Natvarlal Vepari & Co.
Chartered Accountants
Oricon House
4th Floor, 12 K Dubash Marg
Mumbai 400 023

S.R. Batliboi & Co. LLP
Chartered Accountants
14th Floor, The Ruby
29 Senapati Bapat Marg
Mumbai 400 028

Limited Review Report

Review Report to
The Board of Directors
Gammon Infrastructure Projects Limited

1. We have reviewed the accompanying statement of unaudited financial results of Gammon Infrastructure Projects Limited ('the Company') for the quarter ended March 31, 2014 (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 and have not been reviewed by us. 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 Engagements (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 Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

3. We reiterate our emphasis of matter made in our report dated March 1, 2014 to the Financial Statements for the period ended December 31, 2013 relating to the Management's plans to address the uncertainty as to the timing and realisation of cash flows and excess of current liabilities over current assets as detailed in Note 6 of the Statement. Our Report is not qualified in this matter.

4. We invite attention to Note 7 of the Statement, in relation to termination notice served by a subsidiary of the Company for closure of one project on mutually acceptable terms. Pending conclusion between the parties, no adjustments have been made in the Statement. Our Report is not qualified in this matter.

5. We invite attention to Note 5 and Note 8 of the Statement, regarding unilateral termination and closure of Concession which are subject to pending litigations/arbitrations at various forums which might impact the carrying values of investments and advances given to these subsidiaries. Pending conclusion on these legal matters, no adjustments have been made in the Statement. Our Report is not qualified in these matters.

NATVARLAL VEPARI & CO. Mumbai CHARTERED ACCOUNTANTS

S.R. BATLIBOI & CO. LLP MUMBAI CHARTERED ACCOUNTANTS

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6. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting", (notified under the Companies Act, 1956 read with General Circular 8/2014 dated 4 April 2014 issued by the Ministry of Corporate Affairs) and other recognized accounting practices and policies 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 Natvarlal Vepari & Co.
Firm Registration Number: 106971W
Chartered Accountants

N Jayendran
Partner
M. No.: 40441
Place: Mumbai
Date: May 3, 2014

For S.R. Batliboi & Co. LLP
ICAI Firm Registration number: 301003E
Chartered Accountants

per Hemal Shah
Partner
M. No.: 42650
Place: Mumbai
Date: May 3, 2014

GAMMON INFRASTRUCTURE PROJECTS LIMITED

PART I

STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED MARCH 31, 2014

(All amounts in Rupees lakhs)

Sr. No.	Particulars	Quarter ended			9 Months ended
		31.03.2014	31.12.2013	31.03.2013	31.12.2013
		Unaudited	Audited (refer note 9)	Audited (refer note 9)	Audited
	Income from operations	1,950.69	1,482.39	3,244.62	7,256.21
	Other operating income	-	-	-	643.14
1	**Total Income from operations**	1,950.69	1,482.39	3,244.62	7,899.35
	Expenses :				
	Project expense	864.71	296.19	452.38	1,506.53
	Employee benefits expense	525.61	611.49	441.23	1,730.48
	Depreciation and amortisation expense	58.39	63.49	49.14	172.83
	Bad debts written-off	-	-	-	325.45
	Other expenses	271.77	185.09	284.63	913.39
2	**Total expenses**	1,720.48	1,156.26	1,227.38	4,648.68
3	**Profit from operations before other income, finance costs and exceptional items (1 - 2)**	230.21	326.13	2,017.24	3,250.67
4	Other Income	66.97	80.73	270.46	550.06
5	**Profit from ordinary activities before finance costs and exceptional items (3 + 4)**	297.18	406.86	2,287.70	3,800.73
6	Finance Costs	1,742.77	1,747.91	1,639.27	5,227.56
7	**Profit / (Loss) from ordinary activities after finance costs but before exceptional Items (5 - 6)**	(1,445.59)	(1,341.05)	648.43	(1,426.83)
8	Exceptional Items (refer note 4)	3,916.16	-	-	-
9	**Profit / (Loss) from ordinary activities before tax (7 - 8)**	(5,361.75)	(1,341.05)	648.43	(1,426.83)
10	Tax Expense	(6.98)	(36.00)	297.93	(30.17)
11	**Profit / (Loss) from ordinary activities after tax (9 - 10)**	(5,354.77)	(1,305.05)	350.50	(1,396.66)
12	Extraordinary items (net of tax expense)	-	-	-	-
13	**Net Profit / (Loss) for the period (11 - 12)**	(5,354.77)	(1,305.05)	350.50	(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
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	(0.73)	(0.18)	0.05	(0.19)
	Diluted	(0.73)	(0.18)	0.05	(0.19)
	b) After Extraordinary Items				
	Basic	(0.73)	(0.18)	0.05	(0.19)
	Diluted	(0.73)	(0.18)	0.05	(0.19)

PART II

Select information for the quarter ended March 31, 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
	- Percentage of shareholding	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
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	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%
	b) Non-encumbered				
	- Number of shares (in lakhs)	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%
	- Percentage of shares (as a % of the total share capital of the Company)	16.36%	16.36%	16.36%	16.36%

B)	INVESTOR COMPLAINTS	Quarter ended 31.03.2014
	Pending at the beginning of the quarter	Nil
	Received during the quarter	1
	Disposed off during the quarter	1
	Remaining unresolved at the end of the quarter	Nil

NATVARLAL VEPARI & CO. CHARTERED ACCOUNTANTS Mumbai

S.R. BATLIBOI & CO. LLP MUMBAI CHARTERED ACCOUNTANTS

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.

Notes:

1 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 May 3, 2014.

2 The Statutory Auditors of the Company have carried out the limited review of the above unaudited standalone results for the current quarter ended March 31, 2014.

3 Pravara Renewable Energy Limited, a wholly owned subsidiary of the Company, has filed the requisite petition in the Hon. Bombay High Court for approval of the Scheme for its merger with the Company. Pending the approval of the Hon. Bombay high Court, the above results do not contain any effect of the Scheme of merger.

4 During the quarter, two subsidiaries namely Birmitrapur Barkote Highway Private Limited and Yamunanagar Panchkula Highway Private Limited have terminated the contracts with NHAI 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.

5 During the quarter, the 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 339.96 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.

6 During the quarter, the Company has further incurred cash loss and its Current Liabilities exceeds Current Assets by Rs. 48,498.51 lakhs as at March 31, 2014. 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 as well as securitise some of its future receivables. 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.

7 During the quarter, a subsidiary has initiated correspondence with NHAI towards closure of its projects on mutually acceptable terms primarily due to non-availability of Right of Way to the site and Forest clearances. The Company's exposure to this project includes Investments and advances of Rs. 7,859.91 lakhs and Guarantees of Rs. 5,646.00 lakhs. Pending conclusion of the matter, no adjustments have been made to the unaudited financial results.

8 Post the quarter end, 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 27.4.2020. Further necessary legal recourse is being initiated. The Company's exposure includes investments and loans and advances of Rs. 1127.68 Lakhs and Corporate guarantee of Rs. 1056.53 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.

9 The figures for the quarter ended December 31, 2013 are the balancing figures between audited figures in respect of nine months period ended December 31, 2013 and the unaudited year to date figures for the period ended September 30, 2013 which were subject to a limited review by the auditors of the Company. Similarly the figures for the quarter ended March 31, 2013 are the balancing figures between audited figures in respect of year ended March 31, 2013 and the unaudited year to date figures for the period ended December 31, 2012 which were subject to the limited review by the auditors of the Company.

10 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.

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: May 3, 2014

NATVARLAL VEPARI & CO. * CHARTERED ACCOUNTANTS * Mumbai

S.R. BATLIBOI & CO. LLP * CHARTERED ACCOUNTANTS * MUMBAI