

GMR Infrastructure Limited

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

Unaudited Financial Results for the quarter / Nine Months ended December 31, 2008

Particulars	Consolidated Results (in Rs. Lakhs, except for share data)				
	Quarter ended December 31,		Nine Months ended December 31,		Year ended March 31,
	2008 Unaudited	2007 Unaudited	2008 Unaudited	2007 Unaudited	2008 Audited
1. Revenue from operations					
Gross Sales/ Income from Operations	107,980	63,075	303,280	168,077	269,791
Less: Revenue share paid / payable to Concessionaire grantors	12,065	9,576	34,137	28,670	40,313
Net Sales/ Income from Operations	95,915	53,499	269,143	139,407	229,478
2. Expenditure					
a) Consumption of Fuel	31,672	25,129	97,869	56,610	103,126
b) Generation and Operating Expenses	20,316	4,940	47,480	14,003	19,841
c) Employees Cost	7,476	4,282	23,687	13,130	20,924
d) General and Administrative Expenditure	7,672	4,158	22,736	12,527	25,737
Total Operating Cost	67,136	38,509	191,772	96,270	169,628
3. E B I D T A (1) - (2)	28,779	14,990	77,371	43,137	59,850
4. Depreciation / Amortization	11,459	3,655	28,028	12,113	17,851
5. Profit from Operations before Other Income, Interest and Exceptional items (3) - (4)	17,320	11,335	49,343	31,024	41,999
6. Other Income	798	2,725	2,187	4,698	5,395
7. Profit from Operations before Interest and Exceptional items (5) + (6)	18,118	14,060	51,530	35,722	47,394
8. (Gain) / loss on Foreign Exchange Fluctuations (Net)	2,524	(96)	12,986	(1,829)	(1,580)
9. Interest (net)	11,320	3,401	25,297	10,089	16,871
10. Profit / (Loss) from Ordinary Activities before tax (7)- (8) - (9)	4,274	10,755	13,247	27,462	32,103
11. Provision for taxation					
- Current Tax	1,587	1,836	3,188	2,818	2,605
- Deferred Tax	29	824	(201)	2,218	2,804
- Fringe Benefit Tax	204	92	456	290	429
12. Net Profit/(Loss) from Ordinary Activities after tax and before minority interest	2,454	8,003	9,804	22,136	26,265
13. Less: Minority Interest	(1,630)	1,596	(3,128)	6,131	5,257
14. Net Profit/(Loss) from Ordinary Activities after tax and minority interest	4,084	6,407	12,932	16,005	21,008
15. Paid-up equity share capital (Face value - Rs. 2 per share)	36,413	36,413	36,413	36,413	36,413
16. Reserves excluding Revaluation Reserves as per Balance Sheet	-	-	-	-	575,290
17. Earnings Per Share - Basic and Diluted - (Rs.) (not annualised)	0.22	0.38	0.71	0.96	1.23
Weighted average number of shares used in computing Earning Per Share	1,820,650,619	1,708,105,779	1,820,648,101	1,666,824,361	1,705,071,192
18. Public Shareholding					
- Number of shares	471,524,132	486,421,493	471,524,132	486,421,493	486,421,493
- Percentage of shareholding	25.90%	26.72%	25.90%	26.72%	26.72%

GMR Infrastructure Limited

Report on Consolidated Segment Revenue, Results and Capital Employed

Particulars	(in Rs. Lakhs)				
	Quarter ended December 31,		Nine Months ended December 31,		Year ended March 31,
	2008 Unaudited	2007 Unaudited	2008 Unaudited	2007 Unaudited	2008 Audited
1. Segment Revenue					
a) Airports	44,269	20,703	127,090	62,102	87,655
Less: Revenue share paid / payable to Concessionaire grantors	12,065	9,576	34,137	28,670	40,313
Net Airports Revenue	32,204	11,127	92,953	33,432	47,342
b) Power	55,051	37,280	148,947	91,867	154,120
c) Roads	3,626	3,519	10,586	10,480	13,970
d) Others	5,607	1,972	18,093	4,202	14,752
Total	96,488	53,898	270,579	139,981	230,184
Less: Inter Segment	573	399	1,436	574	706
Net Segment Revenue	95,915	53,499	269,143	139,407	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	272	2,429	2,283	7,415	3,077
b) Power	14,287	6,283	33,257	17,003	25,539
c) Roads	1,317	1,720	4,878	5,122	6,938
d) Others	2,242	3,628	11,112	6,182	11,840
Total	18,118	14,060	51,530	35,722	47,394
Less: Interest expenses (net)	11,320	3,401	25,297	10,089	16,871
Less: (Gain)/Loss on foreign	2,524	(96)	12,986	(1,829)	(1,580)
Profit before tax	4,274	10,755	13,247	27,462	32,103
3. Capital employed (Segment Assets - Segment)					
a) Airports	287,625	68,783	287,625	68,783	179,124
b) Power	202,590	97,126	202,590	97,126	111,743
c) Roads	70,434	59,922	70,434	59,922	46,639
d) Others	246,425	450,797	246,425	450,797	389,725
Total	807,074	676,628	807,074	676,628	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 the associate are consolidated to the extent of the Company's shareholding in such associate. 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 on 'Financial Reporting of Interests in Joint Venture', 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.2,971 lakhs for the quarter ended December 31, 2008 (2007: Rs. 2,142 lakhs) and Rs. 8,887lakhs for the Nine months period ended on that date (2007: 7,946 lakhs). Depreciation on assets of such subsidiaries is charged in financial statements of individual entities on different basis 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.

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 (Net) of Rs.2,524 lakhs for the quarter ended December 31, 2008 (2007: Gain of Rs.96 lakhs) and Rs. 12,986 lakhs for the Nine months period ended December 31, 2008 (2007: Gain of Rs.1,829 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. 477 lakhs for the quarter ended December 31, 2008 (2007: Gain of Rs. 122 lakhs) and Rs. 2,639 lakhs for the nine months period ended December 31, 2008 (2007: Gain of Rs. 1,392 lakhs)
 - b. GMR Hyderabad International Airport Limited (GHIAL), a notional loss of Rs. 2,501 lakhs for the quarter ended December 31, 2008 (2007: NIL) and Rs. 11,012 lakhs for the nine months period ended December 31, 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. The Vemagiri Power Generation Limited (VPGL) resumed operations from December 7, 2008 based on diverted gas as per direction of Ministry of Petrol & Natural Gas, Government of India. Consequently the operating loss for the current quarter has reduced to Rs. 2,906 lakhs from Rs.4,070 lakhs in the previous quarter.
4. GMR Ambala-Chandigarh Expressways Private Limited (GACEPL), a subsidiary of the Company, has commenced the commercial operations from December 10, 2008. The consolidated financial results of the Company include Revenue of Rs. 100 lakhs representing income from Toll operations and Loss of Rs. 842 lakhs.
5. GMR Energy Trading Limited, a subsidiary of the Company, has started operations during the current quarter. The consolidated financial results of the Company include Revenue of Rs. 3,907 lakhs representing income from Energy Trading operations and Profit After Tax of Rs. 131 lakhs
6. GMR Aviation Private Limited, a subsidiary of the Company, had entered into an agreement with GMR Industries Limited (GIDL), a fellow subsidiary of the Company, for purchase of GIDL's aviation division with effect from October 01, 2008, under slump sale for a consideration of Rs. 2,900 lakhs subject to regulatory & other approvals. Since some of the approvals are pending as on December 31, 2008, results of the said division have not been considered in consolidated results of the company.

7. GMR Hyderabad International Airport Limited (GHIAL) has taken a variable rate currency loan to the tune of USD125 mn which was converted into Fixed Rate Loan by entering into an arrangement of Interest Rate Swap (IRS) over the tenure of the loan. Accordingly the interest cost on the said loan has been accounted for taking into consideration the amount payable as per the terms of the loan and the IRS taken together. As such, the IRS has not been separately accounted for.
8. The Company, through its step-down subsidiary, GMR Energy Global Limited, has entered into necessary arrangements to acquire 50% equity stake in Intergen NV by means of Compulsory Convertible Debentures (CCD). The Company has also given a corporate guarantee up to a maximum of USD 1.38 billion to the lenders on behalf of a fellow subsidiary to enable it to raise debt for financing the aforesaid acquisition. Intergen NV is a global energy company, which operates 8086 MW capacity across five countries in four continents and is further developing 4686 MW. The financial results of Intergen NV have not been considered in the consolidated results of the Company pending conversion of such CCDs.
9. Interest and other finance charges are net of interest income, amounting to Rs. 3,452 lakhs for current quarter ended December 31, 2008 (2007: Rs. 1,347 lakhs) and for the nine months period ended December 31, 2008 Rs. 5,801 lakhs (2007: Rs.4,733 lakhs)

10. 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.

The share of Minority Interest for the Quarter ended December 31, 2008 resulted in a loss of Rs. 1,630 lakhs (2007: Profit of Rs.1,596 lakhs) and for the nine months period ended December 31, 2008 resulted in a loss of Rs.3,128 lakhs (2007: Profit of Rs. 6,131 lakhs) as its share of loss in GHIAL and Delhi International Airport Private Limited is higher than its aggregate share of profit in other subsidiaries.

11. Investor references: During the current quarter, 21 investor references were received and resolved. There were no references pending, both at the beginning and end of the quarter.
12. The un-audited consolidated and the standalone results of the Company for the quarter ended December 31, 2008 have been reviewed by the Audit Committee at their meeting on January 29, 2009 and approved by the Board of Directors at their meeting concluded on January 29, 2009.

13. 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 December 31, 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.

14. 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
January 29, 2009

G.B.S.Raju
Managing Director