

12th August, 2013

The National Stock Exchange of India Ltd.,
Exchange Plaza, 5th Floor,
Plot No. C/1, G Block,
Bandra - Kurla Complex,
Bandra (East),
Mumbai - 400 051

Bombay Stock Exchange Limited
1st Floor, New Trading Ring,
Rotunda Building,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001

Dear Sir,

Sub: Outcome of the Board Meeting held on 12th August, 2013.

1. As required under Clause 41 of the Listing Agreement, please find enclosed herewith Unaudited Financial Results of the Company for the quarter ended 30th June, 2013 along with the Limited Review Report on the same.

The aforesaid results, duly reviewed by the Audit Committee, have been approved and taken on record by the Board of Directors at its Meeting held on 12th August, 2013.

2. The Board of Directors has considered and approved the restructuring of the Company's debts as per the Corporate Debt Restructuring Letters of Approval (CDR LOA) dated 29th June, 2013 and 31st July, 2013 received pursuant to the Restructuring Package approved by the CDR Empowered Group at its meeting held on 24th June, 2013. As per the terms and conditions of the CDR LOA, the CDR Package has to be implemented within 120 days from the date of the CDR LOA. The Cut-off date of the CDR package is 1st January, 2013.
3. The Board of Directors has decided to convene the 91st Annual General Meeting of the Company on Tuesday, 24th September, 2013. Notice of the same will be dispatched to all the shareholders within the stipulated time frame.

Kindly take note of the same.

Thanking you,

**Yours faithfully,
For Gammon India Limited**


**Gita Bade
Company Secretary**

Encl.: As above



GAMMON INDIA LIMITED

Unaudited Financial Results for the Quarter Ended 30 Jun 2013

GAMMON

(Rupees in Lacs)

S.No.	Particulars	Quarter Ended (Unaudited)			Year Ended
					Audited
		30 Jun 2013	31 Mar 2013	30 Jun 2012	31 Mar 2013
1	Income from Operations				
	Net Sales / Income from Operations	1,21,569	1,63,256	1,26,038	5,19,736
2	Expenses				
	Cost of Material Consumed	56,910	80,045	68,595	2,62,136
	Purchases of Stock-in-trade	4,028	9,109	5,402	22,502
	Change in inventory of WIP and FG	(545)	(10,874)	(9,649)	(26,509)
	Subcontracting Expenses	27,757	36,755	23,720	1,15,484
	Employee Benefits Expenses	11,080	13,818	12,532	51,876
	Depreciation and Amortisation	2,662	2,638	2,637	10,739
	Other Expenses	16,668	23,919	18,492	85,759
	Total Expenses	1,18,560	1,55,410	1,21,729	5,21,987
3	Profit/(Loss) from Operations Before Other Income, Finance Costs	3,009	7,846	4,309	(2,251)
4	Interest & Other Income	2,931	2,865	3,282	13,242
5	Profit/(Loss) from Ordinary Activities Before Finance Costs and Forex Fluctuation	5,940	10,711	7,591	10,991
6	Finance Cost	12,025	11,789	9,505	44,341
7	Forex Fluctuation (Gain) / Loss	(927)	242	(138)	(22)
8	Exceptional Items	193	10,664	-	10,664
9	Profit Before Tax	(5,351)	(11,984)	(1,776)	(43,992)
10	Tax Expenses	(356)	514	185	575
11	Net Profit/(Loss) for the period	(4,995)	(12,498)	(1,961)	(44,567)
12	Paid-up Equity Share Capital (Face Value Rs.2/- per Equity Share)	2,716	2,716	2,716	2,716
13	Reserves, excluding Revaluation Reserve as per Audited Balance Sheet				1,57,372
14	Earning Per Share (Rupees)				
	Basic	(3.68)	(9.20)	(1.44)	(32.82)
	Diluted #	(3.68)	(9.20)	(1.44)	(32.82)
A	Particulars of Shareholding				
1	Public Shareholding				
	- Number of Shares	8,87,43,314	8,83,68,314	8,87,68,314	8,83,68,314
	- Percentage of Shareholding	65.01%	64.74%	65.03%	64.74%
2	Promoters & Promoter Group Shareholding				
	Pledge/ Encumbered				
	- Number of Shares	95,25,000	1,15,75,000	1,15,75,000	1,15,75,000
	- Percentage of Shares				
	(as a % of total Shareholding of Promoter & Promoter group)	19.94%	24.05%	24.25%	24.05%
	(as a % of total Share Capital of the Company)	6.98%	8.48%	8.48%	8.48%
	Non-encumbered				
	- Number of Shares	3,82,32,154	3,65,57,154	3,61,57,154	3,65,57,154
	- Percentage of Shareholding				
	(as a % of total Shareholding of Promoter & Promoter group)	80.06%	75.95%	75.75%	75.95%
	(as a % of total Share Capital of the Company)	28.01%	26.78%	26.49%	26.78%
B	Investor Complaints				
	Pending at the beginning of the quarter	0			
	Received during the quarter	5			
	Disposed of during the quarter	5			
	Remaining unresolved at the end of the quarter	0			

Since the options granted are anti dilutive hence diluted EPS is not computed

GAMMON INDIA LIMITED
An ISO 9001 Company

GAMMON HOUSE, VEER SAVARKAR MARG, P. O. BOX NO. 9129, PRABHADEVI, MUMBAI-400 025. INDIA.





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Notes:

1. The Financial Results were reviewed by the Audit Committee and taken on record by the Board of Directors of the Company at its meeting held on 12 August 2013 and have been subjected to limited review by the Statutory Auditors of the Company as required by Clause 41 of the listing agreement.
2. During the previous years, the Company has recognized revenue to the extent of Rs.15009 Lacs being the award from the arbitral tribunal received for its projects and were recognized under trade receivables. The Company had also recognised revenue of Rs.5800 Lacs in respect of one of the project based on advanced negotiation and discussion with the client and is confident of realising the same, pending the final revision in contract value.
3. The Board of Directors has considered and approved the Restructuring of Company's debts as per the Corporate Debt Restructuring Letters of Approval (CDR LOA) dated 29 June 2013 and 31 July 2013, received pursuant to the Restructuring Package approved by the CDR Empowered Group, at its meeting held on 24 June 2013. As per the terms and conditions of the LOA, the CDR Package has to be implemented within 120 days from the date of LOA. The Cut - off date of the CDR package is 1 January 2013.
4. Exceptional item for the quarter ended 30 June 2013 represents the fees and costs in connection with the CDR process of the Company of Rs.193 Lacs. The exceptional items in the quarter and full year ended 31 March 2013 includes provision made by the Company on a prudent basis, considering current economic scenario in Europe, in connection with investments / advances of Rs.9529 Lacs and Rs.1135 lacs in respect of its receivables and assets in connection with its overseas JV and Branch.
5. The Company is engaged mainly in "Construction and Engineering" segment. The Company also has "Real Estate Development" and Windmills as other segments. Revenue from such activities is not significant and accounts for less than 10% of the total revenue and total assets of the Company. Therefore no disclosure of separate segment reporting as required in terms of Accounting Standard AS -17 is done in respect of these segments.
6. The figures for the quarter ended 31 March 2013 are the balancing figure between the audited figures in respect of full financial year ended 31 March 2013 and the unaudited published year to date figures up to 31 Dec 2012, being the end of the third quarter of the respective financial year.
7. Corresponding figures of the previous period have been regrouped / rearranged wherever necessary.

For **Gammon India Limited**

Abhijit Rajan

Chairman & Managing Director

Mumbai, 12 Aug 2013

Natvarlal Vepari & Co.

CHARTERED ACCOUNTANTS

Oricon House, 4th Floor, 12, K. Dubash Marg, Mumbai-400 023. • Tel : 6752 7100 • Fax : 6752 7101 • E-Mail : nvc@nvc.in

Limited Review Report

Review Report to
The Board of Directors
Gammon India Limited

1. We have reviewed the accompanying statement of unaudited Standalone financial results of Gammon India Limited ('the Company') for the quarter ended June 30, 2013 (the "Statement"), except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. We did not review the financial statements of Gammon India Limited - Nagpur Branch, which was reviewed by the branch auditors whose reports have been received by us. Our opinion so far as transactions of the said Branches are concerned, is based solely on the limited review report of the Branch Auditors.
4. Without qualifying our review report we re-iterate our emphasis of matter contained in our audit report dated May 30, 2013 on the financial statements for the year ended 31st March 2013 and further updation thereon relating to:
 - We draw attention to Note no 2 of the notes to the Statement of un-audited standalone financial results relating to recoverability of an amount of Rs. 150.09



Natvarlal Vepari & Co.

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crores under trade receivables in respect of contract revenue where the Company has received arbitration awards in its favor in respect of which the client has preferred an appeal for setting aside the said arbitration awards and Rs. 58.00 crores where the Company is confident of recovery based on advanced stage of negotiation and discussion. The recoverability is dependent upon the final outcome of the appeals & negotiations getting resolved in favor of the company.

- Note no 3 of the notes to the Statement of un-audited standalone financial results regarding admission of the company's proposal by the CDR empowered group for Corporate Debt Restructuring of the company's debt. The CDR Empowered Group has issued Letter of Acceptance (LOA) of the Corporate Debt Restructuring Scheme of the Company vide its letter dated 29th June 2013.
- Note no 33 of the explanatory notes of the financial statements for the year ended 31st March 2013 relating to the investments in overseas and Indian operations of the group and its consequent impairment assessments by the company. The company on the principle of prudence and conservatism has recognized provisions on certain amounts. The Impairment if any would be dependent on the achievement of the projections on the basis of which the impairment assessments were done.
- Note no 23 (a) of the explanatory notes of the financial statements for the year ended 31st March 2013 regarding payment of remuneration to the managerial persons being in excess of the limits specified by the relevant provisions of Companies Act 1956 by Rs. 1.78 crores for the quarter ended 30th June 2013, Rs. 13.33 crores for the year ended 31st March 2013 and Rs. 2.90 crores for the year ended 31st March 2012. The company has sought the shareholders' approval in the last General Meeting for the remuneration paid as the minimum remuneration and pursuant thereto made an application to the central government in this regard for such excess payment of managerial remuneration. Pending the final outcome of the company's application no adjustments have been made to the accompanying financial statements in this regard.

5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with recognition and measurement principles laid down in



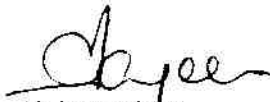
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Accounting Standard 25 "Interim Financial Reporting", notified pursuant to the Companies (Accounting Standards) Rules, 2006, (as amended) and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Natvarlal Vepari & Co.
Chartered Accountants
Firm registration number:106971W



N Jayendran

Partner

M. No. 40441

Mumbai, Dated : August 12 , 2013

