

GMR Infrastructure Limited

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

Unaudited Consolidated Financial Results for the quarter ended June 30, 2008

Particulars	Consolidated Results		
	[in Rs. Lakhs, except for share data]		
	Quarter ended June 30,		Year ended March 31,
	2008 Unaudited	2007 Unaudited	2008 Audited
1. Revenue from operations			
Gross Sales / Income from Operations	99,477	56,239	269,791
Less: Revenue share paid / payable to Concessionaire grantors	10,930	8,580	40,313
Net Sales / Income from Operations	88,547	47,659	229,478
2. Other Income	686	655	5,395
Total Income	89,233	48,314	234,873
3. Expenditure			
a) Consumption of Fuel	38,474	21,493	103,126
b) Generation and Operating Expenses	10,908	4,633	19,841
c) Employees Cost	8,125	4,336	20,924
d) General and Administrative Expenditure	7,162	3,339	25,737
Total Expenditure	64,669	33,801	169,628
4. EBITDA (1) + (2) - (3)	24,564	14,513	65,245
5. Interest and other finance charges (net)	6,891	3,753	16,871
6. (Gain) / loss on Foreign Exchange Fluctuations	4,568	(1,262)	(1,580)
7. Depreciation / Amortization	8,016	4,064	17,851
8. Profit / (Loss) from Ordinary Activities before tax (4)-(5)-(6)-(7)	5,089	7,958	32,103
9. Provision for taxation			
- Current Tax	1,020	857	2,605
- Deferred Tax	(119)	82	2,804
- Fringe Benefit Tax	119	70	429
10. Net Profit/(Loss) from Ordinary Activities after tax and before minority interest	4,069	6,949	26,265
11. Less: Minority Interest (net)	(121)	2,308	5,257
12. Net Profit/(Loss) from Ordinary Activities after tax and minority interest	4,190	4,641	21,008
13. Paid-up equity share capital (Face value - Rs. 2 per share)	36,413	33,108	36,413
14. Reserves excluding Revaluation Reserves as per balance sheet	-	-	575,290
15. Earnings Per Share - Basic and Diluted - (Rs.) (not annualised)	0.23	0.28	1.23
Weighted average number of shares used in computing Earning Per Share	1,820,646,463	1,655,399,725	1,705,071,192
16. Public Shareholding			
- Number of shares	486,421,493	321,176,405	486,421,493
- Percentage of shareholding	26.72%	19.40%	26.72%

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 Urban Infrastructure through various subsidiaries and an associate, being Special Purpose Vehicles exclusively formed to build and operate various infrastructure projects. Whereas 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.nseindia.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 - 21 on 'Consolidated Financial Statements', Accounting Standard - 23 on 'Accounting for Investments in Associates in Consolidated Financial Statements' and Accounting Standard - 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 year has been uniformly charged based on rates as prescribed under Schedule XIV of the Companies Act, 1956 amounting to Rs.2,957 lakhs (Previous quarter: Rs.2,817 lakhs). Depreciation on assets of such subsidiaries is charged in financial statements of individual entities on different basis aggregating to Rs.6,069 lakhs (Previous quarter: Rs.5,935 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, "Segment Reporting", issued by the Institute of Chartered Accountants of India.
- 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
Roads	Development and operation of roadways
Others	Urban Infrastructure and other residual activities

**Report on Consolidated Segment Revenue, Results and Capital Employed
for the Quarter ended June 30, 2008**

(Rs. in Lakhs)

Particulars	Quarter ended June 30,		Year ended March 31, 2008 Audited
	2008 Unaudited	2007 Unaudited	
1. Segment Revenue			
a) Airports	38,623	18,584	87,655
Less: Revenue share paid / payable to Concessionaire grantors	10,930	8,580	40,313
Net Airports Revenue	27,693	10,004	47,342
b) Power	50,706	33,137	154,120
c) Roads	3,469	3,473	13,970
d) Others	6,802	1,045	14,752
Total	88,670	47,659	230,184
Less: Inter Segment	123	-	706
Net Segment Revenue	88,547	47,659	229,478
2. Segment Result [Profit before tax and interest (net of interest income) from each segment]			
a) Airports	(2,129)	1,947	3,077
b) Power	6,988	7,041	27,119
c) Roads	1,792	1,807	6,938
d) Others	5,329	916	11,840
Total	11,980	11,711	48,974
Less: Interest expenses (net)	6,891	3,753	16,871
Profit before tax	5,089	7,958	32,103
3. Capital employed (Segment Assets - Segment Liabilities)			
a) Airports	239,619	61,171	179,124
b) Power	125,722	90,386	111,743
c) Roads	53,689	53,233	46,639
d) Others	331,055	55,688	389,725
Total	750,085	260,478	727,231

2. The above published consolidated results of the company include the following:

- a. Pursuant to the application of the Accounting Standard 11, two of the Company's subsidiaries viz., Vemagiri Power Generation Limited (VPGL) and GMR Hyderabad International Airport Limited (GHIAL) together have accounted for a notional foreign exchange translation loss of Rs.4,559 lakhs (Previous quarter: foreign exchange translation gain of Rs.933 lakhs) with reference to their project loans. 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.
 - b. GHIAL has not been able to levy the User Development Fee (UDF) on overseas passengers for three weeks in April 2008 and on domestic passengers for the entire current quarter, pending approval from the Government of India.
 - c. An operating loss of Rs. 2,752 lakhs for the current quarter (Previous Quarter: Rs. 2,647 lakhs) from VPGL mainly comprising of interest, depreciation and foreign exchange translation loss. Due to non-availability of natural gas, VPGL has currently suspended its generation activities.
 - d. An operating loss of Rs. 1,104 lakhs (Previous Quarter: Rs. Nil) from SGIA, a foreign joint venture of the Company. This loss represents 40% of the total operating results of SGIA being the Company's shareholding in this joint venture.
3. Following the expiry of the seven year Power Purchase Agreement, GMR Energy Limited's 220 MW plant at Tanir Bavi near Mangalore in Karnataka ceased to operate. Work has been undertaken to relocate the plant to KG Basin, near Kakinada in Andhra Pradesh to operate it as merchant plant after changes to run the plant with natural gas as fuel.
4. 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. The Company has also given a corporate guarantee up to a maximum of USD 1.3 billion to the mandated lead arrangers 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.
5. Interest and other finance charges are net of interest income, amounting to Rs.942 Lakhs for current quarter (Previous Quarter: Rs.1,408 Lakhs)

6. 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 June 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 GPCPL)
3.	GMR Tambaram Tindivanam Expressways Private Limited (GTTEPL)	39.23%	UE Development India Private Limited and Odeon Limited (indirectly through its holding in GPCPL)
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%	Menzies Aviation Cargo (Hyderabad) Limited.

The share of Minority Interest for the Quarter resulted in a loss of Rs.121 lacs (Previous Quarter: Profit of Rs.2,308 lacs) as its share of loss in GHIAL is higher than its aggregate share of profit in other subsidiaries.

7. Investor complaints: During the current quarter, 13 investor complaints were received and resolved. There were no complaints pending, both at the beginning and end of the quarter.
8. 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.
9. The un-audited consolidated and the standalone results of the Company for the quarter ended June, 2008 have been reviewed by the Audit Committee at their meeting on July 29, 2008 and approved by the Board of Directors at their meeting concluded on July 29, 2008.
10. 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 June 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.
11. 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

G.M.Rao
Chairman

Place: Bangalore
Date: July 29, 2008