GMR Infrastructure Limited

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December 29, 2010

The Bombay Stock Exchange Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400 001

National Stock Exchange of India Ltd.
Exchange Plaza,
Plot no. C/1, G Block,
Bandra-Kurla Complex
Bandra (E),
Mumbai - 400 051

Dear Sir(s),

Sub: Press Release

Please find enclosed herewith the press release titled **MAS GMR Aerospace Engineering Company Limited (MGAE) achieves financial closure, released on December 27, 2010.** We would like to inform you that MGAE is a 50:50 Joint Venture Company between GMR Hyderabad International Airport Limited, a subsidiary of GMR Infrastructure Limited and Malaysian Aerospace Engineering Sdh. Bhd, a subsidiary of Malaysian Airlines Systems Berhad.

As the information on the above said matter is shared with the press, we are intimating to you, even though there is no specific requirement to intimate the same and MGAE is not a subsidiary of our Company.

This is for your information and records.

Thanking you,

Yours faithfully,
For GMR Infrastructure Limited

C.P. Sounderarajan
Company Secretary & Compliance Officer

Encl: Press Release [One Page]

Regd. Office:
25/1, Skip House,
Museum Road, Bangalore 560 025

MAS GMR Aerospace Engineering Company Limited (MGAE) achieves financial closure

Hyderabad, 27th December, 2010: MAS GMR Aerospace Engineering Company Limited (MGAE), a 50:50 joint venture between GMR Hyderabad International Airport Limited (GHIAL) and Malaysian Aerospace Engineering Sdn. Bhd (MAE), a subsidiary of Malaysia Airlines Systems Berhad (MAS) has achieved financial closure today.

MAS GMR Aerospace Engineering Company Limited (MGAE) is an integrated World class, first of its kind - airport owned and operated, State of the Art, third party, Aircraft Maintenance, Repair and Overhaul (MRO) facility at Rajiv Gandhi International Airport Limited, Hyderabad, India. MGAE intends to provide a better MRO infrastructure and end-to-end facilities to cater to its "airline customers".

The salient features of the Financial Closure are as follows:

- The Overall project cost is Rs.309 Crore which would be funded by way of Rs.77 Crore of equity and Rs.232 Crore of debt.

- The Debt component of Rs.232 Crore is syndicated among M/s State Bank of Hyderabad, M/s Andhra Bank and M/s State Bank of Bikaner & Jaipur.

The MRO facility is designed to perform base maintenance checks with one wide body, two narrow body and one narrow body cum paint hangars. These hangars will be supported by the workshops that are necessary for airframe heavy maintenance. MGAE initially will perform Base Maintenance Checks (C & D checks) for Boeing family B737 NG, B 777, Air Bus family - A 319, A 320, A 321 and A 330, ATR family 52/72, types of aircrafts. The facility is anticipated to be in operation from July 2011 with necessary certifications from DGCA and EASA.

GMR INFRASTRUCTURE LTD. BANGALORE