

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, 2007

Particulars	Consolidated Results					
	[in Rs. Crores, except for share data]					
	Quarter ended December 31,		Nine Months ended December 31,		Year ended March 31,	
	2007 Unaudited	2006 Unaudited	2007 Unaudited	2006 Unaudited	2007 Audited	
1. Revenue from operations						
Gross Sales / Income from Operations	630.75	430.87	1,680.77	1,268.00	1,968.72	
Less: Annual Fee to Airports Authority of India	95.76	75.44	286.70	190.82	271.98	
Net Sales / Income from Operations	534.99	355.43	1,394.07	1,077.18	1,696.74	
2. Other Income	28.21	12.13	65.27	18.42	18.33	
Total Income	563.20	367.56	1,459.34	1,095.60	1,715.07	
3. Expenditure						
a) Consumption of Fuel	251.29	84.19	566.10	351.72	698.83	
b) Generation and Operating Expenses	49.40	47.46	140.03	129.23	185.57	
c) Employees Cost	42.82	43.07	131.30	105.34	138.17	
d) General and Administrative Expenditure	41.58	28.16	125.27	85.24	130.49	
Total Expenditure	385.09	202.88	962.70	671.53	1,153.06	
4. E B I D T A (1) + (2) - (3)	178.11	164.68	496.64	424.07	562.01	
5. Interest and other finance charges (net)	34.01	37.58	100.89	90.60	144.14	
6. Depreciation / Amortization	36.55	44.49	121.13	99.12	134.56	
7. Profit / (Loss) from Ordinary Activities before tax	107.55	82.61	274.62	234.35	283.31	
(4) - (5) - (6)						
8. Provision for taxation						
- Current Tax (including relating to earlier years)	18.36	9.12	28.18	22.56	24.12	
- Deferred Tax	8.24	3.80	22.18	7.40	14.27	
- Fringe Benefit Tax	0.92	0.94	2.90	2.14	3.15	
9. Net Profit/(Loss) from Ordinary Activities after tax and before minority interest	80.03	68.75	221.36	202.25	241.77	
10. Less: Minority Interest	15.96	15.49	61.31	49.67	67.34	
11. Net Profit/(Loss) from Ordinary Activities after tax and minority interest	64.07	53.26	160.05	152.58	174.43	
12. Paid-up equity share capital (Face value - Rs. 2 per share)	364.13	331.07	364.13	331.07	331.07	
13. Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	1,661.22	
14. Earnings Per Share - Basic and Diluted - (Rs.) (not annualised)	0.38	0.32	0.96	0.99	1.11	
Weighted average number of shares used in computing Earning Per Share	1,708,105,779	1,655,072,252	1,666,824,361	1,542,059,330	1,570,002,330	
15. Public Shareholding						
- Number of shares	486,421,493	321,176,405	486,421,493	321,176,405	321,176,405	
- Percentage of shareholding	26.72%	19.40%	26.72%	19.40%	19.40%	

Notes to Consolidated results:

1)

- a) Pursuant to the extant provisions of Clause 41 of the Listing Agreement, the company has opted to publish only the consolidated results. The Company carries its three business verticals viz., Airports, Energy and Roads through various subsidiaries, being Special Purpose Vehicles exclusively formed to build and operate various infrastructure projects. The consolidated results published above present the full revenues, expenses and the results of the business operations of the Company and its subsidiaries. Investors can view the standalone results of the company on the Company's website www.gmrgroup.co.in or on the websites of BSE (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 - 21 on 'Consolidated Financial Statements' and Accounting Standard - 23 on 'Accounting for Investments in Associates in Consolidated Financial Statements', issued by the Institute of Chartered Accountants of India.
- c) The company and its subsidiaries have provided for employee benefits as per the revised requirements of AS 15 (revised 2005) on 'Employee Benefits', issued by the Institute of Chartered Accountants of India (the standard), which has become effective from April 1, 2007, for the current quarter. In respect of the employee benefits up to March 31, 2007, the actuarial valuation is being carried out by the management and the difference between the transitional liability and the liability existing in the books of account as March 31, 2007, will be adjusted against the opening reserves, as per the transitional provisions of AS 15.
- d) Interest and other finance charges for quarter ended December 31, 2007 are net of interest income amounting to Rs. 13.47 crores (2006: Rs. 15.07 crores) and Rs. 47.33 crores for the 9 months period ended on that date (2006: Rs. 41.12 crores).
- e) Vemagiri Power Generation Ltd, a 100% step down subsidiary of the company, which declared commercial operation date (COD) in September, 2006 could not continue its operations due to non-availability of natural gas. Thus, it is not earning any revenues after COD. However, in accordance with the GAAP (Generally Accepted Accounting Principles), it is required to charge depreciation and interest on project borrowings to profit and loss account during the post COD period regardless whether the project is in operation or otherwise. This situation has resulted in a loss of Rs. 35.98 crores for the quarter ended December 31, 2007 (2006: Rs. 40.33crores) and Rs. 96.72 crores for the 9 months period ended on that date (2006: Rs. 45.51 crores).

2. Pursuant to the approval for the subdivision of the equity shares of the Company in the Annual General Meeting held on August 30, 2007, the equity share carrying a face value Rs. 10 each has been subdivided in to 5 equity shares of Rs. 2 each on October 8, 2007, being the record date. Accordingly, the weighted average number of shares for the both the current and corresponding previous periods has been adjusted to reflect such subdivision while calculating the earnings per share.

Further, the company has allotted 16,52,38,088 shares of Rs. 2 each pursuant to the placement with the Qualified Institutional Buyers (QIP) on December 12, 2007. These additional shares have been included in the total number of outstanding shares for the period, for the purpose of computation of EPS, on weighted average basis. The number of shares thus included in the total outstanding shares on weighted average basis are 1,14,16,450 for the 9 months period.

3. **Segment Reporting (consolidated)**

- a) 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.
- b) 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	Residual activities

4. **Utilization of funds received through Initial Public Offer (IPO):**

During the year ended March 31, 2007, the company had allotted 38,136,980 equity shares of face value of Rs. 10 per share by way of IPO. The details of funds received towards such allotment, including share premium thereon, and utilization of such funds are given below:

(Rs. in crores)

Particulars	Upto December 31, 2007
Funds received	
Equity Share Capital	38.14
Share Premium	756.78
Interest on delayed payment of call money	0.06
Less: Calls unpaid	0.02
Total	794.96
Utilization up to December 31, 2007	
Investment in Subsidiary Companies (including Share Application Money, pending allotment) – Refer Note (b) below	301.76
Repayment of Unsecured Loans	55.00
Payment to GMR Holdings Private Limited and GMR Operations Private Limited for acquisition of equity shares of GVL Investments Private Limited	155.86
Expenses incurred towards the IPO	64.59
Total Utilization	577.21
Balance of unutilized monies out of IPO funds, details of which are given below:	217.75
Deposit with Bombay Stock Exchange (BSE)	3.00
Margin Money towards Bank Guarantee issued to BSE	6.54
Investments in Short Term Securities	108.19
Investments in Fixed Deposits	100.00
Amount lying in current accounts	0.02
Total	217.75

- a) The funds received do not include arrears on allotment as at December 31, 2007 amounting to Rs. 0.02 crores.
- b) Represent investment made directly by the company or through its subsidiary companies and by way of repayment of loans taken for the purpose of investment in subsidiary companies.

5. As approved by the shareholders at the extra ordinary General Meeting held on *November 26, 2007*, the Company has made a Preferential offer to Qualified Institutions. The Company has allotted 16,52,38,088 shares of Rs. 2 each at a premium of Rs. 238 per share on December 12, 2007 and received an amount of Rs. 3965.71 crores. The net proceeds after the issue expenses will be utilized towards capital expenditure for various projects under development (either directly or through our subsidiaries, joint ventures or affiliates), general corporate purposes including working capital & strategic initiatives and acquisitions in India and abroad. Pending utilization for the purposes described above the funds are invested in liquid Mutual Funds.
6. **Investor complaints:** During the current quarter, 48 investor complaints were received and resolved. There were no complaints pending, both at the beginning and end of the quarter.
7. The stand alone and consolidated results for the quarter ended December 31, 2007 have been reviewed by the Audit Committee at their meeting held on January 23, 2008 and taken on record by the Board of Directors at their meeting held on January 24, 2008.
8. **Limited review by auditors:** The statutory auditors of the company have carried out a Limited Review of the unaudited stand alone and consolidated financial results for the quarter ended December 31, 2007.
9. Figures pertaining to previous periods have been regrouped, reclassified and restated, wherever necessary, to conform to the classification adopted in the current quarter.

Bangalore

G.M. Rao

Date: 24.1.08

Chairman

3 (c) Segment Results

Particulars	Quarter ended December 31,		Nine Months ended December 31,		Year ended March 31,
	2007 Unaudited	2006 Unaudited	2007 Unaudited	2006 Unaudited	2007 Audited
1. Segment Revenue					
a) Airports	207.03	163.23	621.02	412.58	588.00
Less: Annual Fee to Airports Authority of	95.77	75.44	286.70	190.82	271.98
Net Airports Revenue	111.27	87.79	334.32	221.76	316.02
b) Power	372.80	231.14	918.67	744.38	1,194.90
c) Roads	35.19	36.53	104.80	109.72	143.18
d) Others	19.72	(0.03)	42.02	1.32	59.22
Total	538.98	355.43	1,399.81	1,077.18	1,713.32
Less: Inter Segment	3.99		5.74		16.58
Net Segment Revenue	534.99	355.43	1,394.07	1,077.18	1,696.74
2. Segment Result [Profit before tax interest (net of interest income) from segment]					
a) Airports	24.29	24.15	74.15	42.77	61.79
b) Power	63.77	74.37	188.30	217.75	259.40
c) Roads	17.20	17.16	51.22	54.68	71.38
d) Others	29.70	4.51	61.82	9.75	34.87
Total	134.96	120.19	375.49	324.95	427.45
Less: Interest expenses (net)	27.41	37.58	100.87	90.60	144.14
Profit before tax	107.55	82.61	274.62	234.35	283.31
3. Capital employed (Segment Assets - Segment Liabilities)					
a) Airports	687.83	556.94	687.83	556.94	581.46
b) Power	971.26	851.40	971.26	851.40	880.65
c) Roads	599.22	496.62	599.22	496.62	524.26
d) Others	4,507.97	596.77	4507.97	596.77	546.45
Total	6,766.28	2,501.73	6766.28	2501.73	2,532.82