

GAMMON INDIA LIMITED
UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED SEPTEMBER 30th, 2011

| Sr. No. | Particulars | (Rupees in Lacs) | | | | |
|---------|--|---|---|---|---|--|
| | | Three Months Ended 30.09.2011 (Unaudited) | Three Months Ended 30.09.2010 (Unaudited) | Year to date for the period ended 30.09.2011 (Unaudited) | Year to date for the period ended 30.09.2010 (Unaudited) | Previous Accounting year ended 31.03.2011 (Audited) |
| 1 | Net Sales / Income from Operations | 110,172 | 117,983 | 249,220 | 248,694 | 555,168 |
| | Other Operating Income | 1 | 83 | 1 | 162 | 639 |
| | | 110,173 | 118,066 | 249,221 | 248,856 | 555,797 |
| 2 | Contract Expenditure & Establishment Cost: | | | | | |
| | Consumption of Materials | 46,202 | 46,220 | 116,809 | 112,850 | 263,241 |
| | (Increase) / Decrease in WIP & FG | (6,415) | (3,919) | (14,881) | (13,053) | (8,318) |
| | Subcontract and other Cost | 46,715 | 53,021 | 98,633 | 105,284 | 226,264 |
| | Personnel Cost | 12,099 | 9,997 | 21,789 | 18,503 | 40,334 |
| | Depreciation & Amortisation | 2,526 | 2,235 | 6,078 | 4,256 | 9,171 |
| | Other Expenditure | 1,832 | 2,408 | 4,904 | 4,063 | 7,079 |
| | Total Expenditure | 102,959 | 109,962 | 232,332 | 231,903 | 537,771 |
| | Company's share in Profit/ (Loss) of JV | (214) | (300) | (214) | (500) | (983) |
| 3 | Profit from Operations before Other Income, Finance Costs | 7,000 | 7,804 | 16,675 | 16,453 | 17,043 |
| 4 | Other Income | 105 | 26 | 205 | 181 | 3,105 |
| 5 | Profit before Finance Costs and Forex Fluctuation | 7,105 | 7,830 | 16,880 | 16,634 | 20,148 |
| 6 | Finance Costs (Net) | 5,776 | 4,497 | 10,984 | 8,183 | 1,231 |
| | Forex Fluctuation (Gain) / Loss | 75 | (227) | 102 | (22) | 1,249 |
| | Exceptional / Prior period Items | 470 | - | 470 | - | - |
| 7 | Profit Before Tax | 784 | 3,560 | 5,324 | 8,473 | 17,668 |
| 8 | Tax Expense | 369 | 1,159 | 2,017 | 3,052 | 5,823 |
| 9 | Profit / (Loss) after tax | 415 | 2,401 | 3,307 | 5,421 | 11,845 |
| 10 | Paid-up Equity Share Capital (Face Value Rs.2/- per equity share) | 2,749 | 2,549 | 2,749 | 2,549 | 2,749 |
| 11 | Reserves, excluding Revaluation Reserve as per audited Balance Sheet | | | | | 184,885 |
| 12 | Earnings Per Share (Rupees) : | | | | | |
| | Basic | 0.31 | 1.87 | 2.44 | 4.24 | 9.16 |
| | Diluted | 0.30 | 1.80 | 2.42 | 4.08 | 9.10 |
| 13 | Ratios | | | | | |
| | Debt Service Coverage Ratio(DSCR)# | | | 3.07 | 2.48 | 3.06 |
| | Interest Service Coverage Ratio (ISCR)## | | | 1.68 | 2.38 | 2.15 |
| 14 | Public shareholding | | | | | |
| | - Number of shares | 92294873 | 92246237 | 92294873 | 92246237 | 92278107 |
| | - Percentage of shareholding | 67.62% | 71.96% | 67.62% | 71.96% | 67.62% |
| 15 | Promoters & promoter Group Shareholding | | | | | |
| | Pledge/ Encumbered | | | | | |
| | - Number of shares | 7875000 | - | 7875000 | - | 11175000 |
| | - Percentage of shareholding | 5.77% | 0.00% | 5.77% | 0.00% | 8.19% |
| | Non-encumbered | | | | | |
| | - Number of shares | 36311875 | 35936875 | 36311875 | 35936875 | 33011875 |
| | - Percentage of shareholding | 26.61% | 28.04% | 28.61% | 28.04% | 24.19% |

DSCR= (PAT+Depreciation+Interest on long term loans) / (Interest & Principal repayment of long term loans during the year)

ISCR= (PBT+Depreciation+Gross Interest) / Interest expenses during the year

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 11th November, 2011 and have been subjected to limited review by the Statutory Auditors of the Company as required by Clause 41 of the listing agreement.
2. The above Financial results include share of Profit/(Loss) from the Company's Joint Venture in Oman. For the quarter, the profit/loss of the Joint Venture in Oman is as determined by the management which is relied upon by the auditors and has not been reviewed.
3. Under the head Finance Cost (Net): During F.Y. 2010-11, based on contractual terms, the Company has recognised one time interest income of Rs. 182 Crores from a subsidiary company.
4. During the year, the Company has changed method of valuation of Inventory from FIFO to Weighted Average. Due to such change in method profit for the quarter is higher by Rs. 157 Lacs and profit for the period is lower by Rs. 68 Lacs.
5. Exceptional item represents prior year expenditure of Rs. 470 Lacs.
6. During the quarter, Aparna Infraenergy India, a partnership firm, in which a subsidiary of the Company was a majority partner, converted under Part IX of the Companies Act, 1956 and consequently became a subsidiary of the Company.
7. The Company's operations constitute a single business and geographical segment of "Construction & Engineering" as per Accounting Standard AS-17.
8. Corresponding figures of the previous period have been regrouped / rearranged wherever necessary.
9. Number of Investor Complaints:
 - i) Pending at the beginning of the quarter - Nil, ii) Received during the quarter - 5,
 - iii) Disposed during the quarter - 5, iv) Pending at the end of the quarter - Nil.

For **Gammon India Limited**

Abhijit Rajan
Chairman & Managing Director
Mumbai, November 11th, 2011

GAMMON INDIA LIMITED

Rs in Lacs

| S.No. | Particulars | As at 30th Sep 2011 | As at 30th Sep 2010 | As at 31st Mar 2011 |
|----------|--|------------------------|------------------------|------------------------|
| | | <i>Unaudited</i> | <i>Unaudited</i> | <i>Audited</i> |
| | SOURCES OF FUNDS : | | | |
| A | Shareholders' Funds | 220,049 | 198,928 | 211,680 |
| | Share Capital | 2,749 | 2,583 | 2,749 |
| | Employee Stock Option Outstanding | 95 | 162 | 116 |
| | Equity Share Warrants | - | 1,873 | - |
| | Reserves & Surplus | 217,205 | 194,310 | 208,815 |
| B | Loan Funds | 301,908 | 247,808 | 212,615 |
| | Secured Loans | 94,648 | 79,062 | 76,029 |
| | Unsecured Loans | 207,260 | 168,746 | 136,586 |
| C | Deferred Tax Liability | 8,429 | 7,174 | 8,143 |
| | TOTAL | 530,386 | 453,910 | 432,438 |
| | APPLICATION OF FUNDS : | | | |
| D | Fixed Assets (Net) | 134,485 | 126,289 | 138,265 |
| | Gross Block | 181,155 | 158,225 | 180,261 |
| | Less : Depreciation & Impairment | 52,125 | 43,855 | 47,264 |
| | Net Block | 129,030 | 114,370 | 132,997 |
| | Add : Capital Work-in-progress | 5,455 | 11,919 | 5,268 |
| E | Investments | 21,089 | 21,298 | 21,130 |
| F | Net Working Capital | 374,812 | 306,323 | 273,043 |
| | Current Assets, Loans and Advances | | | |
| | Interest Accrued Receivable | 19,212 | 5,331 | 23,935 |
| | Inventories | 161,000 | 155,321 | 148,810 |
| | Sundry Debtors | 200,097 | 185,852 | 186,626 |
| | Cash & Bank Balances | 3,776 | 10,116 | 5,765 |
| | Loans & Advances | 203,287 | 163,901 | 138,139 |
| | | 587,372 | 520,521 | 503,275 |
| | Less : Current Liabilities and Provisions | | | |
| | Current Liabilities | 210,488 | 212,484 | 227,545 |
| | Provisions | 2,072 | 1,714 | 2,687 |
| | | 212,560 | 214,198 | 230,232 |
| | TOTAL | 530,386 | 453,910 | 432,438 |