GMR Infrastructure Limited

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

Financial Results for the Quarter & Year ended March 31, 2010

Particulars	Consolidated Results (in Rs. Lakhs, except for share data)			
	Quarter ended March 31		Year ended March 31	
	2010 Unaudited	2009 Unaudited	2010 Audited	2009 Audited
1. Revenue from Operations				
Gross Sales/ Income from Operations	130,073	144,339	512,342	447,619
Less: Revenue share paid / payable to Concessionaire grantors	17,577	11,560	55,691	45,697
Net Sales/ Income from Operations	**112,496**	**132,779**	**456,651**	**401,922**
2. Expenditure				
a) Consumption of Fuel	31,175	37,589	138,692	135,602
b) (Increase) or Decrease in Stock in Trade	71	(905)	(284)	(905)
c) Generation and Operating Expenses	20,456	33,564	78,827	59,636
d) Purchase of Traded goods	8,191	12,491	40,424	33,926
e) Employees Cost	11,393	10,361	29,316	34,048
f) General and Administrative Expenditure	9,753	11,039	33,245	32,936
Total Operating Cost	**81,039**	**104,139**	**320,220**	**295,243**
3. E B I D T A (1) - (2)	**31,457**	**28,640**	**136,431**	**106,679**
4. Depreciation / Amortization	16,416	11,049	61,224	38,983
5. Profit from Operations before Other Income, Interest and Exceptional items (3) - (4)	**15,041**	**17,591**	**75,207**	**67,696**
6. Other Income	10,705	(92)	16,339	2,137
7. Profit from Operations before Interest and Exceptional items (5) + (6)	**25,746**	**17,499**	**91,546**	**69,833**
8. Interest (net)	22,269	11,523	72,233	36,820
9. Profit / (Loss) from Ordinary Activities before tax (7) - (8)	**3,477**	**5,976**	**19,313**	**33,013**
10. Provision for Taxation				
- Current Tax (including Fringe Benefit Tax)	322	3,970	7,076	7,614
- Less: MAT Credit entitlement	(441)	-	(441)	-
- Deferred Tax	(7,490)	(2,111)	(9,856)	(2,312)
11. Net Profit/(Loss) from Ordinary Activities after tax and before minority interest and share of profit /(loss) from associates	**11,086**	**4,117**	**22,534**	**27,711**
12. Minority Interest	2,996	(1,207)	4,536	(234)
13. Share of Profit / (Loss) from Associates	(785)	-	(2,158)	-
14. Net Profit/(Loss) from Ordinary Activities after tax and minority interest and share of profit /(loss) from associates	**7,305**	5,324	**15,840**	**27,945**
15. Paid-up equity share capital	**36,674**	**36,413**	**36,674**	**36,413**
(Face value - Re. 1 per share)				
16. Reserves excluding Revaluation Reserves as per Balance Sheet	-	-	**630,032**	610,700
17. Earnings Per Share - Basic and Diluted - (Rs.)	**0.20**	**0.15**	**0.43**	**0.77**
(not annualised)				
Weighted average number of shares used in computing Earning Per Share	**3,667,351,642**	**3,641,305,034**	**3,661,715,973**	**3,641,299,958**
18. Public Shareholding				
- Number of shares	**918,818,598**	**913,628,602**	**918,818,598**	**913,628,602**
- Percentage of shareholding	**25.05%**	**25.09%**	**25.05%**	**25.09%**
19. Promoters and Promoter Group Share Holding				
a) Pledged / Encumbered				
- Number of shares	**410,683,558**	**517,315,774**	**410,683,558**	**517,315,774**
- Percentage of shares (as % of the total shareholding of promoter and promoter group)	**14.94%**	**18.97%**	**14.94%**	**18.97%**
- Percentage of shares (as % of the total share capital of the company)	**11.20%**	**14.21%**	**11.20%**	**14.21%**
b) Non- Encumbered				
- Number of shares	**2,337,852,236**	**2,210,371,800**	**2,337,852,236**	**2,210,371,800**
- Percentage of shares (as % of the total shareholding of promoter and promoter group)	**85.06%**	**81.03%**	**85.06%**	**81.03%**
- Percentage of shares (as % of the total share capital of the company)	**63.75%**	**60.70%**	**63.75%**	**60.70%**

GMR Infrastructure Limited

Report on Consolidated Segment Revenue, Results and Capital Employed

(in Rs. Lakhs)

Particulars	Quarter ended March 31		Year ended March 31,	
	2010 Unaudited	2009 Unaudited	2010 Audited	2009 Audited
1. Segment Revenue				
a) Airports	60,929	39,231	204,553	166,321
Less: Revenue share paid / payable to Concessionaire grantors	17,577	11,560	55,691	45,697
Net Airports Revenue	43,352	27,671	148,862	120,624
b) Power	42,877	64,924	203,947	213,871
c) Roads	9,090	4,604	34,607	15,190
d) EPC	1,758	30,417	40,985	30,417
e) Others	16,682	7,122	33,079	25,215
Total	**113,759**	**134,738**	**461,480**	**405,317**
Less: Inter Segment	1,263	1,959	4,829	3,395
Net Segment Revenue	**112,496**	**132,779**	**456,651**	**401,922**
2. Segment Result [Profit before tax and interest (net of interest income)]				
a) Airports	9,484	(1,270)	24,012	1,400
b) Power	7,804	7,404	25,983	41,078
c) Roads	3,704	2,224	16,092	7,102
d) EPC	3,305	8,146	14,444	8,146
e) Others	3,760	852	13,335	12,322
	28,057	17,356	93,866	70,048
Less: Inter Segment	2,311	(143)	2,320	215
Net Segment Result	**25,746**	**17,499**	**91,546**	**69,833**
Less: Interest expenses (net)	22,269	11,523	72,233	36,820
Profit before tax	**3,477**	**5,976**	**19,313**	**33,013**
3. Capital employed				
(Segment Assets - Segment Liabilities)				
a) Airports	299,035	299,372	299,035	299,372
b) Power	390,475	302,860	390,475	302,860
c) Roads	92,438	70,372	92,438	70,372
d) EPC	23,109	10,748	23,109	10,748
e) Others	575,581	582,561	575,581	582,561
	1,380,639	1,265,913	1,380,639	1,265,913
Less: Inter Segment	514,970	437,502	514,970	437,502
Total	**865,668**	**828,411**	**865,668**	**828,411**

Notes to consolidated results:

1. **Consolidation and Segment Reporting**

   a. Pursuant to the provisions of Clause 41 of the Listing Agreement, GMR Infrastructure Limited ("the Company") has opted to publish only the consolidated results. The Company carries on its business in five business verticals, viz., Airports, Energy, Roads, Engineering Procurement Construction (EPC) and Others through various subsidiaries, joint ventures and associates (hereinafter referred to as "The Group"), 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 joint ventures are consolidated to the extent of the Company's shareholding in such joint ventures. The associates are accounted under the equity method as prescribed under Accounting Standard (AS) 23 'Accounting for Investment in Associates in Consolidated Financial Statements'. 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 prepared in accordance with principles and procedures as set out in the 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', notified pursuant to the Companies (Accounting Standard) Rules, 2006 (as amended).

   c. The segment reporting of the Company and its Group has been prepared in accordance with AS 17 on Segment Reporting notified pursuant to the Companies (Accounting Standard) Rules, 2006 (as amended).

   The business segments of the Group 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
EPC	Handling of engineering, procurement and construction solution in the infrastructure sector
Others	Urban Infrastructure and other residual activities

2. Pursuant to the expiry of the Power Purchase Agreement of GMR Energy Limited (GEL), a subsidiary of the Company, with Karnataka Power Transmission Corporation Limited on June 8, 2008, GEL has been generating and selling power directly to consumers as a merchant plant based on short term power supply agreements. Subsequent to December 31, 2009, GEL has commenced the process of relocation to Kakinada (Andhra Pradesh) and conversion of the barge-mounted power plant to a natural gas fuel source power plant. The relocation and conversion to alternate fuel is expected to be completed by July 2010.

3. The Government of Karnataka vide its Order No.EN 540 NCE 2008 dated January 1, 2009 (the Order) invoked Section 11 of the Electricity Act, 2003 ("the Act") and directed the Company to supply power to the State Grid for the period 1st January, 2009 to 31st May, 2009 at a specified rate. The period was subsequently extended up to June 5, 2009 vide Order No. EN 325 NCE 2009 dated September 22, 2009. The Company had an existing contract with a buyer till January 31, 2009 at a selling rate higher than such specified rate and, as such, filed a petition before the Hon'ble High Court of Karnataka challenging the Order. Revenue recognition in respect of power supplied for January 2009 has been made in the books as per the original contracted rate, based on a legal opinion. The differential revenue, so recognized in the books in the previous year, amounts to Rs. 4,404 Lakhs.

Based on the interim directions of the Hon'ble High Court of Karnataka in the month of March 2009, Karnataka Electricity Regulatory Commission ('KERC') has recommended a higher bandwidth of tariff than the specified rate in the Order. However, revenue recognition for the four months ended June 5, 2009 has been made, on a prudent basis, as per the rate specified in the Order. Accordingly, the differential amount of Rs. 6,312.81 Lakhs has not been recognized in the books as revenue considering the maximum rate prescribed by KERC.

The Hon'ble High Court of Karnataka vide its Order dated March 26, 2010 has dismissed the petition of the Company challenging the Order invoking section 11(1) of the Electricity Act, 2003 with a direction that if the Order has any adverse financial impact on the Company, then a remedy is provided to the Company to approach the appropriate commission under the Act empowered to offset the adverse financial impact in such manner as it considers appropriate.

GEL, on April 21, 2010, filed a Special Leave Petition with the Hon'ble Supreme Court of India challenging the above Judgment of the Hon'ble High Court of Karnataka. The said petition has been accepted by the Hon'ble Supreme Court of India.

4. In case of GMR Power Corporation Limited (GPCL), claims/counterclaims arising out of the Power Purchase Agreement (PPA) and Land Lease Agreement (LLA) in respect of the dues recoverable from Tamil Nadu Electricity Board (TNEB) on account of Sale of Energy including reimbursement towards Interest on Working Capital, Minimum Alternate Tax, Rebate, Start/Stop charges and payment of land lease rentals to TNEB respectively were pending settlement/reconciliation with TNEB. In this regard, GPCL had approached Tamil Nadu Electricity Regulatory Commission (TNERC) to resolve the aforementioned claims/counterclaims. TNERC had vide its order dated April 16, 2010 (hereinafter referred to as "order") directed GPCL to submit all of its claims calculated in accordance with the directions set forth in the order issued by TNERC within a period of two months from the date of the order. GPCL has filed its claim on April 30, 2010.

   In view of the favorable order from TNERC, GPCL has written back provision amounting to Rs.3,032 Lakhs made against amounts recognized as due as per the terms of the PPA. However, pending acceptance of claims by TNEB, and in accordance with the Group's accounting policy, claims aggregating to Rs. 40,213 Lakhs have not been recognised in these financial statements.

5. In accordance with the terms of memorandum of understanding entered into by Delhi International Airport Pvt Ltd. (DIAL), a subsidiary of the Company, with one of its customer during the year it has determined and accrued revenue aggregating to Rs 3,731 Lakhs (including Rs 2,644 Lakhs pertaining to period up to March 31, 2009) and interest thereon of Rs 591 Lakhs as recoverable from the customer.

6. During the quarter, GMR OSE Hungund Hospet Expressways Private Limited, which is implementing the road project between Hungund and Hospet in Karnataka, has become a subsidiary of the Company.

7. During the quarter, the Company along with its subsidiaries has made a further investment of 49.21% in GMR Chennai Outer Ring Road Private Limited (GCORRPL), whereby the effective holding of the Company in GCORRPL has increased to 89.79% and GCORRPL became a subsidiary of the Company.

8. Subsequent to March 31, 2010, the Company has entered into an agreement with Claymore Investments (Mauritius) Pte. Ltd., a wholly owned subsidiary of Temasek Holding (Private) Limited of Singapore, to make an investment of Rs. 93,000 lakhs in GEL in the form of compulsorily convertible cumulative preference shares. The transaction is expected to close by July, 2010.

9. During the quarter the Company has issued Zero Coupon Unsecured Non Convertible Debentures of Rs. 50,000 Lakhs to ICICI Bank redeemable in 5 annual installments at a premium, yielding a return of 14% p.a.

10. During the quarter, GMR Hyderabad International Airport Ltd (GHIAL) has filed a scheme of arrangement with the Hon’ble High Court of Andhra Pradesh, pursuant to which the Hotel Division of GHIAL is proposed to be vested into GMR Hotels and Resorts Limited (GHRL), a wholly owned subsidiary of GHIAL, with the appointed date as April 01, 2009. Pending approval of the above-mentioned scheme of arrangement, no effect has been given thereof in these financial results.

11. Consequent to the approval of the shareholders in their Annual General Meeting held on August 31, 2009, the Board of Directors had fixed record date October 5, 2009 for sub-division of Equity Shares of the Company of Rs. 2/- each into 2 Equity Shares of Re. 1/- each. Weighted average number of shares used in computing the Earnings Per Share is based on a face value of Re.1/- per share.

12. Subsequent to the end of the year, on April 21, 2010, the Company has allotted 225,080,390 Equity Shares of Re.1/- each at the Issue Price of Rs. 62.20 per Equity Share (including Rs. 61.20/- towards share premium) to Qualified Institutional Buyers under Chapter VIII of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009.

13. The Company, through its step-down subsidiary, GMR Energy Global Limited, has entered into necessary arrangements to acquire 50% economic 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 8146 MW capacity across five countries in four continents and is further developing 4400 MW. The financial results of Intergen NV have not been considered in the consolidated results of the Company pending conversion of such CCDs

14. Interest and other finance charges are net of interest income, amounting to Rs. 3,779 Lakhs for the quarter ended March 31, 2010 (2009: Rs. 3,128 lakhs) and for the year ended March 31, 2010 Rs.12, 795 lakhs (2009: Rs. 9,667 lakhs).

15. Information pertaining to the Company on standalone basis (in Rs. Lakhs)

	Quarter ended March 31		Year ended March 31	
	2010	2009	2010	2009
	Unaudited	Unaudited	Audited	Audited
(a) Turnover	5,750	2,559	16,936	15,920
(b) Profit before tax	(1,258)	1,133	1,364	10,399
(c) Profit after tax	(313)	932	1,345	9,767

16. The Ministry of Corporate Affairs, Government of India has vide its Notification No GSR 225 (E) dated March 31, 2009 has announced Companies Accounting Standards (Amendment) Rules 2009 prescribing changes to Accounting Standard 11 on ‘The Effects of Changes in Foreign Exchange Rates’.

    The Group has, pursuant to the adoption of principles of Companies Accounting Standard (Amendment) Rules 2009, exercised the option of recognizing the exchange differences arising in reporting of foreign currency monetary items at rates different from those at which they were recorded earlier, in the original cost of such depreciable assets in so far such exchange differences arose on foreign currency monetary items relating to the acquisition of depreciable assets.

Accordingly, exchange gain amounting to Rs. 2,487 Lakhs for the quarter ended March 31, 2010 (2009: Loss Rs. 4,357 Lakhs) and Rs. 9,012 Lakhs for the year ended March 31, 2010 (2009: Loss Rs. 18,053 Lakhs) have been accounted based on the above option exercised by the Group.

17. During the quarter, a subsidiary company has reassessed recognition of all the timing differences which have originated upto March 31, 2010 and has recognized net deferred tax asset amounting to Rs. 7,418 Lakhs which include deferred tax asset amounting to Rs. 14,700 Lakhs on carry forward business loss and unabsorbed depreciation available for set-off from future taxable income before commencement of the expected tax holiday period as management believes that there is virtual certainty, with convincing evidence, of availability of such future taxable income

18. Investor complaints / references: During the current quarter, 21 investor complaints / references were received and resolved. There were no complaints / references pending, both at the beginning and end of the quarter.

19. The consolidated results of the Group for the quarter ended March 31, 2010 and year ended on that date have been reviewed by the Audit Committee at their meeting on May 24, 2010 and approved by the Board of Directors at their meeting concluded on May 24, 2010.

20. The Statutory Auditors of the Company have carried out the audit of the above consolidated financial results of the Group for the year ended March 31, 2010. The auditors have also carried out the audit of the standalone results of the Company for year ended on that date published on Company's website and furnished to the stock exchanges.

21. Figures pertaining to previous periods have been regrouped, reclassified and restated, wherever necessary, to conform to the classifications adopted in the current quarter.

For GMR Infrastructure Limited

New Delhi
May 24, 2010

Srinivas Bommidala
Managing Director