GAMMON INFRASTRUCTURE PROJECTS LIMITED

March 26, 2012

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

Fax: 26598237/38; 26598347/48

Dear Sirs,

Sub: Gammon Infrastructure Projects Ltd., Scrip Code-532959, Scrip ID-GAMMNINFRA: Signing of Concession Agreement for the Vijayawada – Gundugolanu Road Project

We refer to our earlier update dated February 12, 2012 regarding the receipt by the Company of the Letter of Award from the National Highways Authority of India (NHAI) for the project for 'Six Laning of the Vijayawada – Gundugolanu section of NH 5 (total length - 103.59 km) in the State of Andhra Pradesh on BOT (Toll) mode on DBFOT (design, build, finance, operate and transfer) basis ("**Project**").

The Company had promoted a special purpose vehicle named Vijayawada Gundugolanu Road Project Private Limited for implementing the Project.

This is to further update our stakeholders that Vijayawada Gundugolanu Road Project Private Limited has on March 21, 2012 signed the Concession Agreement with NHAI for the implementation of the Project.

Yours Faithfully
For **Gammon Infrastructure Projects Limited**

G.Sathis Chandran
Company Secretary