

UNAUDITED FINANCIAL RESULTS FOR THE
THREE MONTHS ENDED 31st DECEMBER, 2005

Rs.in Lacs

Sr. No.	Particulars	Three Months Ended	Corresponding 3 Months in the Previous Year	Twelve Months Figures for Current Period	Twelve Months Figures for Previous Year	Previous Accounting Period Ended
		31.12.2005	31.12.2004	31.12.2005	31.12.2004	31.12.2004
						<i>Audited</i>
1	Net Sales / Income from Operations	33,503	32,619	119,098	121,530	87,753
2	Other Income	14	17	34	62	26
3	Total Expenditure :					
	a) Consumption of Materials	12,857	12,280	42,029	49,365	31,534
	b) Staff costs	2,641	1,724	7,371	6,099	4,381
	c) Sub Contract Expenses and other Site Expenses	13,050	15,333	52,642	51,849	41,139
	d) Other Expenditure	97	433	1,265	1,506	1,106
4	Interest (Net of Interest Income)	1,139	943	4,160	3,512	2,815
5	Depreciation	835	582	2,739	2,164	1,645
6	Profit / (Loss) Before Taxation	2,898	1,341	8,926	7,097	5,159
7	Provision for Taxation :					
	- Current Tax	284	(750)	799	1,073	408
	- Deferred Tax	498	101	534	510	461
	- Fringe Benefit Tax	22	-	49	-	-
8	Provision for Taxes of earlier years (Net of Write Back)	-	2	-	658	476
9	Net Profit / (Loss)	2,094	1,988	7,544	4,856	3,814
10	Paid-up Equity Share Capital (Face Value Rs.2/- per equity share) (Previous Year/period Rs.10/- per share)	1,524	1,524	1,524	1,524	1,524
11	Reserves, excluding Revaluation Reserve (As per Previous Year's Balance Sheet)	-	-	-	-	32,520
12	a) Basic EPS (Rupees)(Not Annualised for the period*)	2.75	3.09	9.90	7.59	5.92
	b) Diluted EPS (Rupees)(Not Annualised for the period*)	2.72	3.05	9.81	7.50	5.85

NOTES :

- The Financial Results were reviewed by the Audit Committee and then taken on record by the Board of Directors at its meeting held on 31st January, 2006.
- The above Financial results include the effect of transactions of Gammon India Limited Oman Branch, relating to the IWPP Water Transmission Project Oman, which has not been subjected to Limited review by the Statutory Auditors. The said job has not been assessed to profits under AS-7(Construction Contracts) and therefore there is no effect on the Profits before and after Tax. However Income from operations and equivalent expenses of Rs 11277 lakhs under respective heads for the 12 month period have been included in the above results.
- The Company had closed its last accounting year as at 31st December, 2004. The Twelve monthly figures ended 31st December, 2004 are presented for comparability by aggregating the results for the quarters ended March 2004, June 2004, September 2004 & December 2004.
- The Company has changed its year end from December to March and accordingly the current financial year will comprise of 15 months from 01.01.2005 to 31.03.2006
- The provision for tax has been made on the basis of Minimum Alternate Tax u/s 115 JB of the Income Tax Act, 1961, considering the benefit under Section 80 IA of the Income Tax Act, 1961 based on the decision of the Mumbai ITAT and the legal opinion obtained.
- Earning per share for all the periods has been computed on the basis of Nominal Value of Rs.2/- per share as required by Accounting Standard AS - 20 - Earning per Share.
- The Company has (since 31st December 2005) raised approx. US \$ 87 Million by way of Issue of 91,86,900 Global Depository Receipts (GDRs) @ US \$ 9.47 per GDR, underlying 9186900 equity shares of Rs.2/- each. Consequently, the paid up capital of the Company has increased to Rs.17.07 crores.
- In accordance with Clause 41 of the Listing Agreement with the Stock Exchanges, the Company's Statutory Auditors have conducted Limited Review of the Financial Results for the quarter ended 31st December, 2005 subject to the transactions of Gammon India Limited, Oman Branch not having been reviewed by the Statutory Auditors.
- 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 - 30; (iii) Disposed off during the quarter - 30; (iv) Lying unresolved at the end of the quarter - Nil.

For GAMMON INDIA LIMITED

Place : Mumbai
Date : 31.01.2006.

R.A. Bhansali
Executive Director & Chief Financial Officer

GAMMON INDIA LIMITED

An ISO 9001 Company

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