

11th February, 2011

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

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

Dear Sir,

Sub: Outcome of the Board Meeting held on 11th February, 2011.

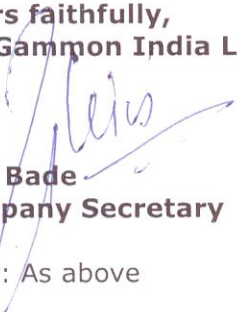
As required under Clause 41 of the Listing Agreement, please find enclosed herewith Unaudited Financial Results (Provisional) of the Company for the third quarter ended 31st December, 2010, along with the Limited Review Report on the same.

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 11th February, 2011.

Kindly take note of the same.

Thanking you,

**Yours faithfully,
For Gammon India Limited**


**Gita Bade
Company Secretary**

Encl.: As above

GAMMON INDIA LIMITED

An ISO 9001 Company

GAMMON HOUSE, VEER SAVARKAR MARG, P. O. BOX NO. 9129, PRABHADEVI, MUMBAI-400 025. INDIA.
Telephone : 91- 22 - 6111 4000 • 2430 6761 • Fax : 91 - 22 - 2430 0221 • 2430 0529
E-Mail : gammon@gammonindia.com • Website : www.gammonindia.com



GAMMON INDIA LIMITED
UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED DECEMBER 31st, 2010

(Rupees in Lacs)

Sr. No.	Particulars	Three Months Ended 31.12.2010 (Unaudited)	Three Months Ended 31.12.2009 (Unaudited)	Year to date for the period ended 31.12.2010 (Unaudited)	Year to date for the period ended 31.12.2009 (Unaudited)	Previous Accounting year ended 31.03.2010 (Audited)
1	Net Sales / Income from Operations	137,204	101,454	385,898	280,251	446,811
	Other Operating Income	165	104	327	1,868	1,699
		137,369	101,558	386,225	282,119	448,510
2	Expenditure :					
	Consumption of Materials	70,403	47,020	183,253	121,644	196,339
	(Increase) / Decrease in WIP & FG	(10,956)	(9,357)	(24,009)	(15,323)	(10,826)
	Subcontract and other Cost	55,743	46,460	161,027	122,774	187,585
	Personnel Cost	8,769	6,032	27,272	18,845	28,345
	Depreciation & Amortisation	2,438	1,753	6,694	5,184	7,093
	Other Expenditure	2,293	1,771	6,356	5,233	5,170
	Total Expenditure	128,690	93,679	360,593	258,357	413,706
	Company's share in Profit/ (Loss) of JV	(272)	-	(772)	-	(1,496)
3	Profit from Operations before Other Income, Finance Costs	8,407	7,879	24,860	23,762	33,308
4	Other Income	15	47	196	1,662	4,110
	Profit before Finance Costs and Forex Fluctuation	8,422	7,926	25,056	25,424	37,418
5	Finance Costs (Net)	5,088	3,404	13,271	10,868	13,966
6	Forex Fluctuation (Gain) / Loss	1,458	1,205	1,436	1,137	2,326
7	Profit Before Tax	1,876	3,317	10,349	13,419	21,126
8	Tax Expense	860	1,229	3,912	4,417	6,647
	Additional Tax Provided					1,700
	(Excess)/ Short Provision of Tax for Earlier Years					207
9	Profit / (Loss) after tax	1,016	2,088	6,437	9,002	12,572
10	Paid-up Equity Share Capital (Face Value Rs.2/- per equity share)	2,549	2,137	2,549	2,137	2,549
	Paid-up Preference Share Account		10,500		10,500	-
11	Reserves, excluding Revaluation Reserve as per audited Balance Sheet					165,629
12	Earnings Per Share (Rupees) :					
	Basic	0.81	1.72	5.05	7.85	10.72
	Diluted	0.78	1.17	4.86	7.25	10.26
13	Public shareholding					
	- Number of shares	92278107	92209221	92278107	92209221	92227623
	- Percentage of shareholding	72.00%	76.59%	72.00%	76.59%	71.96%
14	Promoters & promoter Group Shareholding					
	Pledge/ Encumbered					
	- Number of shares	-	5,000	-	5000	-
	- Percentage of shareholding	0.00%	0.00%	0.00%	0.00%	0.00%
	Non-encumbered					
	- Number of shares	35936875	28181875	35936875	28181875	35936875
	- Percentage of shareholding	28.00%	23.41%	28.00%	23.41%	28.04%

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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 February, 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 period, the profit/loss of the Joint Venture in Oman is as determined by the management which is relied upon and has not been reviewed by the auditors.
3. During the quarter, the Company has acquired 84.16% of the equity share capital of M/s. Metropolitan Infrahousing Private Limited. The said company has successfully bid and won in auction of 130 plus acres of land in Dombivili, near Mumbai which it proposes to develop.
4. On 7th Jan 2011, the Company has allotted 82,50,000 equity shares at a price of Rs. 90.20 per share to Promoters on exercise of equivalent no. of warrants into equity shares.
5. During the quarter, the company has incorporated through its subsidiaries 11 new companies, Chitoor Infrastructure Co. Pvt. Ltd., Dohan Renewable Energy Pvt Ltd., Ghaggar Renewable Energy Pvt. Ltd., Indori Renewable Energy Pvt. Ltd., Kasavati Renewable Energy Pvt. Ltd., Markanda Renewable Energy Pvt. Ltd., Satyavedu Infrastructure Co. Ltd., Sirsa Renewable Energy Pvt. Ltd., Tada SEZ Pvt. Ltd., Tangri Renewable Energy Pvt. Ltd., and Yamuna Renewable Energy Pvt. Ltd.
6. Profits for the nine month ended 31st December, 2010 are impacted due to levy of Rs.32 crores as Demurrage charges included in sub-contract and other cost arising out of delays
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 - 21,
 - iii) Disposed during the quarter - 21, iv) Pending at the end of the quarter - Nil.

For Gammon India Limited



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



Natvarlal Vepari & Co.

CHARTERED ACCOUNTANTS

Oricon House, 4th Floor, 12, K. Dubash Marg, Mumbai-400 023. • Tel : 6631 5851 • Fax : 6631 5852 • 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 financial results of Gammon India Limited ('the Company') for the quarter ended December 31, 2010 (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 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 provides 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 reflecting total revenue of Rs. 89686 lacs 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. Without qualifying our review report we re-iterate our emphasis of matter contained in our audit report dated August 14, 2010 on the financial statements for the year ended 31st March 2010 relating to
 - Recoverability of an amount of 94.54 crores under sundry debtors in respect of recognition of contract revenue in previous years where the company has received arbitration awards in its favour in respect of which the client has preferred an appeal for setting aside the said arbitration awards. The recoverability is dependent upon the final outcome of the appeals getting resolved in favour of the company.
 - Investments in one of the joint ventures of a wholly owned subsidiary which has applied for creditors' protection in a Court in Italy. The final outcome and the resultant investment would be dependent upon the approval of the courts to the composition scheme pending which no effects have been taken in these accounts.
 - Recognition of variation claims and revenue in respect of works carried out by the joint venture in Oman, where the final outcome of the project is dependent on the resolution of the disputes and settlement of the claims by the client.



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5. 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 pursuant to the Companies (Accounting Standards) Rules, 2006, (as amended) 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 : February 11, 2011