25th November, 2013

The National Stock Exchange of India Ltd.,
Exchange Plaza, 5th Floor,
Plot No. C/1, G Block,
Bandra - Kurla Complex,
Bandra (East),
Mumbai - 400 051

Bombay Stock Exchange Limited
1st Floor, New Trading Ring,
Rotunda Building,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001

Dear Sir,

Sub: Outcome of the Board Meeting held on 25th November, 2013.

As required under Clause 41 of the Listing Agreement, please find enclosed herewith Unaudited Financial Results of the Company for the quarter and half year ended 30th September, 2013 along with the Limited Review Report on the same.

The aforesaid results, duly reviewed by the Audit Committee, have been approved and taken on record by the Board of Directors at its Meeting held on 25th November, 2013.

Kindly take note of the same.

Thanking you,

Yours faithfully,
For Gammon India Limited

Gita Bade
Company Secretary

Encl.: As above

GAMMON INDIA LIMITED

Unaudited Financial Results for the Quarter Ended 30 September 2013

(Rupees in Lacs)

S.No.	Particulars	Quarter Ended (Unaudited)			Half Year Ended (Unaudited)		Year Ended Audited
		30 Sep 2013	30 Jun 2013	30 Sep 2012	30 Sep 2013	30 Sep 2012	31 Mar 2013
1	**Income from Operations**						
	Net Sales / Income from Operations	**1,04,558**	**1,21,569**	***1,08,795***	**2,26,128**	***2,34,833***	***5,19,736***
2	**Expenses**						
	Cost of Material Consumed	40,306	56,910	*46,289*	97,216	*1,14,884*	*2,62,136*
	Purchases of Stock-in-trade	4,231	4,028	*4,383*	8,259	*9,785*	*22,502*
	Change in inventory of WIP and FG	16,774	(545)	*(9,140)*	16,230	*(18,789)*	*(26,509)*
	Subcontracting Expenses	24,740	27,757	*28,226*	52,497	*51,947*	*1,15,484*
	Employee Benefits Expenses	10,970	11,080	*13,388*	22,049	*25,920*	*51,876*
	Depreciation and Amortisation	2,826	2,662	*2,801*	5,489	*5,438*	*10,739*
	Other Expenses	22,965	16,668	*19,422*	39,633	*37,914*	*85,759*
	Total Expenses	1,22,812	1,18,560	*1,05,369*	2,41,373	*2,27,099*	*5,21,987*
3	**Profit/(Loss) from Operations Before Other Income, Finance Costs**	**(18,254)**	**3,009**	***3,426***	**(15,245)**	***7,734***	***(2,251)***
4	Interest & Other Income	1,911	2,931	*3,390*	4,842	*6,672*	*13,242*
5	**Profit/(Loss) from Ordinary Activities Before Finance Costs and Forex Fluctuation**	**(16,343)**	**5,940**	***6,816***	**(10,403)**	***14,406***	***10,991***
6	Finance Cost	13,795	12,025	*10,442*	25,820	*19,947*	*44,341*
7	Forex Fluctuation (Gain) / Loss	(640)	(927)	*172*	(1,566)	*34*	*(22)*
8	Exceptional Items	(1,246)	193	-	(1,053)	-	*10,664*
9	**Profit Before Tax**	**(28,252)**	**(5,351)**	***(3,798)***	**(33,604)**	***(5,575)***	***(43,992)***
10	Tax Expenses	(2,098)	(356)	*146*	(2,454)	*330*	*575*
11	**Net Profit/(Loss) for the period**	**(26,154)**	**(4,995)**	***(3,944)***	**(31,150)**	***(5,905)***	***(44,567)***
12	Paid-up Equity Share Capital (Face Value Rs.2/- per Equity Share)	2,716	2,716	*2,716*	2,716	*2,716*	*2,716*
13	Reserves, excluding Revaluation Reserve as per Audited Balance Sheet						*1,57,372*
14	**Earning Per Share (Rupees)**						
	Basic	(19.26)	(3.68)	*(2.91)*	(22.94)	*(4.35)*	*(32.82)*
	Diluted #	(19.26)	(3.68)	*(2.91)*	(22.94)	*(4.35)*	*(32.82)*
15	**Ratio**						
	Debt Service Coverage Ratio(DSCR)*				(1.04)	*0.22*	*(1.57)*
	Interest Service Coverage Ratio (ISCR)**				(0.54)	*0.99*	*0.24*
A	**Particulars of Shareholding**						
1	Public Shareholding						
	- Number of Shares	8,87,43,314	8,87,43,314	*8,86,18,314*	8,87,43,314	*8,86,18,314*	*8,83,68,314*
	- Percentage of Shareholding	65.01%	65.01%	*64.92%*	65.01%	*64.92%*	*64.74%*
2	Promoters & Promoter Group Shareholding						
	Pledge/ Encumbered						
	- Number of Shares	4,46,53,699	95,25,000	*2,45,75,000*	4,46,53,699	*2,45,75,000*	*1,15,75,000*
	- Percentage of Shares						
	(as a % of total Shareholding of Promoter & Promoter group)	93.50%	19.94%	*51.32%*	93.50%	*51.32%*	*24.05%*
	(as a % of total Share Capital of the Company)	32.72%	6.98%	*18.00%*	32.72%	*18.00%*	*8.48%*
	Non-encumbered						
	- Number of Shares	31,03,455	3,82,32,154	*2,33,07,154*	31,03,455	*2,33,07,154*	*3,65,57,154*
	- Percentage of Shareholding						
	(as a % of total Shareholding of Promoter & Promoter group)	6.50%	80.06%	*48.68%*	6.50%	*48.68%*	*75.95%*
	(as a % of total Share Capital of the Company)	2.27%	28.01%	*17.08%*	2.27%	*17.08%*	*26.78%*

B	**Investor Complaints**	
	Pending at the beginning of the quarter	0
	Received during the quarter	5
	Disposed of during the quarter	5
	Remaining unresolved at the end of the quarter	0

 # Since the options granted are anti dilutive hence diluted EPS is not computed

** 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*

GAMMON INDIA LIMITED

Statement of Standalone Assets and Liabilities

(Rupees in Lacs)

S.No.	Particulars	As At 30 Sep 2013	As At 31 Mar 2013
A	**EQUITY AND LIABILITIES**		
1	**Shareholders' Funds**		
	Share Capital	2,750	2,750
	Reserves and Surplus	1,48,742	1,68,712
		1,51,492	1,71,462
2	**Non-Current Liabilities**		
	Long Term Borrowings	2,89,398	90,912
	Deferred Tax Liabilities (Net)	4,436	7,035
	Other Long Term Liabilities	45,465	36,528
	Long Term Provisions	1,025	1,258
		3,40,324	1,35,733
3	**Current Liabilities**		
	Short Term Borrowings	1,29,603	2,39,132
	Trade Payables	1,56,297	1,81,160
	Other Current Liabilities	75,914	1,16,752
	Short Term Provisions	1,063	887
		3,62,877	5,37,931
	Total Equity and Liabilities	**8,54,693**	**8,45,126**
B	**ASSETS**		
1	**Non-Current Assets**		
	Fixed Assets (Net)	1,15,257	1,16,204
	Non-Current Investments	21,915	21,915
	Long Term Loans and Advances	2,23,502	1,94,486
	Long Term Trade Receivble	90,293	81,248
	Other Non-Current Assets	11,916	7,223
		4,62,883	4,21,076
2	**Current Assets**		
	Current Investments	219	221
	Inventories	1,76,369	2,00,198
	Trade Receivables	1,38,854	1,47,866
	Cash and Cash Equivalents	7,981	7,801
	Short Term Loan and Advances	37,604	31,100
	Other Current Assets	30,783	36,864
		3,91,810	4,24,050
	Total Assets	**8,54,693**	**8,45,126**

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 25 November 2013 and have been subjected to limited review by the Statutory Auditors of the Company as required by Clause 41 of the listing agreement.
2. During the previous years, the Company has recognized revenue to the extent of Rs.15009 Lacs being the award from the arbitral tribunal received for its projects and were recognized under trade receivables. The Company had also recognised revenue of Rs.5800 Lacs in respect of one of the project based on advanced negotiation and discussion with the client and is confident of realising the same, pending the final revision in contract value.
3. The Company's CDR package was approved by the CDR EG in its meeting held on 24 Jun 2013 and communicated to the Company vide its letter of approval dated 29 Jun 2013. The Company executed the Master Restructuring Agreement with the CDR lenders on 24 Sep 2013. The Promoters has also pledged their shareholding in the Company and issued a personal guarantee in favour of the CDR lenders. The Company is in the process of creating securities in favour of the CDR lenders.
4. In response to qualifications of Limited Review Report-
   a) The application for a pre-insolvency procedure filed by FTM was admitted by the court of Milan on 7th June 2013 after having received confirmation of the possibility of continuity of the company, by calling for bids for the lease of its business. The successful bidder for the lease is foreseen to be finalized by early December 2013; the projects of FTM continue to be executed meanwhile and will be completed.
   The management is hopeful of the successful completion of the entire process which will benefit the company and save its operations.
   b) The Company's application for waiver of excess remuneration of Rs.184 Lacs paid to CMD and Rs.25 Lacs paid to an Executive Director during the year 2011-12 has been rejected.
   The Company's application for payment of remuneration to the CMD for the year 2012-13 and 2013-14 is pending for approval with the Central Government.
   The Company's application for payment of remuneration to Mr Himanshu Parikh for year 2012-13 has been approved for Rs.166 Lacs as against proposed remuneration of Rs.171 Lacs.
   In respect of above, the Company proposed to prefer an appeal to the Central Government for review of its earlier decision.
5. Exceptional item for the quarter ended 30 Sep 2013 represents the fees and costs in connection with the CDR process of the Company of Rs.205 Lacs and reversal of interest cost of Rs.1451 Lacs due to reduction in interest rate as per CDR. The exceptional items in the year ended 31 March 2013 includes provision made by the Company on a prudent basis, considering current economic scenario in Europe, in connection with investments / advances of Rs.9529 Lacs and Rs.1135 lacs in respect of its receivables and assets in connection with its overseas JV and Branch.

6. The Company is engaged mainly in "Construction and Engineering" segment. The Company also has "Real Estate Development" and Windmills as other segments. Revenue from such activities is not significant and accounts for less than 10% of the total revenue and total assets of the Company. Therefore no disclosure of separate segment reporting as required in terms of Accounting Standard AS -17 is done in respect of these segments.
7. Corresponding figures of the previous period have been regrouped / rearranged wherever necessary.

For **Gammon India Limited**

Abhijit Rajan

Chairman & Managing Director

Mumbai, 25 Nov 2013

Natvarlal Vepari & Co.
CHARTERED ACCOUNTANTS

Oricon House, 4th Floor, 12, K. Dubash Marg, Mumbai-400 023. • Tel : 6752 7100 • Fax : 6752 7101 • E-Mail : nvc@nvc.in

Limited Review Report

Review Report to
The Board of Directors
Gammon India Limited

1. We have reviewed the accompanying statement of unaudited Standalone financial results of Gammon India Limited ('the Company') for the quarter ended September 30, 2013 (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 audited 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 Engagement (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 did not review the financial statements of Gammon India Limited – Nagpur Branch, which was reviewed by the branch auditors whose reports have been received by us. Our opinion so far as transactions of the said Branches are concerned, is based solely on the limited review report of the Branch Auditors.

4. *Basis For Qualified Conclusion*
   a. *The Company's Step Down Subsidiary in Italy M/s Franco Tosi Meccanica S.p.A(FTM) which, went for a process of restructuring as per the Italian law, could not get the process completed as originally envisaged due to changes in the process in Italy. The Continuous shifting of dates is a cause of concern and the Company's Exposure of Rs. 25124 Lacs in equity and loans net of provisions already made are dependent upon the final decision coming in favour of FTM and FTM's ability to turnaround especially in the weak economic situation prevailing in Europe.*
   b. *The Company's Application for managerial remuneration for the Chairman and Managing Director and other executive directors is rejected for some of the previous years, partly accepted for some years and no decision has been taken for the balance yeas. In view of the same no effect has been given in the attached financial statements for the following*
      i. *Recovery of Managerial Remuneration of Rs. 210 lacs for year ended 31st March 2012 and 2013 for application rejected and partly allowed as the Company is exploring the option of appeal/review.*
      ii. *Managerial remuneration paid in excess of limits of Rs. 892 lacs for which no decision has been taken.*

5. Without qualifying our review report we re-iterate our emphasis of matter contained in our audit report dated May 30, 2013 on the financial statements for the year ended 31st March 2013 and further updation thereon relating to:
   - We draw attention to Note no 2 of the notes to the Statement of un-audited standalone financial results relating to recoverability of an amount of Rs. 150.09 crores under trade receivables in respect of contract revenue where the Company has received arbitration awards in its favor in respect of which the client has preferred an appeal for setting aside the said arbitration awards and Rs. 58.00 crores where the Company is confident of recovery

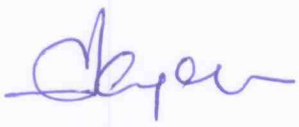
Mumbai

based on advanced stage of negotiation and discussion. The recoverability is dependent upon the final outcome of the appeals & negotiations getting resolved in favor of the company.

- Note no 33 of the explanatory notes of the financial statements for the year ended 31st March 2013 relating to the investments and loans in overseas and Indian operations of the group and its consequent impairment assessments by the company and the trade receivables of SAE Powerlines SrL (SAE). The company on the principle of prudence and conservatism has recognized provisions on certain amounts. The Impairment if any would be dependent on the achievement of the projections on the basis of which the impairment assessments were done. Exposure to FTM is covered by our aforesaid basis of qualified conclusion as referred in para 4(a) above.

6. Subject to matters referred to para 4(a) to 4(b) in the basis of qualified conclusion and 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 the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies act 1956, which as per a clarification issued by the Ministry of Corporate Affairs continue to apply under section 133 of the Companies Act 2013 and other recognised 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.
Chartered Accountants
Firm registration number:106971W





N Jayendran
Partner
M. No. 40441
Mumbai, Dated : November 25, 2013