

23rd August, 2012

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 23rd August, 2012.

1. As required under Clause 41 of the Listing Agreement, please find enclosed herewith Audited Financial Results (Consolidated) of the Company for the Financial Year ended 31st March, 2012.

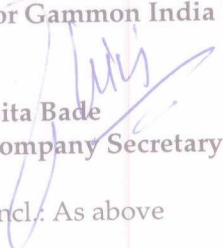
The aforesaid results, duly reviewed by the Audit Committee, have been approved and taken on record by the Board of Directors at its Meeting held on 23rd August, 2012.

2. The Board of Directors has decided to convene the 90th Annual General Meeting of the Company on Tuesday, 25th September, 2012. Notice of the same will be dispatched to all the shareholders within the stipulated time frame.

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



STATEMENT OF CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2012
(All amount in Rupees Crores)

S. No.	Particulars	Year ended 31.03.2012 Audited	Year ended 31.03.2011 Audited
1	Income from operations	8,038.12	8,747.04
	Other operating income	111.22	102.11
	Total income from operations (net)	8,149.34	8,849.15
2	Expenses :		
	Cost of Material Consumed	3,038.26	2,842.05
	Purchase of Stock in Trade	266.66	173.26
	Change in Inventory - WIP & FG	(74.72)	1,238.23
	Subcontracting Expenses	1,676.69	1,845.39
	Employee benefits expense	968.87	895.43
	Depreciation and amortisation expense	242.96	241.23
	Other expenses	1,537.04	1,426.42
	Total expenses	7,655.76	8,662.01
3	Profit from operations before other income, finance costs and exceptional items (1 - 2)	493.58	187.14
4	Other income	180.86	557.74
5	Profit From Ordinary Activities Before Finance Costs And Exceptional Items (3 + 4)	674.44	744.88
6	Finance costs	652.83	459.31
7	Forex Fluctuation (Gain) / Loss	4.07	7.72
8	Profit from ordinary activities after finance costs but before exceptional Items (5 - 6 - 7)	17.54	277.85
9	Exceptional Items	(35.56)	(6.00)
10	Profit From Ordinary Activities Before Tax (8 - 9)	(18.02)	271.85
11	Tax expense	95.52	150.10
12	Net Profit From Ordinary Activities After Tax (10 - 11)	(113.54)	121.75
13	Profit/(Loss) in Associates	(6.51)	(7.70)
14	Less : Share of Minority Interest	(16.18)	(4.03)
15	Profit/(Loss) of Sale/Dilution of Investments	(1.27)	-
16	Net profit for the period (12 - 13 -14 - 15)	(105.14)	110.02
17	Paid-Up Equity Share Capital (Face Value Rs.2/- Per Equity Share)	27.16	27.15
18	Reserves, excluding Revaluation Reserve as per Balance Sheet of the Previous Accounting Year	1,888.96	1,872.99
19	Earnings Per Share For the Period (Rupees) :		
	After Extraordinary Items		
	Basic	(7.75)	8.50
	Diluted	(7.70)	8.45
A)	PARTICULARS OF SHAREHOLDING		
1	Public Shareholding		
	- Number of Shares	89,143,314	92,278,107
	- Percentage of Shareholding	65.31%	67.62%
2	Promoters And Promoter Group Shareholding		
	a) Pledged / encumbered		
	- Number of Shares	11,575,000	11,575,000
	- Percentage of Shareholding	8.48%	8.19%
	b) Non-encumbered		
	- Number of Shares	35,782,154	33,011,875
	- Percentage of Shareholding	26.21%	24.19%

Particulars	Three months ended March 31, 2012
B) INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	2
Received during the quarter	8
Disposed of during the quarter	8
Remaining unresolved at the end of the quarter	2

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



CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES

(All amount in Rupees Crores)

Particulars		As at year ended 31.03.2012	As at year ended 31.03.2011
A	<u>EQUITY AND LIABILITIES</u>		
1	Shareholders' Funds		
	a) Share capital	27.50	27.49
	b) Reserves and surplus	2,145.56	2,130.03
	Sub-total : Shareholders' Funds	2,173.06	2,157.52
2	Minority interest	318.29	299.24
3	Non-current liabilities		
	a) Long-term Borrowings	4,528.08	3,764.77
	b) Deferred tax liability, Net	192.72	235.60
	c) Other long-term liabilities	365.17	324.15
	d) Long-term provisions	271.10	239.22
	Sub-total : Non-current liabilities	5,357.07	4,563.74
4	Current Liabilities		
	a) Short-term borrowings	3,869.05	2,886.84
	b) Trade payables	2,339.92	1,929.01
	c) Other current liabilities	2,330.50	2,138.78
	d) Short-term provisions	275.49	317.12
	Sub-total : Current liabilities	8,814.96	7,271.75
	TOTAL : EQUITY AND LIABILITIES	16,663.38	14,292.25
B	<u>ASSETS</u>		
1	Non-current assets		
	a) Fixed assets	6,583.86	5,405.07
	b) Goodwill on consolidation	672.33	646.00
	c) Non current investments	321.88	247.51
	d) Deferred tax asset	39.78	76.51
	e) Long-term loans and advances	710.48	691.11
	f) Trade receivables	712.50	674.44
	g) Other non-current assets	119.99	74.82
	Sub-total : Non-current assets	9,160.82	7,815.46
2	Current assets		
	a) Current investments	6.49	10.17
	b) Inventories	2,212.02	1,834.93
	c) Property Development Account	1,335.42	445.67
	c) Trade receivables	2,203.54	2,193.15
	d) Cash and cash equivalents	747.03	571.37
	e) Short term loans and advances	779.21	723.58
	f) Other current assets	218.85	697.92
	Sub-total : Current assets	7,502.56	6,476.79
	TOTAL : ASSETS	16,663.38	14,292.25

Notes -

1. The Consolidated Financial Results of Gammon India Limited along with all its subsidiaries, Joint ventures and Associates for the year ended 31st March 2012 were reviewed by the Audit Committee and taken on record by the Board of Directors of the Company at its meeting held on 23rd August, 2012.
2. The group undertakes various projects on build-operate-transfer basis as per the Service Concession Agreements with the government authorities. The construction costs incurred by the operator on contracts with the group companies are considered as exchanged with the grantor against toll collection / annuity rights from such agreements and therefore the profits from such intra group contracts is considered realised by the group and not eliminated for consolidation under AS – 21 Consolidated Financial Statements . The revenue & contract profit during the year from such contracts not eliminated in the above results is Rs. 936.42 crores (Previous Year Rs. 602.40 crores) and Rs. 325.32 crores (Previous year Rs.101.60 crores) respectively.
3. The auditors of the Company have qualified the consolidated accounts for
 - i) stating their inability to satisfy themselves as to the extent of recoverability in respect of receivables of one of its components in Dubai relating to recoverability of the debtors including the retention aggregating to AED 37.30 millions i.e. Rs.52.63 crores based on the report of the statutory auditor of the said Component(Groups share Net of Minority Interest is AED 18.28 million i.e Rs. 25.79 crores)
 The management is of the opinion that the amount is contractually recoverable and the component company is in negotiations with its client and hence no provision is made towards the same.
 - ii) certain contingent liabilities of a joint venture amounting to Rs. 8.26 crores which in the opinion of the auditors of the Joint Venture is more likely than not that the Joint Venture and consequently the Company would be liable for.
 The Joint Venture has filed an appeal in the higher court and is confident that the contingent liability would not result in an obligation to it and hence would also not result in an obligation to the Company.
4. Forex fluctuation (gain)/ Loss for the year ended 31st March 2012 includes forex gain from liquidation of a part of its long term advances being part of net investment in non-integral operations, of Rs. 16.85 crores lying in the “Foreign Currency Translation Reserves”.
5. Exceptional Items is net of un-amortised periodic maintenance expenditure which was hitherto capitalized to the project asset now written off of Rs. 70.20 crores, prior period expenses of Rs. 5.76 crores & reversal of elimination of developer fees of Rs. 40.40 crores in respect of one of its subsidiary engaged in the business of Infrastructure development on PPP basis.
6. The Company is engaged in three segments-”Construction and Engineering, Oil exploration and Realty Development” including businesses acquired on account of new acquisitions. The revenue from oil exploration and realty development are less than threshold limit of 10% and hence no disclosure of separate segment reporting is made in terms of Accounting Standard AS -17.

The Group although operates on a worldwide basis across the globe, they operate in two principal geographical areas of the world in India and the other countries. The following table presents the break-up of the revenues and assets regarding the geographical segments.

Particulars	Amount (Rs. in Crores)			Percentage (%)	
	Domestic	Overseas	Total	Domestic	Overseas
Segment Revenue	6,296.68	1,852.67	8,149.34	77.27	22.73
	6,001.02	2,848.14	8,849.16	67.81	32.19
Segment Asset	12,475.04	3,516.00	15,991.04	78.01	21.99
	9,695.13	3,951.11	13,646.24	71.05	28.95
Capital Expenditure	5,481.06	1,102.80	6,583.86	83.25	16.75
	4,394.89	1,010.16	5,405.05	81.52	18.48

(Previous year figures are given in the non shaded portion.)

7. Other income includes profit on sale of non trade investments of Rs. 10.38 crores (previous year Rs. 27.12 crores).
8. Corresponding figures of the previous period have been regrouped / rearranged wherever necessary

For and on Behalf of the Board of Directors



Rajul A Bhansali
Executive Director
Mumbai, 23rd August 2012.

