

GMR Infrastructure Limited

Registered Office: 25/1, Skip House, Museum Road, Bangalore - 560 025

Unaudited Financial Results for the quarter / half year ended September 30, 2008

Particulars	Consolidated Results (in Rs. Lakhs, except for share data)				
	Quarter ended September 30,		Half year ended September 30,		Year ended March 31,
	2008 Unaudited	2007 Unaudited	2008 Unaudited	2007 Unaudited	2008 Audited
1. Revenue from operations					
Gross Sales/ Income from Operations	95,823	50,045	195,300	106,284	269,791
Less: Revenue share paid / payable to Concessionaire grantors	11,142	10,514	22,072	19,094	40,313
Net Sales/ Income from Operations	84,681	39,531	173,228	87,190	229,478
2. Expenditure					
a) Consumption of Fuel	27,723	10,240	66,197	31,733	103,126
b) Generation and Operating Expenses	16,256	4,178	27,164	8,811	19,841
c) Employees Cost	8,086	4,512	16,211	8,848	20,924
d) General and Administrative Expenditure	7,902	5,030	15,064	8,369	25,737
Total Operating Cost	59,967	23,960	124,636	57,761	169,628
3. E B I D T A (1) - (2)	24,714	15,571	48,592	29,429	59,850
4. Depreciation / Amortization	8,553	4,394	16,569	8,450	17,851
5. Profit from Operations before Other Income, Interest and Exceptional items (3) - (4)	16,161	11,177	32,023	20,979	41,999
6. Other Income	703	687	1,389	1,342	5,395
7. Profit from Operations before Interest and Exceptional items (5) + (6)	16,864	11,864	33,412	22,321	47,394
8. (Gain) / loss on Foreign Exchange Fluctuations (Net)	5,894	(478)	10,462	(1,733)	(1,580)
9. Interest (net)	7,086	3,592	13,977	7,346	16,871
10. Profit / (Loss) from Ordinary Activities before tax (7)- (8) - (9)	3,884	8,750	8,973	16,708	32,103
11. Provision for taxation					
- Current Tax	581	125	1,601	982	2,605
- Deferred Tax	(111)	1,312	(230)	1,394	2,804
- Fringe Benefit Tax	133	128	252	198	429
12. Net Profit/(Loss) from Ordinary Activities after tax and before minority interest	3,281	7,185	7,350	14,134	26,265
13. Less: Minority Interest	(1,377)	2,227	(1,498)	4,536	5,257
14. Net Profit/(Loss) from Ordinary Activities after tax and minority interest	4,658	4,958	8,848	9,598	21,008
15. Paid-up equity share capital (Face value - Rs. 2 per share)	36,413	33,107	36,413	33,107	36,413
16. Reserves excluding Revaluation Reserves as per Balance Sheet	-	-	-	-	575,290
17. Earnings Per Share - Basic and Diluted - (Rs.) (not annualised)	0.26	0.30	0.49	0.58	1.23
Weighted average number of shares used in computing Earning Per Share	1,820,647,746	1,655,405,065	1,820,647,746	1,655,405,065	1,705,071,192
18. Public Shareholding					
- Number of shares	486,421,493	321,176,405	486,421,493	321,176,405	486,421,493
- Percentage of shareholding	26.72%	19.40%	26.72%	19.40%	26.72%

GMR Infrastructure Limited

Report on Consolidated Segment Revenue, Results and Capital Employed

Particulars	(in Rs. Lakhs)				
	Quarter ended September 30,		Half year ended September 30,		Year ended March 31,
	2008 Unaudited	2007 Unaudited	2008 Unaudited	2007 Unaudited	2008 Audited
1. Segment Revenue					
a) Airports	44,198	22,815	82,821	41,399	87,655
Less: Revenue share paid / payable to Concessionaire grantors	11,142	10,514	22,072	19,094	40,313
Net Airports Revenue	33,056	12,301	60,749	22,305	47,342
b) Power	43,190	21,449	93,896	54,587	154,120
c) Roads	3,491	3,489	6,960	6,961	13,970
d) Others	5,684	2,467	12,486	3,512	14,752
Total	85,421	39,706	174,091	87,365	230,184
Less: Inter Segment	740	175	863	175	706
Net Segment Revenue	84,681	39,531	173,228	87,190	229,478
2. Segment Result [Profit before tax and interest (net of interest income) and (Gain)/Loss on foreign exchange from each segment]					
a) Airports	477	3,039	2,011	4,986	3,077
b) Power	11,077	4,934	18,970	10,720	25,539
c) Roads	1,769	1,596	3,561	3,403	6,938
d) Others	3,541	2,295	8,870	3,212	11,840
Total	16,864	11,864	33,412	22,321	47,394
Less: Interest expenses (net)	7,086	3,592	13,977	7,346	16,871
Less: (Gain)/Loss on foreign exchange fluctuations (net)	5,894	(478)	10,462	(1,733)	(1,580)
Profit before tax	3,884	8,750	8,973	16,708	32,103
3. Capital employed (Segment Assets - Segment Liabilities)					
a) Airports	257,114	64,520	257,114	64,520	179,124
b) Power	175,136	93,296	175,136	93,296	111,743
c) Roads	61,352	55,547	61,352	55,547	46,639
d) Others	298,887	55,996	298,887	55,996	389,725
Total	792,489	269,359	792,489	269,359	727,231

Notes to consolidated results:

1. Consolidation and Segment Reporting

- a. Pursuant to the provisions of Clause 41 of the Listing Agreement, the company has opted to publish only the consolidated results. The Company carries its four business verticals viz., Airports, Energy, Roads and Others through various subsidiaries and an associate, being Special Purpose Vehicles exclusively formed to build and operate various infrastructure projects. While the full revenues, expenses and results of the subsidiaries are consolidated, those of associates are consolidated to the extent of the Company's shareholding in such associates. Investors can view the standalone results of the company on the Company's website www.gmrgroup.co.in or on the websites of BSE (www.bseindia.com) or NSE (www.nse-india.com).
- b. The above published consolidated results have been extracted from consolidated financial statements prepared in accordance with principles and procedures as set out in the Accounting Standard (AS) - 21 on 'Consolidated Financial Statements', AS - 23 on 'Accounting for Investments in Associates in Consolidated Financial Statements' and AS - 27 Financial Reporting of Interests in Joint Ventures, as referred to in section 211 (3C) of the Companies Act, 1956.
- c. For the purpose of consolidation, depreciation in respect of power sector subsidiaries for the current period has been uniformly charged based on rates as prescribed under Schedule XIV of the Companies Act, 1956 amounting to Rs.2,959 lakhs for the quarter ended September 30, 2008 (2007: Rs.2,987 lakhs) and Rs. 5,916 lakhs for the half year ended on that date (2007: Rs. 5,804 lakhs). Depreciation on assets of such subsidiaries is charged in financial statements of individual entities on different basis aggregating to Rs.3,468 lakhs for the quarter ended September 30, 2008 (2007: Rs.6,169 lakhs) and Rs. 9,537 lakhs for the half year ended on that date (2007: Rs. 12,104 lakhs), following accounting policies/rates which are considered appropriate in each case.
- d. The segment report of the Company and its consolidated subsidiaries and associate has been prepared in accordance with Accounting Standard 17 on Segment Reporting as referred to in Section 211(3C) of the Companies Act, 1956.
- e. The Consolidated financial statements include the accounts of GMR Infrastructure Limited, its subsidiaries, joint ventures and associates. Subsidiaries are consolidated as per Accounting Standard 21 on 'Consolidated Financial Statements' and investments in associates are accounted as per Accounting Standard 23 on 'Accounting for Investments in Associates in Consolidated Financial Statements'. The overseas joint venture entity, being 'Istanbul Sabiha Gocken Uluslarasi Havalimani Yatirim Yapum Ve Isletme Sirketi (SGIA)' has been accounted as per Accounting Standard 27 on Financial Reporting of Interests in Joint Venture based on 40% shareholding.

f. The business segments of the Company comprise of the following:

Segment	Description of Activity
Airports	Development and operation of airports
Power	Generation of power and provision of related services
Roads	Development and operation of roadways
Others	Urban Infrastructure and other residual activities

2. The foreign exchange loss of Rs.5,894 lakhs for the quarter ended September 30, 2008 (2007: Gain of Rs.478 lakhs) and Rs. 10,462 lakhs for the half year ended September 30, 2008 (2007: Gain of Rs.1,733 lakhs), accounted pursuant to Accounting Standard 11 on the Effects of the Changes in the Foreign Exchange Rates include the following:

- a. Vemagiri Power Generation Limited (VPGL), a notional loss of Rs. 1,256 lakhs for the quarter ended September 30, 2008 (2007: Gain of 337 lakhs) and Rs. 2,162 lakhs for the half year ended September 30, 2008 (2007: Gain of Rs. 1,270 lakhs)
- b. GMR Hyderabad International Airport Limited (GHIAL), a notional loss of Rs. 4,858 lakhs for the quarter ended September 30, 2008 (2007: NIL) and Rs. 8,511 lakhs for the half year ended September 30, 2008 (2007: NIL)

The above notional foreign exchange losses of these two subsidiaries have been accounted on the conversion of their project loans denominated in foreign currency into Indian Rupees, using closing rates as at the reporting date. However, both these subsidiaries have adequate foreign currency revenues to provide hedge against any currency fluctuation risks that may arise as and when the interest payments and principal repayments of these loans are made and hence forex risks associated with these loans will not have any bearing on the profitability of these two subsidiaries.

3. Interest and other finance charges are net of interest income, amounting to Rs.1,407 lakhs for current quarter ended September 30, 2008 (2007: Rs.1,321 lakhs) and for the half year ended September 30, 2008 Rs. 2,349 lakhs (2007: Rs. 2,729 lakhs)

4. Minority Interest:

Minority Interest represents that share of the profits and losses of various subsidiaries which relates to the minority shareholders (shareholders other than the Company) in various subsidiaries of the Company.

As on September 30, 2008, the minority shareholding in subsidiaries is as under:

Sl. No.	Name of Subsidiary Company	Minority shareholding	Minority shareholders
1.	GMR Power Corporation Private Limited (GPCPL)	49.00%	Odeon Limited
2.	GMR Tuni Anakapalli Expressways Private Limited (GTAEPL)	39.23%	UE Development India Private Limited and Odeon Limited (indirectly through its holding in GPCL)
3.	GMR Tambaram Tindivanam Expressways Private Limited (GTTEPL)	39.23%	UE Development India Private Limited and Odeon Limited (indirectly through its holding in GPCL)
4.	Delhi International Airport Private Limited (DIAL)	49.90%	India Development Fund, Fraport AG Frankfurt Airport Services Worldwide, Malaysia Airports (Mauritius) Private Ltd., Airports Authority of India
5.	GMR Hyderabad International Airport Limited (GHIAL)	37.00%	Govt. of Andhra Pradesh, Airports Authority of India, Malaysia Airport H B
6.	Hyderabad Menzies Air Cargo Private Limited (HMACPL)	67.87%	Menzeis Aviation Cargo (Hyderabad) Limited.
7.	Hyderabad Airport Security Services Limited	37.00%	Govt. of Andhra Pradesh, Airports Authority of India, Malaysia Airport H B

The share of Minority Interest for the Quarter ended September 30, 2008 resulted in a loss of Rs.1,377 lakhs (2007: Profit of Rs.2,227 lakhs) and for the half year ended September 30, 2008 resulted in a loss of Rs. 1,498 lakhs (2007: Profit of Rs. 4,536 lakhs) as its share of loss in GHIAL is higher than its aggregate share of profit in other subsidiaries.

- Investor complaints: During the current quarter, 19 investor complaints were received and resolved. There were no complaints pending, both at the beginning and end of the quarter.
- Pursuant to the approval of subdivision of the shares of the Company in the Annual General Meeting of the Company held on August 30, 2007, the equity shares carrying a face value of Rs.10 has been subdivided into 5 equity shares of Rs.2 each on October 8, 2007, being the record date. The number of shares for the Previous Quarter have also been restated accordingly to reflect such sub-division.
- The un-audited consolidated and the standalone results of the Company for the quarter ended September, 2008 have been reviewed by the Audit Committee at their meeting on October 27, 2008 and approved by the Board of Directors at their meeting concluded on October 28, 2008.

8. The Statutory Auditors of the Company have carried out a Limited Review of the above published consolidated financial results of the Company for the quarter ended September 30, 2008. The auditors have also carried out a limited review of the standalone results of the Company published on Company's website and furnished to the Stock Exchanges.
9. Figures pertaining to previous periods have been regrouped, reclassified and restated, wherever necessary, to conform to the classification adopted in the current quarter.

For GMR Infrastructure Limited

Bangalore
October 28, 2008

G.B.S.Raju
Managing Director