

August 21, 2020

To,

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

Sub: Disclosure of Related Party Transactions under Regulation 23(9) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Listing Regulation").

Pursuant to Regulation 23(9) of the Listing Regulation, please find attached disclosure pertaining to related party transactions, on consolidated basis, for the half year ended March 31, 2020.

You are requested to take the above on record.

Thanking you,

For **Everest Kanto Cylinder Limited**



Sanjiv Kapur
Chief Financial Officer



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. : +91-22-4926 8300 / 01

Fax : +91-22-2287 0720

Website : www.everestkanto.com



43 Related party disclosures:

As per Ind AS 24, 'Related Party Disclosures', disclosure of transactions with the related parties are given below:

(i) Names of related parties and description of relationship with the Company

Non executive directors and other related parties where promoters, directors and their relatives exercise significant influence (with whom transactions have taken place during the year)	Mr. Ghanshyam Karkera (w.e.f. 30 October 2018) Mr. M N Sudhindra Rao Ms. Uma Acharya Dr. Vaijayanti Pandit (w.e.f. 30 March 2020)* Mr. Mohan Jayakar (upto 15 April 2019) Jayakar & Partners (upto 15 April 2019) Everest Kanto Investment and Finance Private Limited Khurana Gases Private Limited Medical Engineers (India) Limited Khurana Fabrication Industries Private Limited Khurana Exports Private Limited Khurana Charitable Trust
Key Management Personnel	Mr. Prem Kumar Khurana - Chairman and Managing Director (Upto 10 October 2019) Mr. Puneet Khurana - Chief Executive Officer (upto 13 November 2019) Mr. Puneet Khurana - Managing Director (w.e.f. 14 November 2019) Mr. Pushkar Khurana - Chairman and Executive Director (w.e.f 14 November 2019) of the Holding Company and Managing Director of EKC International FZE Mr. Sanjiv Kapur - Chief Financial Officer (w.e.f. 1 November 2018) Mr. Dinesh Bhalotia - Chief Financial Officer (upto 8 May 2018) Ms. Bhagyashree Kanekar - Company Secretary (w.e.f. 13 August 2018)
Relatives of Key Management Personnel (with whom transactions have taken place during the year)	Ms. Suman Khurana Mr. Varun Khurana Mrs. Sabita Bhalotia (upto 8 May 2018)

* Appointment as Independent Director is subject to approval of shareholders in ensuing annual general meeting of the Holding Company.

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43 Related party disclosures (contd.):

(ii) Transactions with related parties during the year:

(₹ in lakhs)

	Non executive directors and other related parties where promoters, directors and their relatives exercise significant influence		Key Management Personnel		Relatives of Key Management Personnel	
	Year ended 31 March 2020	Year ended 31 March 2019	Year ended 31 March 2020	Year ended 31 March 2019	Year ended 31 March 2020	Year ended 31 March 2019
Sale of goods						
Medical Engineers (India) Limited	862.99	1,994.85	-	-	-	-
Sale of consumables, stores and spares						
Medical Engineers (India) Limited	-	18.22	-	-	-	-
Sale of property, plant and equipment						
Mr. Dinesh Bhalotia	-	-	-	1.50	-	-
Purchase of raw materials and traded goods						
Medical Engineers (India) Limited	1.45	-	-	-	-	-
Purchase of consumables						
Medical Engineers (India) Limited	3.90	0.28	-	-	-	-
Remuneration						
Mr. Prem Kumar Khurana	-	-	71.70	119.00	-	-
Mr. Pushkar Khurana	-	-	115.60	113.94	-	-
Mr. Puneet Khurana	-	-	226.54	159.86	-	-
Ms. Bhagyeshree Kanekar	-	-	9.03	5.28	-	-
Mr. Dinesh Bhalotia	-	-	-	6.11	-	-
Mr. Sanjiv Kapur	-	-	63.93	26.05	-	-
Ms. Suman Khurana	-	-	-	-	11.42	-
Sitting fees						
Mr. Mohan Jayakar	-	2.90	-	-	-	-
Mr. Ghanshyam Karkera	5.48	1.10	-	-	-	-
Ms. Uma Acharya	3.90	3.45	-	-	-	-
Mr. M N Sudhindra Rao	2.85	2.35	-	-	-	-
Commission to non-executive directors						
Ms. Uma Acharya	5.00	-	-	-	-	-
Mr. M N Sudhindra Rao	5.00	-	-	-	-	-
Mr. Ghanshyam Karkera	5.00	-	-	-	-	-
Professional fees						
Jayakar & Partners	-	0.48	-	-	-	-
Mrs. Sabita Bhalotia	-	-	-	-	-	4.13
Rent expenses						
Khurana Fabrication Industries Private Limited	16.63	16.63	-	-	-	-
Khurana Exports Private Limited	45.36	45.36	-	-	-	-
Khurana Gases Private Limited	14.38	14.38	-	-	-	-
Mr. Prem Kumar Khurana	-	-	2.70	3.60	-	-
Mr. Pushkar Khurana	-	-	3.60	3.60	-	-
Mr. Varun Khurana	-	-	-	-	-	3.50



43 Related party disclosures:

(ii) Transactions with related parties during the year (contd.):

(₹ in lakhs)

	Non executive directors and other related parties where promoters, directors and their relatives exercise significant influence		Key Management Personnel		Relatives of Key Management Personnel	
	Year ended 31 March 2020	Year ended 31 March 2019	Year ended 31 March 2020	Year ended 31 March 2019	Year ended 31 March 2020	Year ended 31 March 2019
Other expenses	7.50	8.23	-	-	-	-
Expenditure towards corporate social responsibility Khurana Charitable Trust	15.69	-	-	-	-	-
Reimbursement of expenses Medical Engineers (India) Limited	1.23	-	-	-	-	-
Interest expenses						
Khurana Gases Private Limited	149.62	109.90	-	-	-	-
Everest Kanto Investment and Finance Private Limited	429.96	438.78	-	-	-	-
Khurana Fabrication Industries Private Limited	29.28	20.36	-	-	-	-
Khurana Exports Private Limited	0.84	-	-	-	-	-
Advance received towards sale of property, plant and equipment Mr. Pushkar Khurana	-	-	-	1,328.00	-	-
Refund of excess advance received against sale of property, plant and equipment Mr. Pushkar Khurana	-	-	15.37	-	-	-
Loans repaid during the year Everest Kanto Investment and Finance Private Limited	102.73	1,760.47	-	-	-	-
Loans taken during the year						
Everest Kanto Investment and Finance Private Limited	216.00	767.50	-	-	-	-
Khurana Gases Private Limited	98.50	484.00	-	-	-	-
Khurana Fabrication Industries Private Limited	79.95	33.75	-	-	-	-
Khurana Exports Private Limited	7.00	-	-	-	-	-

(iii) Balances of related parties

(₹ in lakhs)

	Non executive directors and other related parties where promoters, directors and their relatives exercise significant influence		Key Management Personnel		Relatives of Key Management Personnel	
	As at 31 March 2020	As at 31 March 2019	As at 31 March 2020	As at 31 March 2019	As at 31 March 2020	As at 31 March 2019
Payables						
Khurana Gases Private Limited	9.06	-	-	-	-	-
Khurana Exports Private Limited	5.78	0.08	-	-	-	-
Khurana Fabrication Industries Private Limited	9.97	-	-	-	-	-
Jayakar & Partners	-	0.43	-	-	-	-
Mr. Prem Kumar Khurana	-	-	-	14.00	-	-
Mr. Pushkar Khurana	-	-	9.63	9.49	-	-
Mr. Puneet Khurana	-	-	8.65	15.00	-	-
Ms. Bhagyashree Kanekar	-	-	0.77	0.68	-	-
Mr. Sanjiv Kapur	-	-	5.14	5.50	-	-
Ms. Uma Acharya	5.20	-	-	-	-	-
Mr. M N Sudhindra Rao	4.90	-	-	-	-	-
Mr. Ghanshyam Karkera	6.21	-	-	-	-	-
Mrs. Suman Khurana	-	-	-	-	2.50	-
Other advances						
Mr. Puneet Khurana	-	-	1.62	0.77	-	-
Advance received towards sale of property, plant and equipment Mr. Pushkar Khurana	-	-	1,412.63	1,428.00	-	-
Advance received from customers Medical Engineers (India) Limited	435.06	444.46	-	-	-	-



43 Related party disclosures:

(iii) Balances of related parties (contd.):

(₹ in lakhs)

	Non executive directors and other related parties where promoters, directors and their relatives exercise significant influence		Key Management Personnel		Relatives of Key Management Personnel	
	As at 31 March 2020	As at 31 March 2019	As at 31 March 2020	As at 31 March 2019	As at 31 March 2020	As at 31 March 2019
Loans taken						
Everest Kanto Investment and Finance Private Limited	3,716.67	3,512.03	-	-	-	-
Khurana Gases Private Limited	1,327.29	1,194.50	-	-	-	-
Khurana Fabrication Industries Private Limited	275.06	188.25	-	-	-	-
Khurana Exports Private Limited	7.19	-	-	-	-	-
Receivables						
Mr. Dinesh Bhalotia	-	-	-	1.18	-	-
Deposit receivable						
Khurana Exports Private Limited	10.00	10.00	-	-	-	-
Personal guarantees from promoter directors for borrowings by the Holding Company [Refer note (a) below]						
Assets pledged by promoters and group companies for outstanding borrowings by the Holding Company [Refer note (b) below]						
Personal guarantee from a subsidiary's director for borrowings by a subsidiary company [Refer note (c) below]						
Assets pledged by a subsidiary's director for outstanding borrowings by a subsidiary company [Refer note (d) below]						

Notes:

- (a) Personal Guarantees given to banks of ₹ 40,000 lakhs as at 31 March 2020 (₹ 40,000 lakhs and USD 5 million as at 31 March 2019) by promoter directors of the Company for the term loans and working capital loans against which ₹ 7,917.15 lakhs (₹ 12,833.18 lakhs as at 31 March 2019) were outstanding as at the end of the year.
- (b) Assets pledged to banks by promoters and group companies for term loan and working capital loan of ₹ 34,500 lakhs (₹ 34,500 lakhs as at 31 March 2019) against which ₹ 5,615.31 lakhs (₹ 9,180.97 lakhs as at 31 March 2019) were outstanding as at the end of the year.
- (c) Personal Guarantee given to banks of ₹ 6,608.85 lakhs as at 31 March 2020 (₹ 4,496.13 lakhs as at 31 March 2019) by a subsidiary's director for working capital loans availed by the subsidiary against which ₹ 4,227.84 lakhs (₹ 4,349.58 lakhs as at 31 March 2019) were outstanding as at the end of the year.
- (d) Assets pledged to a bank by a subsidiary's director for working capital loan of ₹ 1,708.77 lakhs as at 31 March 2020 (₹ Nil as at 31 March 2019) against which ₹ Nil (₹ Nil as at 31 March 2019) were outstanding as at the end of the year.

Compensation to Key Management Personnel *

(₹ in lakhs)

	Year ended 31 March 2020	Year ended 31 March 2019
Short-term employee benefits	465.14	413.90
Post-employment benefits	21.66	16.34
Total compensation	486.80	430.24

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