

# Walker Chandiook & Co LLP

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## Review Report

### 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 30 September 2014 and the year to date results for the period 1 April 2014 to 30 September 2014, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited or reviewed by us. 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. *As stated in Note 6 to the financial results, current investments, as at 30 September 2014, held by the Company, include an investment amounting to Rs. 6925.07 lakh in its China subsidiary, EKC Industries (Tianjin) Co. Ltd., whose financial statements as at 30 September 2014 indicate significant accumulated losses and net worth being substantially eroded, however, a provision of only Rs.500 lakh has been recognized in the books for diminution in value of investments. 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 financial results.*
4. Based on our review conducted as above, , *except for the possible effect of the qualification as described in paragraph 3 above*, 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 Clause 41 of the Listing Agreement, including the manner in which it is to be disclosed, or that it contains any material misstatement.

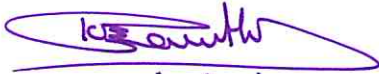


## Emphasis of Matter

5. We draw your attention to Note 5 to the financial results. As stated in the note, non-current investments, as at 30 September 2014, held by the Company, include an investment amounting to Rs.431.72 Lakh (Rs.431.72 Lakh as at 31 March 2014) in its subsidiary company, Calcutta Compressions & Liquefaction Engineering Limited, whose financial statements indicate significant accumulated losses and net worth being fully eroded as at 30 September 2014. Further, the Company has recoverable loans and other receivables aggregating Rs.1,323.20 Lakh as at 30 September 2014 (Rs.1,201.62 Lakh as at 31 March 2014). However, in the opinion of the management, considering the long term recurring nature of the subsidiary's business, its projected earnings and cash flows and the improvements in its current operational performance, no provision for diminution in value of investments or towards non-recovery of loans and other receivables, is currently considered necessary. Our opinion is not qualified in respect of this matter.



For **Walker Chandiok & Co LLP**  
(formerly Walker, Chandiok & Co)  
Chartered Accountants  
Firm Registration No: 001076N/N500013



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

Place : Mumbai  
Date : 11 November 2014

EVEREST KANTO CYLINDER LIMITED

Unaudited Financial Results (Standalone) For The Quarter And Six Months Ended 30th September, 2014

PART I

(₹ in Lakhs)

Particulars	3 months ended	Preceding 3 months ended	Corresponding 3 months ended in the Previous Year	Year to date figures for current period ended	Year to date figures for the previous period ended	Previous Year ended
	30/09/2014 (Unaudited)	30/06/2014 (Unaudited)	30/09/2013 (Unaudited)	30/09/2014 (Unaudited)	30/09/2013 (Unaudited)	31/03/2014 (Audited)
<b>1 Income from operations</b>						
(a) Net sales/income from operations (Net of excise duty)	5,505	3,846	5,490	9,351	10,700	20,011
(b) Other operating income	93	88	123	181	237	423
<b>Total income from operations (net)</b>	<b>5,598</b>	<b>3,934</b>	<b>5,613</b>	<b>9,532</b>	<b>10,937</b>	<b>20,434</b>
<b>2 Expenses</b>						
(a) Cost of materials consumed (net)	3,790	2,305	3,724	6,095	7,347	13,960
(b) Purchases of stock-in-trade	12	16	34	28	773	806
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	650	430	256	1,080	101	315
(d) Power and Fuel	512	401	565	913	1,161	2,220
(e) Employee benefits expense	392	402	568	794	988	1,833
(f) Depreciation and amortisation expense	427	433	564	860	1,123	2,242
(g) Others	829	719	1,234	1,548	2,315	4,324
<b>Total expenses</b>	<b>6,612</b>	<b>4,706</b>	<b>6,945</b>	<b>11,318</b>	<b>13,808</b>	<b>25,700</b>
<b>3 Profit / (Loss) from operations before other income, finance costs, foreign exchange variation gain/ (loss) and exceptional items (1-2)</b>	<b>(1,014)</b>	<b>(772)</b>	<b>(1,332)</b>	<b>(1,786)</b>	<b>(2,871)</b>	<b>(5,266)</b>
<b>4 Other income</b>	<b>273</b>	<b>321</b>	<b>403</b>	<b>594</b>	<b>704</b>	<b>1,307</b>
<b>5 Profit / (Loss) from ordinary activities before finance costs, foreign exchange variation gain/ (loss) and exceptional items (3 + 4)</b>	<b>(741)</b>	<b>(451)</b>	<b>(929)</b>	<b>(1,192)</b>	<b>(2,167)</b>	<b>(3,959)</b>
<b>6 Finance costs (Refer Note no. 3)</b>	<b>1,317</b>	<b>1,191</b>	<b>1,274</b>	<b>2,508</b>	<b>2,388</b>	<b>4,856</b>
<b>7 Profit / (Loss) from ordinary activities after finance costs but before foreign exchange variation gain/ (loss) and exceptional items (5 - 6)</b>	<b>(2,058)</b>	<b>(1,642)</b>	<b>(2,203)</b>	<b>(3,700)</b>	<b>(4,555)</b>	<b>(8,815)</b>
<b>8 Foreign Exchange Variation Gain/ (Loss)</b>	<b>52</b>	<b>12</b>	<b>(52)</b>	<b>64</b>	<b>(194)</b>	<b>(19)</b>
<b>9 Profit / (Loss) from ordinary activities after foreign exchange variation gain/ (loss) but before exceptional items (7 + 8)</b>	<b>(2,006)</b>	<b>(1,630)</b>	<b>(2,255)</b>	<b>(3,636)</b>	<b>(4,749)</b>	<b>(8,834)</b>
<b>10 Exceptional items (Refer Note no. 6)</b>	<b>500</b>	<b>-</b>	<b>-</b>	<b>500</b>	<b>-</b>	<b>-</b>
<b>11 Profit / (Loss) from ordinary activities before tax (9 + 10)</b>	<b>(2,506)</b>	<b>(1,630)</b>	<b>(2,255)</b>	<b>(4,136)</b>	<b>(4,749)</b>	<b>(8,834)</b>
<b>12 Tax expense / (Credit)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>13 Net Profit / (Loss) from ordinary activities after tax (11 + 12)</b>	<b>(2,506)</b>	<b>(1,630)</b>	<b>(2,255)</b>	<b>(4,136)</b>	<b>(4,749)</b>	<b>(8,834)</b>
<b>14 Extraordinary items</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>15 Net Profit / (Loss) for the period (13 + 14)</b>	<b>(2,506)</b>	<b>(1,630)</b>	<b>(2,255)</b>	<b>(4,136)</b>	<b>(4,749)</b>	<b>(8,834)</b>
<b>16 Paid-up equity share capital (face value of ₹ 2/- each)</b>	<b>2,143</b>	<b>2,143</b>	<b>2,143</b>	<b>2,143</b>	<b>2,143</b>	<b>2,143</b>
<b>17 Reserves excluding Revaluation Reserves</b>						<b>25,223</b>
<b>18 Earnings per share (not annualised) (in ₹):</b>						
(a) Basic	(2.34)	(1.52)	(2.10)	(3.66)	(4.43)	(8.24)
(b) Diluted	(2.34)	(1.52)	(2.10)	(3.66)	(4.43)	(8.24)



**EVEREST KANTO CYLINDER LIMITED**

**STANDALONE STATEMENT OF ASSETS AND LIABILITIES**

(₹ in Lakhs)

Particulars	As at 30/09/2014	As at 31/03/2014
	(Unaudited)	(Audited)
<b>A EQUITY AND LIABILITIES</b>		
<b>1 Shareholders' Funds</b>		
(a) Share Capital	2,143.15	2,143.15
(b) Reserves and Surplus	21,986.00	26,222.79
	<b>24,129.15</b>	<b>28,365.94</b>
<b>2 Non-Current Liabilities</b>		
(a) Long-Term Borrowings	27,081.38	27,087.61
(b) Other Long-Term Liabilities	28.84	24.00
(c) Long-Term Provisions	72.61	72.61
	<b>27,182.83</b>	<b>27,184.22</b>
<b>3 Current Liabilities</b>		
(a) Short-Term Borrowings	9,154.59	8,626.39
(b) Trade Payables	7,211.01	6,135.60
(c) Other Current Liabilities	9,044.50	8,351.05
(d) Short-Term Provisions	20.31	20.31
	<b>25,430.41</b>	<b>23,133.35</b>
<b>TOTAL</b>	<b>76,742.39</b>	<b>78,683.51</b>
<b>B ASSETS</b>		
<b>1 Non-Current Assets</b>		
(a) Fixed Assets	31,581.95	32,446.54
(b) Non-Current Investments	4,097.83	4,097.83
(c) Long-Term Loans and Advances	2,864.46	2,791.83
(d) Other Non-Current Assets	350.00	28.65
	<b>38,894.24</b>	<b>39,364.85</b>
<b>2 Current Assets</b>		
(a) Current Investments	6,427.47	6,927.39
(b) Inventories	14,467.63	16,449.65
(c) Trade Receivables	5,847.10	4,422.93
(d) Cash & Bank Balances	344.64	1,309.48
(e) Short-Term Loans and Advances	8,696.50	8,369.61
(f) Other Current Assets	2,064.81	1,839.60
	<b>37,848.15</b>	<b>39,318.66</b>
<b>TOTAL</b>	<b>76,742.39</b>	<b>78,683.51</b>



EVEREST KANTO CYLINDER LIMITED

Unaudited Financial Results (Standalone) For The Quarter And Six Months Ended 30th September, 2014

PART II

	Particulars	3 months ended	Preceding 3 months ended	Corresponding 3 months ended in the Previous Year	Year to date figures for current period ended	Year to date figures for the previous period ended	Previous Year ended
		30/09/2014	30/06/2014	30/09/2013	30/09/2014	30/09/2013	31/03/2014
<b>A</b>	<b>PARTICULARS OF SHAREHOLDING</b>						
1	Public shareholding						
	- Number of Shares	39,103,885	37,495,019	41,045,311	39,103,885	41,045,311	39,289,665
	- Percentage of shareholding	36.49	35.00	38.30	36.49	38.30	36.67
2	Promoter and Promoter Group Shareholding						
a)	Pledged / Encumbered						
	- Number of Shares	32,136,600	32,136,600	32,136,600	32,136,600	32,136,600	32,136,600
	- Percentage of shares (as a % of the total Shareholding of Promoter and Promoter Group)	47.22	46.13	48.61	47.22	48.61	47.35
	- Percentage of shares (as a % of the total share capital of the Company)	29.99	29.98	29.99	29.99	29.99	29.99
b)	Non - encumbered						
	- Number of Shares	35,917,197	37,526,063	33,975,771	35,917,197	33,975,771	35,731,417
	- Percentage of shares (as a % of the total Shareholding of Promoter and Promoter Group)	52.78	53.87	51.39	52.78	51.39	52.65
	- Percentage of shares (as a % of the total share capital of the Company)	33.52	35.02	31.71	33.52	31.71	33.34

Particulars	3 Months ended 30/09/2014
<b>B</b>	<b>INVESTOR COMPLAINTS</b>
Pending at the beginning of the quarter	Nil
Received during the quarter	8
Disposed off during the quarter	8
Remaining unresolved at the end of the quarter	Nil



**NOTES :**

- As per Clause 41 of the listing agreements, the Company has opted to publish consolidated results only. Standalone results of the Company would be available on the Company's website - [www.everestkanto.com](http://www.everestkanto.com) and on the websites of BSE ([www.bseindia.com](http://www.bseindia.com)) and NSE ([www.nseindia.com](http://www.nseindia.com)).
- The above results were reviewed by the Audit Committee at its meeting held on 11th November, 2014 and have been approved by the Board of Directors of the Company at their meeting held on that date.

3 Finance Costs include Applicable Net Loss on Foreign Currency Fluctuations and Translations accounted in accordance with the applicable Accounting Standard as under:

Particulars ( ₹ in Lakhs)	01/07/2014 to 30/09/2014	01/04/2014 to 30/06/2014	01/07/2013 to 30/09/2013	01/04/2014 to 30/09/2014	01/04/2013 to 30/09/2013	01/04/2013 to 31/03/2014
Applicable Net Loss on Foreign Currency Fluctuations and Translations	104	7	183	111	309	422

4 Tax Expense includes Current Tax, Deferred Tax (including Deferred Credits, if any) and tax adjustments relating to earlier years.

5 As on 30th September, 2014, the investment of the Company in its subsidiary, Calcutta Compressions & Liquefaction Engineering Limited (CC&L), aggregates ₹431.72 Lakhs (₹431.72 Lakhs as on 31st March, 2014). Further, the Company has recoverable loans and other receivables, aggregating ₹1,323.20 Lakhs (₹1,201.62 Lakhs as on 31st March, 2014) from it. The Net Worth of CC&L has fully eroded. However, in the opinion of the management, after considering the long term nature of its business, its projected earnings and cash flows, the improvements in its current operational performance and the intention to hold this investment on a long term and strategic basis, no provision for diminution in the value of investment or for possible losses on account of non-recoverability, if any, of loans and other receivables is considered necessary at present.

6 As regards the investment by way of share capital of ₹ 6925.07 Lakhs in EKC Industries (Tianjin) Company Limited, a wholly owned subsidiary based in China, the Company is of the considered view based on the assessment of the relevant factors, such as, the long term nature of the investment, future business prospects in the markets in which EKC Industries (Tianjin) Company Limited operates, expected appreciation in the fair value of the assets of EKC Industries (Tianjin) Company Limited, etc., that no provision for the diminution in the value of the investment is required. However, on conservative basis, an amount of ₹ 500 Lakhs has been provided towards such diminution, during the quarter and has been disclosed as an Exceptional Item in the financial results. The Limited Review Report of the Statutory Auditors for the quarter is qualified in this matter.

7 Previous periods' figures have been regrouped / recast, wherever necessary.

Place : Mumbai  
Date: 11th November, 2014

By Order of the Board  
For Everest Kanto Cylinder Limited



P. K. Khurana  
Chairman & Managing Director



# Walker Chandiook & Co LLP

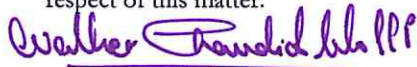
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## Review Report


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

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1. We have reviewed the accompanying statement of unaudited consolidated financial results (the "Statement") of **Everest Kanto Cylinder Limited** (the "Company") and its subsidiaries (collectively referred to as "the Group") for the quarter ended 30 September 2014 and the year to date results for the period 1 April 2014 to 30 September 2014, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited or reviewed by us. 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 reports of other auditors, 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 Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. We did not review the interim financial results of five subsidiaries, included in the Statement, whose interim financial results reflect total revenues (after eliminating intra-group transactions) of Rs.13,497 Lakh and net loss after tax and prior period items of Rs.1,858 Lakh for the six months ended 30 September 2014 and total assets of Rs 58,164 Lakh as at 30 September 2014. These interim financial results have been reviewed by other auditors whose review reports have been furnished to us and our opinion 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**  
(formerly Walker, Chandiook & Co)  
Chartered Accountants  
Firm Registration No: 001076N/N500013



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

Place : Mumbai  
Date : 11 November 2014

EVEREST KANTO CYLINDER LIMITED

Unaudited Financial Results (Consolidated) For The Quarter And Six Months Ended 30th September, 2014

PART I

(₹ in Lakhs)

Particulars	3 months ended	Preceding	Corresponding	Year to date	Year to date	Previous Year
	30/09/2014 (Unaudited)	3 months ended 30/06/2014 (Unaudited)	3 months ended 30/09/2013 (Unaudited)	figures for current period ended 30/09/2014 (Unaudited)	figures for the previous period ended 30/09/2013 (Unaudited)	Ended 31/03/2014 (Audited)
<b>1 Income from operations</b>						
(a) Net sales/income from operations (Net of excise duty)	12,766	9,950	12,688	22,716	25,084	48,559
(b) Other operating income	122	116	139	238	264	485
<b>Total Income from operations (net)</b>	<b>12,888</b>	<b>10,066</b>	<b>12,827</b>	<b>22,954</b>	<b>25,348</b>	<b>49,064</b>
<b>2 Expenses</b>						
(a) Cost of materials consumed (net)	6,811	5,881	5,859	12,692	11,869	25,033
(b) Purchases of stock-in-trade	180	52	409	232	1,195	941
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	1,351	(395)	2,565	956	3,745	4,380
(d) Power and Fuel	908	789	894	1,697	1,855	3,819
(e) Employee benefits expense	1,888	1,799	2,054	3,687	4,076	7,803
(f) Depreciation and amortisation expense	1,777	1,825	1,725	3,602	3,297	6,830
(g) Others	1,857	1,922	2,585	3,779	5,292	9,614
<b>Total expenses</b>	<b>14,772</b>	<b>11,873</b>	<b>16,091</b>	<b>26,645</b>	<b>31,329</b>	<b>58,420</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>(1,884)</b>	<b>(1,807)</b>	<b>(3,264)</b>	<b>(3,691)</b>	<b>(5,981)</b>	<b>(9,356)</b>
<b>4 Other income</b>	<b>121</b>	<b>190</b>	<b>242</b>	<b>311</b>	<b>437</b>	<b>757</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>(1,763)</b>	<b>(1,617)</b>	<b>(3,022)</b>	<b>(3,380)</b>	<b>(5,544)</b>	<b>(8,599)</b>
<b>6 Finance costs (Refer Note no. 4)</b>	<b>1,533</b>	<b>1,373</b>	<b>1,496</b>	<b>2,908</b>	<b>2,774</b>	<b>5,600</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>(3,296)</b>	<b>(2,990)</b>	<b>(4,518)</b>	<b>(6,288)</b>	<b>(8,318)</b>	<b>(14,199)</b>
<b>8 Provision for Doubtful Debts / (Provision Written Back)</b>	<b>(715)</b>	<b>56</b>	<b>4</b>	<b>(659)</b>	<b>(15)</b>	<b>(1)</b>
<b>9 Foreign Exchange Variation Gain/ (Loss)</b>	<b>54</b>	<b>25</b>	<b>35</b>	<b>79</b>	<b>181</b>	<b>397</b>
<b>10 Profit / (Loss) from ordinary activities before exceptional items (7 - 8 - 9)</b>	<b>(2,527)</b>	<b>(3,021)</b>	<b>(4,487)</b>	<b>(5,548)</b>	<b>(8,122)</b>	<b>(13,801)</b>
<b>11 Exceptional items</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>12 Profit / (Loss) from ordinary activities before tax (10 + 11)</b>	<b>(2,527)</b>	<b>(3,021)</b>	<b>(4,487)</b>	<b>(5,548)</b>	<b>(8,122)</b>	<b>(13,801)</b>
<b>13 Tax expense / (Credit)</b>	<b>(5)</b>	<b>(59)</b>	<b>(1)</b>	<b>(64)</b>	<b>20</b>	<b>15</b>
<b>14 Net Profit / (Loss) from ordinary activities after tax (12 - 13)</b>	<b>(2,522)</b>	<b>(2,962)</b>	<b>(4,486)</b>	<b>(5,484)</b>	<b>(8,142)</b>	<b>(13,816)</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>(2,522)</b>	<b>(2,962)</b>	<b>(4,486)</b>	<b>(5,484)</b>	<b>(8,142)</b>	<b>(13,816)</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>(2,522)</b>	<b>(2,962)</b>	<b>(4,486)</b>	<b>(5,484)</b>	<b>(8,142)</b>	<b>(13,816)</b>
<b>20 Paid-up equity share capital (face value of Rs 2/- each)</b>	<b>2,143</b>	<b>2,143</b>	<b>2,143</b>	<b>2,143</b>	<b>2,143</b>	<b>2,143</b>
<b>21 Reserves excluding Revaluation Reserves</b>						<b>50,024</b>
<b>22 Earnings per share (not annualised) (in ₹):</b>						
(a) Basic	(2.36)	(2.76)	(4.19)	(5.12)	(7.60)	(12.89)
(b) Diluted	(2.36)	(2.76)	(4.19)	(5.12)	(7.60)	(12.89)





EVEREST KANTO CYLINDER LIMITED

Unaudited Financial Results (Consolidated) For The Quarter And Six Months Ended 30th September, 2014

SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(₹ in Lakhs)

PARTICULARS	3 months ended	Preceding 3 months ended	Corresponding 3 months ended in the Previous Year	Year to date figures for current period ended	Year to date figures for the previous period ended	Previous Year Ended
	30/09/2014 (Unaudited)	30/06/2014 (Unaudited)	30/09/2013 (Unaudited)	30/09/2014 (Unaudited)	30/09/2013 (Unaudited)	31/03/2014 (Audited)
<b>1. Segment Revenue</b>						
a) India	5,816	4,153	5,869	9,959	11,480	21,485
b) U.A.E (Dubai)	3,080	2,166	2,329	5,246	5,036	10,907
c) China	975	847	2,056	1,822	4,110	5,985
d) USA & Hungary	4,170	3,246	3,845	7,416	7,172	14,527
e) Thailand	28	29	22	57	23	64
f) Germany	123	70	67	193	151	326
<b>Total</b>	<b>14,192</b>	<b>10,511</b>	<b>14,188</b>	<b>24,703</b>	<b>27,972</b>	<b>53,295</b>
Less: Inter Segment Revenue	1,304	445	1,361	1,749	2,624	4,231
<b>Net Sales/Income from Operation</b>	<b>12,888</b>	<b>10,066</b>	<b>12,827</b>	<b>22,954</b>	<b>25,348</b>	<b>49,064</b>
<b>2. Segment Result (before Tax)</b>						
Segment Result (before (Loss)/Gain on Foreign Exchange variation, Finance Costs & Tax):						
a) India	(1,298)	(678)	(1,182)	(1,976)	(2,422)	(4,384)
b) U.A.E (Dubai)	1,147	(77)	(476)	1,070	(1,062)	(448)
c) China	(672)	(162)	(579)	(834)	(1,058)	(2,437)
d) USA & Hungary	(298)	(767)	(838)	(1,065)	(1,106)	(1,511)
e) Thailand	6	(29)	(8)	(23)	(17)	(18)
f) Germany	(42)	(58)	(67)	(100)	(136)	(307)
<b>Total</b>	<b>(1,157)</b>	<b>(1,771)</b>	<b>(3,150)</b>	<b>(2,928)</b>	<b>(5,801)</b>	<b>(9,105)</b>
Unallocable Income / (Expenses)	109	98	124	207	272	507
Add/Less : (Loss)/Gain on Foreign Exchange variation (Net)	54	25	35	79	181	397
Less : Finance Costs	1,533	1,373	1,496	2,906	2,774	5,600
<b>Net Profit / (Loss) before Tax</b>	<b>(2,527)</b>	<b>(3,021)</b>	<b>(4,487)</b>	<b>(5,548)</b>	<b>(8,122)</b>	<b>(13,801)</b>
<b>3. Capital Employed (Segment Assets Less Segment Liabilities)</b>						
a) India	49,762	50,561	58,507	49,762	58,507	52,086
b) U.A.E (Dubai)	15,252	15,113	20,576	15,252	20,576	17,445
c) China	13,752	14,491	17,162	13,752	17,162	14,898
d) USA & Hungary	19,993	19,699	23,976	19,993	23,976	21,284
e) Thailand	311	296	448	311	448	484
f) Germany	144	23	11	144	11	47
g) Unallocable	(51,898)	(51,210)	(61,166)	(51,898)	(61,166)	(54,078)
<b>Total</b>	<b>47,316</b>	<b>48,973</b>	<b>59,514</b>	<b>47,316</b>	<b>59,514</b>	<b>52,166</b>



**EVEREST KANTO CYLINDER LIMITED**

**CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES**

(₹ in Lakhs)

Particulars		As at 30/09/2014	As at 31/03/2014
		(Unaudited)	(Audited)
<b>A</b>	<b>EQUITY AND LIABILITIES</b>		
<b>1</b>	<b>Shareholders' Funds</b>		
	(a) Share Capital	2,143.15	2,143.15
	(b) Reserves and Surplus	45,173.26	50,023.75
		<b>47,316.41</b>	<b>52,166.90</b>
<b>2</b>	<b>Non-Current Liabilities</b>		
	(a) Long-Term Borrowings	27,084.90	27,092.28
	(b) Deferred Tax Liabilities (net)	-	63.51
	(c) Other Long-Term Liabilities	28.84	24.00
	(d) Long-Term Provisions	1,453.94	1,364.01
		<b>28,567.68</b>	<b>28,543.80</b>
<b>3</b>	<b>Current Liabilities</b>		
	(a) Short-Term Borrowings	19,824.14	22,034.58
	(b) Trade Payables	5,060.03	4,898.03
	(c) Other Current Liabilities	14,862.48	14,126.20
	(d) Short-Term Provisions	58.35	62.16
		<b>39,805.00</b>	<b>41,120.97</b>
	<b>TOTAL</b>	<b>115,689.09</b>	<b>121,831.67</b>
<b>B</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non-Current Assets</b>		
	(a) Fixed Assets	62,386.72	65,981.33
	(b) Non-Current Investments	44.95	44.95
	(c) Long-Term Loans and Advances	1,875.93	1,876.80
	(d) Other Non-Current Assets	350.00	28.65
		<b>64,657.60</b>	<b>67,931.73</b>
<b>2</b>	<b>Current Assets</b>		
	(a) Current Investments	2.40	2.32
	(b) Inventories	30,268.49	32,659.36
	(c) Trade Receivables	11,286.82	11,121.30
	(d) Cash & Bank Balances	2,499.52	3,747.21
	(e) Short-Term Loans and Advances	5,744.30	5,398.18
	(f) Other Current Assets	1,229.96	971.57
		<b>51,031.49</b>	<b>53,899.94</b>
	<b>TOTAL</b>	<b>115,689.09</b>	<b>121,831.67</b>



**EVEREST KANTO CYLINDER LIMITED**

Unaudited Financial Results (Consolidated) For The Quarter And Six Months Ended 30th September, 2014

PART II

	Particulars	3 months ended	Preceding	Corresponding	Year to date	Year to date	Previous Year
		30/09/2014	3 months ended	3 months ended	figures for current	figures for the	ended
		30/09/2014	30/06/2014	30/09/2013	30/09/2014	30/09/2013	31/03/2014
<b>A</b>	<b>PARTICULARS OF SHAREHOLDING</b>						
<b>1</b>	Public shareholding						
	- Number of Shares	39,103,885	37,495,019	41,045,311	39,103,885	41,045,311	39,289,665
	- Percentage of shareholding	36.49	35.00	38.30	36.49	38.30	36.67
<b>2</b>	Promoter and Promoter Group Shareholding						
a)	Pledged / Encumbered						
	- Number of Shares	32,136,600	32,136,600	32,136,600	32,136,600	32,136,600	32,136,600
	- Percentage of shares (as a % of the total Shareholding of Promoter and Promoter group)	47.22	46.13	48.61	47.22	48.61	47.35
	- Percentage of shares (as a % of the total share capital of the Company)	29.99	29.98	29.99	29.99	29.99	29.99
b)	Non - encumbered						
	- Number of Shares	35,917,197	37,526,063	33,975,771	35,917,197	33,975,771	35,731,417
	- Percentage of shares (as a % of the total Shareholding of the Promoter and Promoter group)	52.78	53.87	51.39	52.78	51.39	52.65
	- Percentage of shares (as a % of the total share capital of the Company)	33.52	35.02	31.71	33.52	31.71	33.34

Particulars	3 Months ended 30/09/2014
<b>B</b>	<b>INVESTOR COMPLAINTS</b>
Pending at the beginning of the quarter	Nil
Received during the quarter	8
Disposed off during the quarter	8
Remaining unresolved at the end of the quarter	Nil



NOTES

- 1 As per Clause 41 of the listing agreements, the Company has opted to publish consolidated results only. Standalone results of the Company would be available on the Company's website - [www.everestkanto.com](http://www.everestkanto.com) and on the websites of BSE ([www.bseindia.com](http://www.bseindia.com)) and NSE ([www.nseindia.com](http://www.nseindia.com)).

Financial Results of Everest Kanto Cylinder Limited (the "Company") (Standalone) :-

PARTICULARS	3 months ended		Preceding 3 months ended	Corresponding 3 months ended in the Previous Year		Year to date figures for the previous period ended		Previous Year Ended
	30/09/2014	30/06/2014		30/09/2013	30/09/2013	30/09/2014	30/09/2013	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	( ₹ in Lakhs)							
Net sales / Income from operations	5,505	3,846	5,490	9,351	10,700	20,011		
Profit / (Loss) from ordinary activities after foreign exchange variation gain/ (loss) but before exceptional items	(2,006)	(1,630)	(2,255)	(3,636)	(4,749)	(8,834)		
Exceptional Items	500			500				
Profit / (Loss) from Ordinary Activities before Tax	(2,506)	(1,630)	(2,255)	(4,136)	(4,749)	(8,834)		
Net Profit / (Loss) after Tax	(2,506)	(1,630)	(2,255)	(4,136)	(4,749)	(8,834)		

As regards the investment by way of share capital of ₹ 6925.07 Lakhs by the Company, in EKC Industries (Tianjin) Company Limited, a wholly owned subsidiary based in China, the Company is of the considered view based on the assessment of the relevant factors, such as, the long term nature of the investment, future business prospects in the markets in which EKC Industries (Tianjin) Company Limited operates, expected appreciation in the fair value of the assets of EKC Industries (Tianjin) Company Limited, etc., that no provision for the diminution in the value of the investment is required. However, on conservative basis, an amount of ₹ 500 Lakhs has been provided towards such diminution, during the quarter in the Standalone financial results and has been disclosed as an Exceptional Item. The Limited Review Report of the Statutory Auditors for the quarter on the Standalone financial results is qualified in this matter.

As on 30th September, 2014, the investment of the Company in its subsidiary, Calcutta Compressions & Liquefaction Engineering Limited (CC&L), aggregates ₹ 431.72 Lakhs as on 31st March, 2014. Further, the Company has recoverable loans and other receivables, aggregating ₹ 1,323.20 Lakhs as on 31st March, 2014) from it. The Net Worth of CC&L has fully eroded. However, in the opinion of the management, after considering the long term nature of its business, its projected earnings and cash flows, the improvements in its current operational performance and the intention to hold this investment on a long term and strategic basis, no provision for diminution in the value of investment or for possible losses on account of non-recoverability, if any, of loans and other receivables is considered necessary at present in the Standalone financial results.

- 2 The above results were reviewed by the Audit Committee at its meeting held on 11th November, 2014 and have been approved by the Board of Directors of the Company at their meeting held on that date.

- 3 The consolidated financial results include the reviewed standalone financial results of Everest Kanto Cylinder Limited (the "Company") and its three wholly owned subsidiaries, EKC Industries (Tianjin) Co. Ltd., China, EKC International FZE, UAE and EKC Industries (Thailand) Co. Ltd as well as those of its three wholly owned step down subsidiaries, EKC Hungary Kft, Hungary, CP Industries Holdings, Inc., U.S.A., and EKC-Europe GmbH and of Calcutta Compressions & Liquefaction Engineering Limited (CC&L), a subsidiary 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, whose operations are not significant.

- 4 Finance Costs include Applicable Net Loss on Foreign Currency Fluctuations and Translations accounted in accordance with the applicable Accounting Standard as under:

Particulars	01/07/2014 to 30/09/2014		01/04/2014 to 30/09/2014		01/04/2013 to 30/09/2013		01/04/2013 to 30/09/2013	
	104	7	111	309	422			
Applicable Net Loss on Foreign Currency Fluctuations and Translations								

- 5 Tax Expense includes Current Tax, Deferred Tax (including Deferred Credits, if any) and tax adjustments relating to earlier years.

- 6 The Company and its subsidiaries, at present, operate within a single business segment, except for CC&L, 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. Segment information is, however, being presented on the basis of geographical locations (secondary segment) of the entities.

- 7 Previous periods' figures have been regrouped / recast, wherever necessary.

Place : Mumbai  
Date: 11th November, 2014



By Order of the Board  
For Everest Kanto Cylinder Limited

*P. K. Khurana*  
P. K. Khurana  
Chairman & Managing Director

