



GAMMON INFRASTRUCTURE PROJECTS LIMITED

See Copy

PART I

STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2014

(All amounts in Rupees lakhs)

Sr. No.	Particulars	Quarter ended			Year to date	9 Months ended
		30.06.2014	31.03.2014	30.06.2013	30.06.2014	31.12.2013
		Unaudited	Unaudited	Unaudited	Unaudited	Audited
	Income from operations	1,863.46	1,950.69	2,533.36	3,814.15	7,256.21
	Other operating income	-	-	-	-	643.14
1	Total Income from operations	1,863.46	1,950.69	2,533.36	3,814.15	7,899.35
	Expenses :					
	Project expense	913.74	864.71	91.12	1,778.45	1,506.53
	Employee benefits expense	442.64	525.61	420.62	968.25	1,730.48
	Depreciation and amortisation expense	59.05	58.39	49.40	117.44	172.83
	Bad debts written-off	-	-	-	-	325.45
	Other expenses	281.94	271.77	232.81	553.71	913.39
2	Total expenses	1,697.37	1,720.48	793.95	3,417.85	4,648.68
3	Profit from operations before other income, finance costs and exceptional items (1 - 2)	166.09	230.21	1,739.41	396.30	3,250.67
4	Other Income	80.73	66.97	364.79	147.70	550.06
5	Profit from ordinary activities before finance costs and exceptional items (3 + 4)	246.82	297.18	2,104.20	544.00	3,800.73
6	Finance Costs	1,851.20	1,742.77	1,706.04	3,593.97	5,227.56
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional Items (5 - 6)	(1,604.38)	(1,445.59)	398.16	(3,049.97)	(1,426.83)
8	Exceptional Items (refer note 3)	-	3,916.16	-	3,916.16	-
9	Profit / (Loss) from ordinary activities before tax (7 - 8)	(1,604.38)	(5,361.75)	398.16	(6,966.13)	(1,426.83)
10	Tax Expense	(20.80)	(6.98)	45.27	(27.78)	(30.17)
11	Profit / (Loss) from ordinary activities after tax (9 - 10)	(1,583.58)	(5,354.77)	352.89	(6,938.35)	(1,396.66)
12	Extraordinary items (net of tax expense)	-	-	-	-	-
13	Net Profit / (Loss) for the period (11 - 12)	(1,583.58)	(5,354.77)	352.89	(6,938.35)	(1,396.66)
14	Paid-up Equity Share Capital (Face Value Rs.2/- per equity share)	14,761.55	14,761.55	14,761.55	14,761.55	14,761.55
15	Reserves, excluding Revaluation Reserve as per the Balance Sheet of the previous accounting year	-	-	-	-	48,454.40
16	Earnings Per Share for the period (Rupees) :					
	a) Before Extraordinary Items					
	Basic	(0.22)	(0.73)	0.05	(0.95)	(0.19)
	Diluted	(0.22)	(0.73)	0.05	(0.95)	(0.19)
	b) After Extraordinary Items					
	Basic	(0.22)	(0.73)	0.05	(0.95)	(0.19)
	Diluted	(0.22)	(0.73)	0.05	(0.95)	(0.19)

PART II

Select information for the quarter ended June 30, 2014

A)	PARTICULARS OF SHAREHOLDING					
1	Public shareholding					
	- Number of shares (in lakhs)	1,836.26	1,836.26	1,836.26	1,836.26	1,836.26
	- Percentage of shareholding	25.02%	25.02%	25.02%	25.02%	25.02%
2	Promoters and promoter group shareholding					
	a) Pledged / Encumbered					
	- Number of shares (in lakhs)	4,302.86	4,302.86	4,302.86	4,302.86	4,302.86
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	78.18%	78.18%	78.18%	78.18%	78.18%
	- Percentage of shares (as a % of the total share capital of the Company)	58.62%	58.62%	58.62%	58.62%	58.62%
	b) Non-encumbered					
	- Number of shares (in lakhs)	1,201.14	1,201.14	1,201.14	1,201.14	1,201.14
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	21.82%	21.82%	21.82%	21.82%	21.82%
	- Percentage of shares (as a % of the total share capital of the Company)	16.36%	16.36%	16.36%	16.36%	16.36%

Signature

Corporate Office : Orbit Plaza, 5th Floor, Plot No. 952/954, New Prabhadevi Road, Prabhadevi, Mumbai - 400 025, INDIA

Tel. : 91 - 22 - 6748 7200 • Fax : 91 - 22 - 6748 7201 • E-mail : info@gammoninfra.com

Website : www.gammoninfra.com CIN:L45203MH2001PLC131728

Registered Office : Gammon House, Veer Savarkar Marg, Prabhadevi, Mumbai - 400 025. INDIA.



GAMMON INFRASTRUCTURE PROJECTS LIMITED

B)	INVESTOR COMPLAINTS	Quarter ended 30.06.2014
	Pending at the beginning of the quarter	Nil
	Received during the quarter	3
	Disposed off during the quarter	3
	Remaining unresolved at the end of the quarter	Nil

STANDALONE STATEMENT OF ASSETS AND LIABILITIES

(Amounts in Rupees lakhs)

Particulars		As at	
		30.06.14	31.12.13
		Unaudited	Audited
A	<u>EQUITY AND LIABILITIES</u>		
1	Shareholders' Funds		
	a) Share capital	14,761.55	14,761.55
	b) Reserves and surplus	41,611.23	48,454.41
	Sub-total : Shareholders' Funds	56,372.78	63,215.96
2	Non-current liabilities		
	a) Long-term borrowings	35,613.56	28,274.59
	b) Deferred tax liability, net	143.82	171.60
	c) Other long-term liabilities	13,851.04	17,328.38
	d) Long-term provisions	138.90	133.11
	Sub-total : Non-current liabilities	49,747.32	45,907.68
3	Current Liabilities		
	a) Short-term borrowings	7,254.22	7,798.12
	b) Trade payables	294.23	1,257.03
	c) Other current liabilities	46,505.50	40,152.66
	d) Short-term provisions	1,779.72	1,844.10
	Sub-total : Current liabilities	55,833.67	51,051.91
	TOTAL : EQUITY AND LIABILITIES	161,953.77	160,175.55
B	<u>ASSETS</u>		
1	Non-current assets		
	a) Fixed assets	1,182.32	1,298.38
	b) Non current investments	72,925.50	73,604.41
	c) Long-term loans and advances	81,243.80	79,098.33
	d) Other non-current assets	902.29	831.98
	Sub-total : Non-current assets	156,253.91	154,833.10
2	Current assets		
	a) Current investments	490.00	490.00
	b) Inventories	55.89	59.16
	c) Trade receivables	1,335.86	1,897.78
	d) Cash and cash equivalents	2,007.85	2,057.00
	e) Short term loans and advances	1,749.62	810.08
	f) Other current assets	60.64	28.43
	Sub-total : Current assets	5,699.86	5,342.45
	TOTAL : ASSETS	161,953.77	160,175.55

Notes:

- The financial results were reviewed by the Audit Committee and have been considered and approved by the Board of Directors of the Company at their respective meetings held on August 13, 2014.
- The Statutory Auditors of the Company have carried out the limited review of the above unaudited standalone results for the current quarter ended June 30, 2014.
- During the previous quarter, two subsidiaries namely Birmitrapur Barkote Highway Private Limited and Yamunanagar Panchkula Highway Private Limited have terminated the contracts with NHA on mutually acceptable terms primarily due to non-availability of Right of Way to the site and Environment and Forest clearances. The exceptional item disclosed above represents the provisions towards Investments, advances and receivables.

Corporate Office : Orbit Plaza, 5th Floor, Plot No. 952/954, New Prabhadevi Road, Prabhadevi, Mumbai - 400 025, INDIA

Tel. : 91 - 22 - 6748 7200 • Fax : 91 - 22 - 6748 7201 • E-mail : info@gammoninfra.com

Website : www.gammoninfra.com CIN:L45203MH2001PLC131728

Registered Office : Gammon House, Veer Savarkar Marg, Prabhadevi, Mumbai - 400 025. INDIA.



GAMMON INFRASTRUCTURE PROJECTS LIMITED

- 4 Mormugao Port Trust ('MPT') has unilaterally sought to terminate with a subsidiary the Concession Agreement for the project citing non-compliance with certain terms of the concession agreement. MPT also encashed the bid security bank guarantee for Rs. 200 lakhs despite the stay order issued by the Hon. District Court, Goa. The court has also passed stay order from carrying into effect the termination of the agreement. The subsidiary has already taken further action in the matter including contempt petition. The Company's exposure including investments and loans and advances is around Rs 561.65 lakhs. The Company believes that it has a strong case in this matter. Pending outcome of the legal proceedings, no adjustments have been made to the unaudited financial results.
- 5 During the quarter, the Company has further incurred cash loss and its Current Liabilities exceeds Current Assets by Rs. 50,133.81 lakhs as at June 30, 2014 (Rs. 45,709.46 as on December 31, 2013). The Company is taking various steps to meet its commitments, both, short term and long term in nature. The Company intends to monetise some of its mature assets, securitise some of its future receivables and raise funds through proposed equity offering through Qualified Institutional Placement. Based on detailed evaluation of the current situation, plans formulated and active discussions underway with various stakeholders, management is confident that the going concern assumption and the carrying values of the assets and liabilities in these unaudited financial results are appropriate. Accordingly the accompanying unaudited financial results do not include any adjustments that may result from these uncertainties.
- 6 One of the subsidiary of the Company, had initiated correspondence with NHAI towards closure of its project on mutually acceptable terms primarily due to non-availability of Right of Way to the site and Forest clearances. In a recent meeting, NHAI has requested for evaluating various alternatives for the project. Contingent upon outcome of the discussions on compensation within the scope of concession agreement with NHAI and responses of management, there might be review/reworking on the project parameters. The Company's exposure to this project is Rs. 7,406.12 lakhs and Guarantees of Rs. 5,646.00 lakhs. Pending conclusion of the matter, no adjustments have been made to the unaudited financial results. The statutory auditors have modified their conclusion in this regard in the limited review report on the financial results.
- 7 During the quarter, the Greater Cochin Development Authority has sought to end / obstruct the toll collection by a subsidiary by unilaterally sealing the toll booth. The subsidiary believes it has the right to collect toll at the bridge till April 27, 2020. Further necessary legal recourse is being initiated. The Company's exposure includes investments and loans and advances of Rs. 1,232.20 Lakhs and Corporate guarantee of Rs. 1,012.50 lakhs. The Company is confident that the subsidiary has a strong case in this matter. Pending outcome of the legal proceeding, no adjustments have been made in the unaudited financial results.
- 8 During the quarter, one of the subsidiaries which has a license to develop a hydro power project in Himachal Pradesh has initiated correspondence with the State Government for exiting from the project primarily due to inability of the state government in resolving the local agitations related to environmental issues because of which the subsidiary was forced to stop its geological studies at the project site. The Company's exposure includes investments and loans and advances of Rs. 7,105.06 Lakhs. The subsidiary has made a claim against the amounts spent on the project till date. The management believes that it has a strong case in this matter.
- 9 The Company's operations constitutes a single segment namely "Infrastructure Development" as per Accounting Standard AS' - 17 Segment reporting. Further, the Company's operations are within single geographical segment which is India.
- 10 Since the previous financial period was for 9 months from April 1, 2013 to December 31, 2013, the comparable figures for the year to date six months ended June 30, 2013 are not available in the preceding financial period.
- 11 Figures for previous periods have been regrouped / rearranged wherever necessary to conform to the current quarter's presentation.

For Gammon Infrastructure Projects Limited

Kishor Kumar Mohanty
Managing Director

Place : Mumbai.
Date: August 13, 2014

Corporate Office : Orbit Plaza, 5th Floor, Plot No. 952/954, New Prabhadevi Road, Prabhadevi, Mumbai - 400 025, INDIA

Tel. : 91 - 22 - 6748 7200 • Fax : 91 - 22 - 6748 7201 • E-mail : info@gammoninfra.com

Website : www.gammoninfra.com

CIN:L45203MH2001PLC131728

Registered Office : Gammon House, Veer Savarkar Marg, Prabhadevi, Mumbai - 400 025. INDIA.