



GAMMON INDIA LIMITED

Registered Office : Gammon House, Veer Savarkar Marg, Prabhadevi, Mumbai - 400 025.
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UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE, 2007.

(Rs. In Crores)

Sr. No.	Particulars	Three Months Ended 30.06.2007 Reviewed	Corresponding 3 Months in the Previous Year 30.06.2006 Reviewed	Twelve months for the Year ended 31.03.2007 Audited
1	Net Sales / Income from Operations	649.47	553.89	2,091.18
	Less: Company's Share of Turnover in Joint Ventures	109.16	141.36	239.49
	Net Sales / Income from Operations excluding Joint ventures	540.31	412.53	1,851.69
2	Company's Share in Profit of JV	-	5.99	13.05
3	Other Income	1.07	0.26	6.64
4	Total Expenditure :			
	a) Consumption of Materials	243.78	125.91	597.40
	b) (Increase)/Decrease in work in progress	(132.27)	55.94	13.48
	c) Sub Contract Expenses and other Site Expenses	321.31	173.98	905.81
	d) Staff costs	44.11	24.80	142.34
	e) Other Expenditure	5.68	6.21	20.48
5	Finance Cost	3.54	5.21	13.57
6	Depreciation	10.84	8.28	37.90
	Add : Excess depreciation of earlier year written back	-	(2.68)	(2.68)
7	Profit / (Loss) Before Taxation	44.39	21.13	143.06
8	Provision for Taxation :			
	- Current Tax	14.32	5.91	40.10
	- Deferred Tax	1.21	0.29	3.40
	- Fringe Benefit Tax	0.33	0.14	1.20
	- MAT credit availed	-	(0.42)	-
9	Profit After Tax	28.53	15.21	98.36
10	Excess / (Short) Provision of taxation for earlier years	-	-	(53.88)
11	Net Profit for the period	28.53	15.21	44.48
12	Paid-up Equity Share Capital (Face Value Rs.2/- per equity share)	17.35	17.35	17.35
13	Reserves, excluding Revaluation Reserve (As per Balance Sheet)	-	-	880.79
14	Earnings Per Share			
	Before Prior Year Tax Charge			
	Basic	3.29	1.75	11.34
	Diluted	3.26	1.74	11.24
	After Prior Year Tax Charge			
	Basic	3.29	1.75	5.12
	Diluted	3.26	1.74	5.05
15	Aggregate of non-promotor shareholding			
	No of Shares	60257195	59207356	60257195
	Percentage of Shareholding	68.89%	67.69%	68.89%

NOTES:

- The above 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 31st July, 2007 and have been subject to "Limited Review" by the statutory auditors of the company.
- In respect of the company's Joint Venture in Oman, the company's application for Extension of Time (EOT) beyond March 2007 is pending for approval from MHEW. Therefore the profit beyond March has not been assessed pending receipt of formal EOT. The incremental turnover accepted and certified by MHEW has been disclosed for information only. The above is not reviewed by the statutory auditors of the company.
- The balance unutilized portion of the GDR issue of Rs. 60 Crores as at 31st March 2007 has been utilized for working capital requirements.
- Consequent upon the adoption of the Companies (Accounting Standards) Rules 2006, with effect from April 01, 2007, exchange difference due to restatement of foreign currency liabilities relating to fixed assets, which were previously adjusted in the carrying amount of fixed assets are now recognized in the Profit & Loss Account. As a result of this change, the profit before tax of the quarter is higher by Rs. 2.21 Crores.
- Pursuant to the retrospective amendment to Section 80IA by Finance Act 2006, the Company has provided for additional tax liability in the last quarter of the March 2007 for the full year ended 31st March 2007. Proportionate portion of this additional tax liability is attributable to the quarter ended June '06 and accordingly previous period provision for current tax of Rs. 2.50 Crores has been restated to Rs. 5.91 Crores to facilitate comparison. Previous period EPS has been accordingly restated.
- During the quarter, the Company has incorporated Gammon International LLC, Oman as a subsidiary in Joint Venture with Oman Holdings International Company LLC, Oman for executing construction contracts in Oman.
- The assessment and measurement of the impact of Accounting Standard 15 on Employee Benefit is in progress by the actuarial and internal HR Department. The same will be accounted in the following quarter after its assessment and measurement.
- The Company is engaged in only one reportable segment viz. "Construction and Engineering" and therefore Accounting Standard, AS-17 on Segment Reporting is not applicable to the Company.
- Corresponding figures of the previous period have been regrouped/rearranged wherever necessary.
- Number of Investor complaints :
i) Pending at the beginning of the quarter - Nil, ii) Received during the quarter - 10, iii) Disposed off during the quarter - 10, iv) Unresolved at the end of the quarter - Nil.

FOR GAMMON INDIA LIMITED

Sd/-

Place : Mumbai