GAMMON INFRASTRUCTURE PROJECTS LIMITED

19th May, 2011

To,
Manager- Listing
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex,
Bandra (East),
Mumbai – 400 050

Dear Sir,

Sub: Outcome of Board Meeting

Scrip Code: 532959, Scrip ID: GAMMNINFRA

The Board of Directors of the Company at its meeting held today inter alia, has

1. approved the Audited Standalone & Consolidated Financial results for the financial year ended 31st March, 2011;
2. deferred consideration of issue of preference shares to Gammon India Limited;
3. approved the proposal of Rights Issue upto an amount of Rs. 200 crores, subject to the terms being finalized with Merchant Bankers;
4. decided to pass over the dividend;
5. Appointed Mr. R. K. Malhotra as Whole Time Director w.e.f. 1st April, 2011 and re-designated Mr. Himanshu Parikh as Vice Chairman on relinquishment of executive functions w.e.f. 1st April, 2011.

The Audited Standalone & Consolidated financial results of the Company for the financial year ended 31st March, 2011 is attached.

Kindly take this on your records.

Yours truly,

For **Gammon Infrastructure Projects Ltd.**

G. Sathis Chandran
Company Secretary

GAMMON INFRASTRUCTURE PROJECTS LIMITED

AUDITED STANDALONE FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2011

(All figures in Rupees Lacs except share data)

Sr. No.	Particulars	Three Months ended 31.03.2011 Unaudited	Corresponding 3 months ended in the previous year 31.03.2010 Unaudited	Year to date figures for current period ended 31.03.2011 Audited	Previous Accounting year ended 31.03.2010 Audited
1	Net Sales / Income from Operations	1,333.29	1,499.58	5,120.41	11,761.99
	Other Operating Income	3,480.00	-	3,480.00	-
	Total Income	**4,813.29**	**1,499.58**	**8,600.41**	**11,761.99**
2	**Expenditure :**				
	Road Projects Maintenance Expenses	114.02	495.52	439.41	8,501.54
	Personnel Cost	251.13	211.84	1,026.06	854.83
	Depreciation & Amortisation	48.98	48.62	198.40	198.91
	Other Expenditure	1,048.47	236.90	1,764.97	577.61
	Total Expenditure	**1,462.60**	**992.88**	**3,428.84**	**10,132.89**
3	**Profit from Operations before Other Income, Finance Costs and Exceptional Items (1 - 2)**	**3,350.69**	**506.70**	**5,171.57**	**1,629.10**
4	Other Income :				
	a) Interest Income	295.57	(24.50)	483.81	54.14
	b) Dividend Income	9.62	0.05	18.08	68.77
	c) Others	-	370.30	13.52	406.76
5	**Profit before Finance Costs and Exceptional Items (3 + 4)**	**3,655.88**	**852.55**	**5,686.98**	**2,158.77**
6	Finance Costs	660.02	75.71	1,094.41	112.64
7	**Profit after Finance Costs but before Exceptional Items (5 - 6)**	**2,995.86**	**776.84**	**4,592.57**	**2,046.13**
8	Exceptional Items	-	-	-	-
9	**Profit (+) / Loss (-) from Ordinary Activities before tax (7 - 8)**	**2,995.86**	**776.84**	**4,592.57**	**2,046.13**
10	Tax Expense				
	Current year	344.69	183.34	1,019.55	645.77
	Previous year	-	-	-	-
11	**Profit (+) / Loss (-) from Ordinary Activities after tax (9 - 10)**	**2,651.17**	**593.50**	**3,573.02**	**1,400.36**
12	Extraordinary items (Net of tax expense)	-	-	-	-
13	**Net Profit (+) / Loss (-) for the period (11 - 12)**	**2,651.17**	**593.50**	**3,573.02**	**1,400.36**
14	Paid-up Equity Share Capital (Face Value Rs.2/- per equity share)	14,655.83	14,569.82	14,655.83	14,569.82
15	Reserves, excluding Revaluation Reserve as per the Balance Sheet of the previous accounting year	-	-	**43,541.93**	39,146.82
16	**Earnings Per Share for the period (Rupees) :**				
	a) Before Extraordinary Items				
	Basic	0.36	0.08	0.49	0.19
	Diluted	0.36	0.08	0.49	0.19
	b) After Extraordinary Items				
	Basic	0.36	0.08	0.49	0.19
	Diluted	0.36	0.08	0.49	0.19
17	**Public shareholding**				
	- Number of shares (on subdivision of the face value of equity shares from Rs 10/- per equity shares to Rs 2/- per equity shares from October 27, 2006)	1,783.40	1,740.40	1,783.40	1,740.40
	- Percentage of shareholding	24.47%	24.02%	24.47%	24.02%
18	**Promoters and promoter group Shareholding**				
	a) Pledged/Encumbered				
	- Number of shares	-	-	-	-
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-
	- Percentage of shares (as a % of the total share capital of the Company)	-	-	-	-
	b) Non-encumbered				
	- Number of shares	5,504.00	5,504.00	5,504.00	5,504.00
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%
	- Percentage of shares (as a % of the total share capital of the Company)	75.53%	75.98%	75.53%	75.98%

Notes :

1 A Statement of Assets and Liabilities as required under Clause 41 (V) (h) of Listing Agreement

	As At March 31, 2011 (Audited)	As At March 31, 2010 (Audited)
Shareholders' Funds :		
(a) Capital	14655.83	14569.82
(b) Employee Stock Options Outstanding	92.08	225.40
(c) Reserves and Surplus	43541.93	39146.82
Loan Funds :		
Unsecured	17362.00	-
Deferred Tax Liability (Net)	259.78	260.29
Total	75911.62	54202.33
Fixed Assets (Net)	1711.87	1893.53
Investments	43659.24	42303.08
Current Assets, Loans and Advances :		
(a) Inventories	27.99	39.40
(b) Sundry Debtors	2012.71	1175.30
(c) Cash and Bank balances	2695.55	1167.11
(d) Other current assets	-	-
(e) Loans and advances	27064.79	8454.77
Less : Current Liabilities and Provisions :		
Current Liabilities	1024.55	615.14
Provisions	235.98	215.72
Total	75911.62	54202.33

Regd. Office : "Gammon House", Veer Savarkar Marg, Prabhadevi, Mumbai - 400 025. INDIA.
Tel : 91 - 22 - 6111 4000 • Fax : 91 - 22 - 6111 4025 • E-mail : info@gammoninfra.com
Website : www.gammoninfra.com

GAMMON INFRASTRUCTURE PROJECTS LIMITED

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 May 19, 2011.

2 The above published Financial results have been prepared from the Audited Financial Statements.

3 The Company's operations constitutes a single segment namely "Infrastructure Development" as per Accounting Standard 'AS' - 17. Further, the Company's operations are within single geographical segment which is India.

4 Other Operating Income is dividend received from subsidiaries.

5 Other Expenditure includes the amount provided towards diminution in the value of investments of Rs 255 lacs and provision for doubtful advances of Rs. 491.45 lacs receivable from the subsidiary.

6 Corresponding figures of the previous period have been regrouped / rearranged wherever necessary.

7 **Number of Investor Complaints :**

i) Pending at the beginning of the quarter	Nil
ii) Received during the quarter	2
iii) Disposed during the quarter	2
iv) Pending at the end of the quarter	NIL

For Gammon Infrastructure Projects Limited

Kishor Kumar Mohanty
Managing Director

Mumbai
Date : May 19, 2011

GAMMON INFRASTRUCTURE PROJECTS LIMITED

AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2011

(All figures in Rupees Lacs except share data)

Sr. No.	Particulars	Three Months ended 31.03.2011 Unaudited	*Corresponding 3 months ended in the previous year 31.03.2010 Unaudited*	Year to date figures for current period ended 31.03.2011 Audited	*Previous Accounting year ended 31.03.2010 Audited*
1	Net Sales / Income from Operations	7,660.55	*7,717.48*	31,730.31	*32,732.83*
	Other Operating Income	1,822.90	*25.37*	1,855.27	*45.40*
	Total Income	**9,483.45**	***7,742.85***	**33,585.58**	***32,778.23***
2	**Expenditure :**				
	Operation & Maintenance Expenses	2,572.65	*2,902.14*	9,851.06	*16,254.85*
	Depreciation & Amortisation	2,334.98	*1,570.61*	8,491.33	*4,997.27*
	Other Expenses	929.20	*1,062.15*	3,533.99	*2,743.62*
	Total Expenditure	**5,835.83**	***5,534.90***	**21,876.38**	***23,995.74***
3	**Profit (+) / Loss (-) from Operations before Other Income, Finance Costs and Exceptional Items (1 - 2)**	**3,677.62**	***2,207.95***	**11,709.20**	***8,782.49***
4	Other Income	351.85	*447.35*	649.81	*1,064.85*
	Total Other Income	**351.85**	***447.35***	**649.81**	***1,064.85***
5	**Profit(+)/Loss (-) before Finance Costs and Exceptional Items (3 + 4)**	**4,031.47**	***2,655.30***	**12,359.01**	***9,847.34***
6	Less : Finance Costs	3,717.69	*1,599.30*	9,735.97	*5,638.71*
7	Add : Share of Profit (+) / Loss (-) in Associates	-	*37.71*	55.10	*(33.42)*
8	**Profit (+) / Loss (-) from Ordinary Activities before tax & exceptional items (5 - 6 + 7)**	**313.78**	***1,093.71***	**2,678.14**	***4,175.21***
9	Exceptional Items	-	-	-	-
10	**Profit (+) / Loss (-) from Ordinary Activities before tax (8 - 9)**	**313.78**	***1,093.71***	**2,678.14**	***4,175.21***
11	Tax Expense				
	Current year	(634.00)	*262.11*	460.13	*1,117.02*
	Previous year	2.38	*66.86*	2.38	*0.23*
	Deferred Tax written back	-	*66.63*	-	*66.63*
12	**Profit (+) / Loss (-) from Ordinary Activities after tax (10 - 11)**	**946.40**	***831.37***	**2,215.63**	***3,124.59***
13	Less : Share of Minority Interest	74.90	*144.59*	483.47	*395.75*
14	Add : Depreciation written back	(0.10)	*(27.97)*	1.71	-
15	Less : Prior periods adjustments	(16.11)	*(166.54)*	(17.02)	*(166.54)*
16	**Profit (+) / Loss (-) before Extraordinary items (12-13+14+15)**	**851.29**	***492.27***	**1,716.85**	***2,562.30***
17	Extraordinary items (Net of tax expense)	-	-	-	-
18	**Net Profit (+) / Loss (-) for the period (16-17)**	**851.29**	***492.27***	**1,716.85**	***2,562.30***
19	Paid-up Equity Share Capital (Face Value Rs.2/- per equity share)	14,655.83	*14,569.82*	14,655.83	*14,569.82*
20	Reserves, excluding Revaluation Reserve as per the Balance Sheet			54,391.20	*50,787.43*
21	**Earnings Per Share (Rupees) :**				
	a) Before Extraordinary Items				
	Basic	0.12	*0.47*	0.24	*0.35*
	Diluted	0.12	*0.47*	0.24	*0.35*
	b) After Extraordinary Items				
	Basic	0.12	*0.47*	0.24	*0.35*
	Diluted	0.12	*0.47*	0.24	*0.35*
22	**Public shareholding**				
	- Number of shares	1,783.40	*1,740.40*	1,783.40	*1,740.40*
	- Percentage of shareholding	24.47%	*24.02%*	24.47%	*24.02%*
23	Promoters and promoter group Shareholding				
	a) Pledged/Encumbered				
	- Number of shares	-	-	-	-
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-
	- Percentage of shares (as a % of the total share capital of the company)	-	-	-	-
	b) Non-encumbered				
	- Number of shares (in lacs)	5,504.60	*5,504.00*	5,504.00	*5,504.00*
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	*100%*	100%	*100%*
	- Percentage of shares (as a % of the total share capital of the company)	75.53%	*75.98%*	75.53%	*75.98%*

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Website : www.gammoninfra.com

GAMMON INFRASTRUCTURE PROJECTS LIMITED

Notes :

1 A Statement of Assets and Liabilities as required under Clause 41 (V) (h) of Listing Agreement :

Particulars	(All amounts in Rupees in Lacs) 12 months as at March 31, 2011 (Audited)	12 months as at March 31, 2010 (Audited)
Shareholders' Funds :		
(a) Capital	14,645.83	14,569.82
(b) Employee Stock Options Outstanding	92.08	225.40
(c) Reserves and Surplus	54,391.20	50,787.43
Minority Interest	8,367.66	2,828.63
Loan Funds :		
Secured	239,871.54	186,481.70
Unsecured	23,882.63	5,820.63
Deferred Payment Liability	12,000.00	-
Deferred Tax Liability (Net)	266.39	265.26
Total	**353,527.33**	**260,978.87**
Fixed Assets (Net)	129,826.67	74,013.61
Advance for Capital Expenditure	1,349.97	176.66
Capital WIP	203,254.34	175,256.15
Goodwill on consolidation	5,163.85	1,156.65
Investments	476.21	609.16
Current Assets, Loans and Advances :		
(a) Inventories	727.06	688.40
(b) Sundry Debtors	3,049.24	5,039.69
(c) Cash and Bank balances	14,922.52	12,094.28
(d) Other Current Assets	4,764.20	3,783.49
(e) Loans and advances	9,245.82	4,683.62
Less : Current Liabilities and Provisions :		
Current Liabilities	19,016.19	16,258.96
Provisions	265.36	263.88
Total	**353,527.33**	**260,978.87**

1 The audited consolidated 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 May 19, 2011.

2 The above audited consolidated financial results for the year ended March 31, 2011, have been prepared from the audited 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.

3 The Company has earned Cash Profit of Rs 20,200.53 lacs for the year ended March 31, 2011 against the Cash Profit of Rs 13,779.76 lacs against the corresponding previous year ended March 31, 2010.

4 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% of the assets and revenue, hence the details of this Segment are not required to be provided

5 Corresponding figures of the previous period have been regrouped / rearranged wherever necessary.

6 Standalone Financial Results of Gammon Infrastructure Projects Limited as required under Clause 41 (VI) (b) of Listing Agreement.

	March 31, 2011	*March 31, 2010*
Turnover and Other Operating Income	**8,600.41**	*11,761.99*
Profit Before Tax	**4,592.57**	*2,046.14*
Profit After Tax	**3,573.02**	*1,400.41*

7 Number of Investor Complaints :

i) Pending at the beginning of the quarter	1
ii) Received during the quarter	1
iii) Disposed during the quarter	2
iv) Pending at the end of the quarter	Nil

8 The audited standalone financial results of the company for the year ended March 31,2011 are available on the company's web site -www.gammoninfra.com and on the website of BSE (www.bseindia.com) and NSE (www.nseindia.com)

For Gammon Infrastructure Projects Limited

Kishor Kumar Mohanty
Managing Director
Place : Mumbai
Date : May 19, 2011