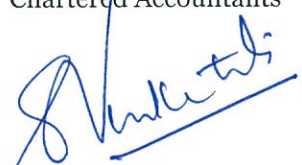


The Board of Directors
Everest Kanto Cylinder Limited
204 Raheja Centre,
Free Press Journal Marg,
214, Nariman Point,
Mumbai 400 021.

1. We have reviewed the results of Everest Kanto Cylinder Limited (the "Company") for the quarter ended 31st December, 2012 which are included in the accompanying 'Unaudited Financial Results (Standalone) For The Quarter and Nine Months Ended 31st December, 2012' (the "Statement"), except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the Management but have neither been reviewed nor been audited by us. The Statement has been prepared by the Company pursuant to Clause 41 of the Listing Agreement with the Stock Exchanges in India, which has been initialled by us for identification purposes. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the statements are free of material misstatement.
3. 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.
4. We have only traced the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' in the Statement from the disclosures made by the Management and are, therefore, not expressing a review opinion thereon.
5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 as per Section 211(3C) of the Companies Act, 1956 and other recognised accounting practices and policies, and 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.

For Dalal & Shah
Firm Registration Number: 102021W
Chartered Accountants



S. Venkatesh
Partner
Membership Number: 037942

Mumbai
February 14, 2013

EVEREST KANTO CYLINDER LIMITED

Annexure-1

Unaudited Financial Results (Standalone) For The Quarter and Nine months Ended 31st December, 2012

PART I

(Rs. 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 year ended	Previous Year Ended
		31/12/2012	30/09/2012	31/12/2011	31/12/2012	31/12/2011	31/03/2012
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from operations						
	(a) Net sales/income from operations (Net of excise duty)	5,439	6,762	5,879	17,174	23,224	30,505
	(b) Other operating income	121	162	143	408	410	627
	Total Income from operations (net)	5,560	6,924	6,022	17,582	23,634	31,132
2	Expenses						
	(a) Cost of materials consumed (net)	4,693	4,203	4,406	12,275	17,235	20,367
	(b) Purchases of stock-in-trade	4	9	16	37	1,015	1,047
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(351)	42	(960)	(992)	(4760)	(3046)
	(d) Employee benefits expense	539	515	594	1,601	1,847	2,374
	(e) Depreciation and amortisation expense	236	736	611	1,698	1,791	2,387
	(f) Power and Fuel	747	704	660	2,230	2,528	3,216
	(g) Others	961	768	841	2,535	2,715	3,688
	Total expenses	6,829	6,977	6,168	19,384	22,371	30,033
3	Profit / (Loss) from operations before other income, finance costs, foreign exchange variation gain/ (loss) and exceptional items (1-2)	(1269)	(53)	(146)	(1802)	1,263	1,099
4	Other income	270	353	258	888	866	1,230
5	Profit / (Loss) from ordinary activities before finance costs, foreign exchange variation gain/ (loss) and exceptional items (3 + 4)	(999)	300	112	(914)	2,129	2,329
6	Finance costs	1,574	293	482	2,249	1,439	1,256
7	Profit / (Loss) from ordinary activities after finance costs but before foreign exchange variation gain/ (loss) and exceptional items (5 - 6)	(2573)	7	(370)	(3163)	690	1,073
8	Foreign Exchange Variation Gain/ (Loss)	62	1129	(2398)	(940)	(4010)	(3061)
9	Profit / (Loss) from ordinary activities after foreign exchange variation gain/ (loss), but before exceptional items (7 + 8)	(2511)	1136	(2768)	(4103)	(3320)	(1988)
10	Exceptional Items	-	-	-	-	-	-
11	Profit / (Loss) from ordinary activities before tax (9 ± 10)	(2511)	1136	(2768)	(4103)	(3320)	(1988)
12	Tax expense / (Credit)	(355)	202	(653)	(837)	(715)	(766)
13	Net Profit / (Loss) from ordinary activities after tax (11 ± 12)	(2156)	934	(2115)	(3266)	(2605)	(1222)
14	Extraordinary items	-	-	-	-	-	-
15	Net Profit / (Loss) for the period (13 ± 14)	(2156)	934	(2115)	(3266)	(2605)	(1222)
14	Paid-up equity share capital (Face value of Rs.2/-)	2,143	2,143	2,143	2,143	2,143	2,143
16	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year						48,664
17	Earnings per share before and after extraordinary items (of Rs.2/- each) (not annualised) (in Rs.):						
	(a) Basic	(2.01)	0.87	(1.97)	(3.05)	(2.43)	(1.14)
	(b) Diluted	(2.01)	0.87	(1.97)	(3.05)	(2.43)	(1.14)



EVEREST KANTO CYLINDER LIMITED

Unaudited Financial Results (Standalone) For The Quarter and Nine months Ended 31st December, 2012

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 year ended	Previous Year Ended
		31/12/2012	30/09/2012	31/12/2011	31/12/2012	31/12/2011	31/03/2012
A	PARTICULARS OF SHAREHOLDING						
1	Public shareholding						
	- Number of Shares	42,650,243	43,187,078	44,461,109	42,650,243	44,461,109	44,247,766
	- Percentage of shareholding	39.80	40.30	41.49	39.80	41.49	41.29
2	Promoters and Promoter Group Shareholding						
a)	Pledged / Encumbered						
	- Number of Shares	35,636,600	3,500,000	4,220,000	35,636,600	4,220,000	4,000,000
	- Percentage of shares (as a % of the total Shareholding of Promoter and Promoter Group)	55.24	5.47	6.73	55.24	6.73	6.36
	- Percentage of shares (as a % of the total Share Capital of the Company)	33.26	3.27	3.94	33.26	3.94	3.73
b)	Non - encumbered						
	- Number of Shares	28,870,839	60,470,604	58,476,573	28,870,839	58,476,573	58,909,916
	- Percentage of shares (as a % of the total Shareholding of Promoter and Promoter Group)	44.76	94.53	93.27	44.76	93.27	93.64
	- Percentage of shares (as a % of the total Share Capital of the Company)	26.94	56.43	54.57	26.94	54.57	54.98

	Particulars	3 Months ended 31/12/2012
B	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	Nil
	Received during the quarter	4
	Disposed of during the quarter	4
	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 and on the websites of BSE (www.bseindia.com) and NSE (www.nseindia.com).
- The above results were reviewed by the Audit Committee at its meeting held on 14th February, 2013 and taken on record by the Board of Directors of the Company at their meeting held on that date.
- The Company, during the year 2007-2008, raised a sum of US\$35 Million by way of issue of Foreign Currency Convertible Bonds (FCCBs), which were due on 10th October, 2012. These FCCBs were optionally convertible into equity shares subject to certain conditions. During the quarter, the FCCBs have been redeemed on the due date at a premium of 42.8010% as per the terms of the issue, as the bondholders did not opt for conversion. The premium on redemption of the FCCBs has been charged to the Securities Premium Account. For the purpose of earnings per share, the conversion option was considered to be anti dilutive. The redemption has been funded out of long term Rupee Term Loan from a bank. The Finance Cost for the quarter and nine months period include Rs. 360.28 lakhs as upfront fees and incidental charges (one time) for the new borrowing.
- Depreciation charge for the quarter, is net of Rs.334 Lakhs credited on account of a re-assessment of the number of shifts the plants actually worked with effect from April 1, 2012.
- Finance Costs include Applicable Net Loss on Foreign Currency Fluctuations and Translations accounted for as such in accordance with the applicable Accounting Standard as under:

Particulars	(Rs. in Lakhs)	01/10/2012 to 31/12/2012	01/07/2012 to 30/09/2012	01/10/2011 to 31/12/2011	01/04/2012 to 31/12/2012	01/04/2011 to 31/12/2011	01/04/2011 to 31/03/2012
Applicable Net Loss on Foreign Currency Fluctuations and Translations		32	62	369	259	799	858

- Tax Expense includes Current Tax, Deferred Tax (Including Deferred Credits, if any) and tax adjustments relating to earlier years.
- Previous periods figures have been regrouped / recast, wherever necessary.

Place : Mumbai
Date: 14th February, 2013



By Order of the Board
For Everest Kanto Cylinder Limited
P.K. Khurana
P.K. Khurana
Chairman & Managing Director

