. The effect on adoption of Ind AS 115 was insignificant on the financial results.
- 4 Exceptional item include gain on reversal of provision made in earlier periods towards write down in value for slow and non-moving inventory items of Rs. Nil (Rs. 32 Lakhs for the quarter ended 30 June 2017 and year ended 31 March 2018 respectively)
- 5 The consolidated financial results include the standalone financial results of Everest Kanto Cylinder Limited (the "Company"), its four wholly owned subsidiaries, EKC Industries (Tianjin) Co. Ltd., EKC International FZE, EKC Industries (Thailand) Co.Ltd., Next Gen Cylinder Private Limited, its three wholly owned step down subsidiaries, EKC Hungary Kft, CP Industries Holdings, Inc. and EKC Europe GmbH and also Calcutta Compressions & Liquefaction Engineering Limited and EKC Positron Gas Limited, subsidiaries in which it has majority stake and of joint venture, Kamal EKC International Ltd. The financial results of all the entities have been duly reviewed by the respective auditors of these entities, except for EKC Europe GmbH and Kamal EKC International Ltd. whose operations are not significant.
- 6 The outstanding balances as at 30 June, 2018 include trade payables aggregating Rs. 9,227 lakhs, trade receivables aggregating Rs. 17 lakhs and interest receivable aggregating to Rs. 1,414 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, receipts of receivables and receipt of interest, beyond the timeline stipulated by the FED Master Direction No. 17/2016-17, FED Master Direction No. 16/2015-16 and Notification No. FEMA 12D/ RB-2004 respectively, under the Foreign Exchange Management Act, 1999. The Company is in the process of regularizing these defaults by filing necessary applications with the appropriate authority for condonation of delays. Pending conclusion of the aforesaid matter, the amount of penalty, if any, that may be levied, is not ascertainable and accordingly, the accompanying financial results do not include any adjustments that may arise due to such delay/default.
- 7 Tax Expense includes Current Tax, Deferred Tax (including Deferred Credits, if any) and tax adjustments relating to earlier years.
- 8 The Company, its subsidiaries, step down subsidiaries and joint venture 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 Company, its subsidiaries, step down subsidiaries and joint venture.
- 9 The figures of the quarter ended 31 March 2018 are the balancing figures between audited figures in respect of the full financial year ended 31 March 2018 and the unaudited published year to date figures upto 31 December 2017.
- 10 Excise duty on sales was included under Revenue from operations and disclosed separately under expenses upto all reporting periods ended 30 June 2017. Post implementation of Goods and Services Tax (GST) with effect from 1 July 2017, revenue from operations is reported net of GST and hence to that extent is not comparable.
- 11 Profit / (Loss) from discontinued operations is attributable to equity shareholders of the Company. Further, Other comprehensive income do not include amounts pertaining to discontinued operations.
- 12 In the previous quarter, the Group had initiated the process to locate a buyer for its subsidiary, EKC Industries (Tianjin) Co., Ltd (China Subsidiary). Accordingly, the results of Group's China operations have been reported as discontinued operations. The associated assets and liabilities are consequently presented as held for sale in the financial results for the year ended 31 March 2018. Being a discontinued operation, the China operations have not been considered as separate reportable segment.

During the current quarter, the Group had entered into an agreement to sell the China subsidiary to You Yuan Office Union (Tianjin) Company Limited for a consideration of RMB 93.50 million (approx. Rs. 9,700 lacs) subject to various regulatory approvals in India and China. Further, the Company has also obtained the shareholders approval in this respect.

Place : Mumbai
Date : 13 August, 2018

By Order of the Board
For Everest Kanto Cylinder Limited


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



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