



GAMMON INFRASTRUCTURE PROJECTS LIMITED

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED SEPTEMBER 30, 2008

(Rupees in Lacs)

Sr. No.	Particulars	Quarter Ended 30.09.2008 (Three Months) Unaudited	Year to date for Current Period 30.09.2008 (Six Months) Unaudited	Corresponding for Previous Period 30.09.2007 (Six Months) Unaudited	Accounting Period ended 31.03.2008 (12 Months) Audited
1	Net Sales / Income from Operations	4,410.32	8,664.61	7,771.75	15,822.01
	Other Operating Income	81.30	87.74	-	115.98
	Total Income	4,491.62	8,752.35	7,771.75	15,937.99
2	Expenditure :				
	Operation & Maintenance Expenses	1,034.12	1,905.81	1,523.57	3,443.18
	Depreciation & Amortisation	1,132.43	2,183.38	2,080.15	4,160.90
	Amortisation of Goodwill	-	-	14.64	14.64
	Other Expenses	327.32	661.22	375.72	1,014.73
	Total Expenditure	2,493.87	4,750.41	3,994.08	8,633.45
3	Profit from Operations before Other Income, Finance Costs and Exceptional Items (1 - 2)	1,997.75	4,001.94	3,777.67	7,304.54
4	Other Income :				
	a) Interest Income	216.59	282.30	508.66	661.49
	b) Others	348.96	930.78	86.49	500.13
		565.55	1,213.08	595.15	1,161.62
5	Profit before Finance Costs and Exceptional Items (3 + 4)	2,563.30	5,215.02	4,372.82	8,466.16
6	Less : Finance Costs	1,299.11	2,639.04	2,554.25	5,127.97
7	Add : Share of Profit / (Loss) in Associates	1.35	(2.84)	(37.49)	(2.73)
8	Profit after Finance Costs but before Exceptional Items (5 - 6 + 7)	1,265.54	2,573.14	1,781.08	3,335.46
9	Exceptional Items	-	-	-	-
10	Profit (+) / Loss (-) from Ordinary Activities before tax (8 - 9)	1,265.54	2,573.14	1,781.08	3,335.46
11	Tax Expense	302.20	551.24	579.12	1,258.61
12	Profit (+) / Loss (-) from Ordinary Activities after tax (10 - 11)	963.34	2,021.90	1,201.96	2,076.85
13	Less : Transitional liability recognised pursuant to adoption of Accounting Standard 15 (Revised)	-	-	-	2.93
14	Less : Share of Minority Interest	52.81	115.85	106.51	209.11
15	Less : Prior periods adjustments	43.09	43.09	-	-
16	Profit (+) / Loss (-) before Extraordinary items (12 - 13 - 14)	867.44	1,862.96	1,095.45	1,864.81
17	Extraordinary items (Net of tax expense)	-	-	-	-
18	Net Profit (+) / Loss (-) for the period (11 - 12)	867.44	1,862.96	1,095.45	1,864.81
19	Paid-up Equity Share Capital (Face Value Rs.10/- per equity share)	14,441.28	14,441.28	12,800.00	14,207.45
20	Reserves, excluding Revaluation Reserve as per the Balance Sheet of the previous accounting year			-	37,935.79
21	Earnings Per Share (Rupees) :				
	a) Before Extraordinary Items				
	Basic	0.67	1.41	0.86	1.45
	Diluted	0.67	1.41	0.85	1.45
	b) After Extraordinary Items				
	Basic	0.67	1.41	0.86	1.45
	Diluted	0.67	1.41	0.85	1.45
22	Public shareholding				
	- Number of shares	344.70	344.70	224.00	344.70
	- Percentage of shareholding	23.85%	23.85%	17.50%	23.85%

Notes :

- 1 The financial results were reviewed by the Audit Committee and taken on record by the Board of Directors of the Company at its meeting held on October 24, 2008.
- 2 Corresponding figures of the previous period have been regrouped / rearranged wherever necessary.
- 3 During the quarter, the Company has incorporated Falcon Projects Developers Limited, Jaguar Projects Developers Limited, Gammon Hospitality Limited and Bedi Seaport Limited as subsidiaries. The Company during the quarter sold 50% of its holding i.e 25,000 equity shares in its subsidiary, Haryana Biomass Power Limited.
- 4 Pursuant to the approval of shareholders obtained at the Annual General Meeting of the Company held on September 15, 2008, the Compensation Committee of the Board of the Company at its meeting held on October 1, 2008, has granted 14,10,000 stock options to eligible employees of the Company which would entitle them to apply for 14,10,000 equity shares of the Company at the market price prevailing on September 30, 2008, upon expiry of the respective vesting period which ranges from one to three years.
- 5 The Company was listed on Bombay Stock Exchange and National Stock Exchange on April 3, 2008 and therefore, in absence of Financial Results for the quarter ended September 30, 2007, the same has not been provided. The year to date figures for September 30, 2007 are as per the audited accounts for the said period prepared for the purposes of the Initial Public Offer of the Company.
- 6 The above published consolidated results have been prepared from the unaudited consolidated financial statements prepared in accordance with the principles of consolidation set out in the Accounting Standard AS-21 on Consolidated Financial Statements, AS-27 Financial reporting of interest in Joint Ventures and AS-23 Accounting for investments in Associates in Consolidated Financial Statements.
- 7 Pursuant to clause 41 of the listing agreement, the Company has opted for the publication of the unaudited consolidated financial results. The standalone financial results have been subject to limited review by the Statutory Auditors and have been filed with the Stock Exchanges. The same are available on the websites of the stock exchange and on the company's website www.gammoninfra.com.



GAMMON INFRASTRUCTURE PROJECTS LIMITED

Segment Reporting :

Business segments have been identified on the basis of the nature of services, the risk return profile of individual business, the organizational structure and the internal reporting system of the Company.

Segment Composition:

- Infrastructure Activities

Infrastructure Activities comprise of all activities of investing in infrastructure projects, providing advisory services and operating and maintaining of Public Private Partnership Infrastructure Projects.

- Air Cargo Services :

Providing Air Cargo Services within the country.

As the income from the Air Cargo segment in the reporting period is less than 10% the details of Segment Reporting has not been provided. The same would be provided in the future reporting periods.

9 The utilisation of issue proceeds from IPO is as follows:

	Amount to be utilised as per Prospectus	Amount utilised till September 30, 2008
Investment in KBICL for the Kosi Bridge Project.	2,415.44	2,413.95
Investment in GICL for the Gorakhpur Bypass Project	3,689.00	1,739.00
Investment in SHPVL for the Rangit-II Hydroelectric Project	8,960.00	35.00
Investment in MNEL for the Mumbai Nasik Road Project	5,100.00	-
Repayment of loan to GIL	1,000.00	1,000.00
Issue Expenses	1,610.06	1,021.05
General Corporate Purposes and Investment in strategic initiatives and acquisitions	4,864.00	2,028.54
Investment in any other infrastructure projects in addition to the above mentioned objects (see note below)	-	8,137.22
Total	27,638.50	16,374.76

In terms of the approval of the members in General Meeting held of September 15, 2008, authorising the Company to utilise the IPO proceeds for investment in other infrastructure projects of the Company, including acquisition of any such projects and repayment of loans availed by the Company for any such purpose, in addition to the purpose already specified in the prospectus, the Company has utilised the sum of Rs 8,137.22 lacs as follows

Investment over and above the original objects clause are as follows :

Investment in Youngthang Khab Power Ventures Ltd	5,285.25
Investment in Rajahmundry Godavari Ltd	600.00
Investment in Pravara Co-generation Power	146.60
Investment in Indira Container Terminal Pvt Ltd	324.00
Investment in Punjab Biomass Power Ltd	140.00
Repayment of loan taken from Gammon India Ltd for investment in infrastructure projects	1,641.37
Total	8,137.22

Pending utilisation, the funds are temporarily invested / held in :

a. Mutual Funds	10,580.00
b. Bank Balances	356.42
c. Escrow Accounts	113.34
Total	11,049.76

10 Number of Investor Complaints :

i) Pending at the beginning of the quarter	18
ii) Received during the quarter	35
iii) Disposed during the quarter	52
iv) Pending at the end of the quarter	1

None of the pending investor complaints are outstanding for a period exceeding 30 days.

For Gammon Infrastructure Projects Limited

Parvez Umrigar
Managing Director

Mumbai.
October 24, 2008



GAMMON INFRASTRUCTURE PROJECTS LIMITED

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED SEPTEMBER 30, 2008

(Rupees in Lacs)

Sr. No.	Particulars	Three Months ended 30.09.2008 (Reviewed)	Year to date for Current Period ended 30.09.2008 (Reviewed)	Year to date for the Previous Period ended 30.09.2007 Audited	Previous Accounting year ended 31.03.2008 Audited
1	Net Sales / Income from Operations	668.88	1,322.22	1,280.60	2,579.77
	Other Operating Income	76.53	76.53	-	90.00
		745.41	1,398.75	1,280.60	2,669.77
2	Expenditure :				
	Operation & Maintenance Expenses	107.14	212.34	189.52	430.74
	Personnel Cost	159.38	322.82	228.85	534.26
	Depreciation & Amortisation	49.20	97.28	96.19	192.77
	Other Expenditure	103.90	206.01	143.54	313.50
	Total Expenditure	419.62	838.45	658.10	1,471.27
3	Profit from Operations before Other Income, Finance Costs and Exceptional Items (1 - 2)	325.79	560.30	622.50	1,198.50
4	Other Income:				
	a) Interest Income	95.09	104.00	33.15	35.20
	b) Dividend Income	233.05	480.06	6.33	7.30
	c) Others	-	0.67	0.81	39.42
5	Profit before Finance Costs and Exceptional Items (3 + 4)	653.93	1,145.03	662.79	1,280.42
6	Finance Costs	17.59	72.03	11.01	98.80
7	Profit after Finance Costs but before Exceptional Items (5 - 6)	636.34	1,073.00	651.78	1,181.62
8	Exceptional Items	-	-	-	-
9	Profit (+) / Loss (-) from Ordinary Activities before tax (7 - 8)	636.34	1,073.00	651.78	1,181.62
10	Tax Expense	169.39	283.68	253.37	484.11
11	Profit (+) / Loss (-) from Ordinary Activities after tax (9 - 10)	466.95	789.32	398.41	697.51
12	Extraordinary items (Net of tax expense)	-	-	-	-
13	Net Profit (+) / Loss (-) for the period (11 - 12)	466.95	789.32	398.41	697.51
14	Paid-up Equity Share Capital (Face Value Rs.10/- per equity share)	14,441.28	14,441.28	12,800.00	14,207.45
15	Reserves, excluding Revaluation Reserve as per the Balance Sheet of the previous accounting year	-	-	-	32,755.34
16	Earnings Per Share (Rupees) :				
	a) Before Extraordinary Items				
	Basic	0.33	0.55	0.31	0.54
	Diluted	0.33	0.55	0.31	0.54
	b) After Extraordinary Items				
	Basic	0.33	0.55	0.31	0.54
	Diluted	0.33	0.55	0.31	0.54
17	Public shareholding				
	- Number of shares	344.70	344.70	224.00	344.70
	- Percentage of shareholding	23.85%	23.85%	17.50%	23.85%

Notes :

- 1 The financial results were reviewed by the Audit Committee and taken on record by the Board of Directors of the Company at its meeting held on October 24, 2008.
- 2 The Statutory Auditors of the Company have carried out the limited review of the above unaudited standalone results as required by Clause 41 of the Listing Agreement.
- 3 The Company's operations constitutes a single business and geographical segment of "Infrastructure Development" as per Accounting Standard AS-17.
- 4 Corresponding figures of the previous period have been regrouped / rearranged wherever necessary.
- 5 The utilisation of issue proceeds from IPO is as follows:

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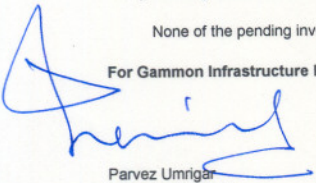


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For Gammon Infrastructure Projects Limited


Parvez Umrigar
Managing Director

Mumbai.
October 24, 2008