



GVK Power & Infrastructure announces Consolidated Financial Results – Q1 2014 - 15

Hyderabad August 13, 2014: GVK Power & Infrastructure Limited (GVKPIL) today announced its unaudited consolidated Financial Results for the quarter ended June, 2014 after its financial results were taken on record by the Board of Directors at its meeting held today.

Financial Highlights

GVKPIL registered a consolidated total income from operations of Rs. 712.67 Crore for the quarter ended June 30, 2014, as against Rs. 699.52 Crore during the corresponding quarter of the previous year.

GVKPIL's consolidated net loss for the quarter ended June 30, 2014 is Rs. 281.34 Crore as against a net loss of Rs. 30.59 Crore in the corresponding quarter of the previous year. The loss during the quarter was attributable mainly due to the following reasons.

1. The loss in MIAL is attributable to the one-time charge of Rs. 286.78 Crore which is the written down value of the old terminal T2 that has been demolished. The higher financial expenses (Rs. 130.30 Crore) and higher depreciation (Rs. 137.17 Crore, which includes Rs. 29.21 Crore due to changed useful life of assets as per the new company's Act effective April 1, 2014) are on account of the capitalisation of the new terminal T2. In addition, tariff through which we can recover these costs for the control period beginning April 1, 2014 has not been issued yet, as such, aero revenues have been accounted based on the tariff order issued for the earlier control period.
2. The loss in BIAL is attributable higher financial expenses (Rs. 53.35 Crore) and higher depreciation (Rs. 55.62 Crore) on account of the capitalisation of the expansion project (upgradation of the Terminal and facilities). Though the new tariff through which we can recover costs, has been approved, but its effective July 1, 2014. In addition to the above, there is a higher depreciation charge of Rs. 31.37 Crore due to changed useful life of assets as per the new company's Act effective April 1, 2014.
3. Stoppage of supply of gas for two power plants and reduced supply to one plant as a result of which the plants operated at very low capacity.

Operational Highlights

Airports

MIAL - Mumbai International Airport Private Limited recorded revenue of Rs. 561.06 Crore for the quarter ended June 30, 2014 as against that of Rs. 536.06 Crore for the corresponding quarter of the previous year registering an increase of 4.66 %. The loss for the quarter ended June 30, 2014 is Rs. 244.54 Crore as against profit of Rs. 93.56 Crore in the corresponding quarter of the previous year.

BIAL - Bangalore International Airport Limited recorded revenue of Rs. 182.80 Crore for the quarter ended June 30, 2014 as against Rs. 160.72 Crore for the corresponding quarter of the previous year registering an increase of 14 %. The loss for the quarter ended June 30, 2014 is Rs. 30.05 Crore as against the profit of Rs. 64.97 Crore in the corresponding quarter of the previous year.

Transportation

GVK Jaipur Expressway Private Limited recorded revenue of Rs. 70.54 Crore for the quarter ended June 30, 2014 as against Rs. 63.78 Crore for the corresponding quarter of the previous year registering an increase of 10.60 % in the revenue in the quarter. Net Profit for the quarter ended June 30, 2014 is Rs.18.96 Crore as against Rs. 11.97 Crore in the corresponding quarter of the previous year registering an increase of 58.41 %. Traffic increased by 4 % over the same period.

Energy

The three gas based projects i.e. 464 MW GVK Gautami Power Limited and 235 MW Phase I & 220 MW Phase II projects of GVK Industries Limited have recorded revenue of Rs. 74.16 Crore for the quarter ended June 30, 2014 as against Rs. 86.62 Crore for the corresponding quarter of the previous year. This reduction is mainly due to stoppage of Gas supply from KG basin to two gas plants and reduced gas supply to one plant.

Other Highlights

During the quarter ended June 30, 2014, the Company accomplished the following milestones

- GVK Hancock, Australia welcomed the recommendations from the Land Court that the Environmental Authority and Mining Lease for its Alpha coal project be granted subject to conditions.
- GVK EMRI's safe and reliable emergency response service helped reduce maternal and infant mortality ratio in states across India.
- GVK EMRI was awarded the Public Private Partnership (PPP) Initiative of the Year in Healthcare at the National Summit on ICT in Healthcare organized by ASSOCHAM.
- GVK KIA was bestowed with 'Best Airport Award' and 'Best Airport Marketing Award 2013' at the first South India Travel Awards held in Hyderabad.
- GVK CSIA was bestowed with 'Golden Peacock Innovative Product / Service Award' for the year 2014 for its Pranaam GVK Guest Services.
- GVK CSIA was bestowed with Best Managed Airport Award at the 8th CNBC AWAAZ Travel Awards.
- GVK EMRI was declared a winner for Building EM Capacity in Hospitals through Emergency Room Technicians at Development Marketplace 2014, Guwahati

About GVK

GVK is a leading Indian conglomerate with presence across energy, resources, airports, transportation, hospitality and life sciences sectors. GVK set up India's first independent power plant and has around 6000 MW projects under generation and development. It is the first company in India to develop six-lane road project under PPP model and has around 3000 lane km expressway projects under operations and development. As one of India's largest private sector airport operators, GVK handles over 45 mppa through India's first brownfield airport under PPP model - Chhatrapati Shivaji International Airport, Mumbai and Kempegowda International Airport, Bengaluru and is developing two airports in Indonesia. Having already invested over USD 4.3 billion, GVK has projects worth over another USD 6.6 billion in the pipeline, in India. It has acquired Australian Coal Mines in Queensland with 8 bt reserves for USD 1.26 billion and envisages an investment of USD 10 billion for setting up mines, 500 km rail project and 60 mtpa port project which will form one of the world's largest integrated coal mining operations.

For further information please contact:

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