

# BAJAJ

Bajaj Holdings & Investment Limited  
(formerly Bajaj Auto Limited)

CIN: L65993PN1945PLC004656

Regd. Office : Bajaj Auto Limited Complex,  
Mumbai Pune Road, Akurdi, Pune 411035.  
Tel.: 020-27472851, Fax: 020-27407380  
Website: www.bhil.in

26 July 2019

To Corporate Relations Department. <b>BSE Limited</b> 1st Floor, New Trading Ring Rotunda Building, P J Tower Dalal Street, Fort, Mumbai 400 001.	To Corporate Listing Department. <b>National Stock Exchange of India Ltd.</b> Exchange Plaza, 5th Floor Plot No.C-1, G Block Bandra-Kurla Complex Bandra (East), MUMBAI 400 051.
<b>BSE CODE: 500490</b>	<b>NSE CODE: BAJAJHLDNG</b>

Dear Sir/Madam,

**Subject: Unaudited financial results for the first quarter ended 30 June 2019**

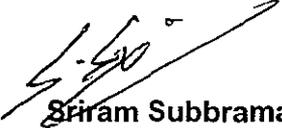
In terms of the provisions of Regulation 30 (read with Part A of Schedule III) and 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, we enclose the following statements for the first quarter ended 30 June 2019, which were approved and taken on record at the meeting of the Board of Directors held today, the 26 July 2019:

- Unaudited Standalone and Consolidated Financial Results for the first quarter ended 30 June 2019;
- Limited Review Reports for the first quarter ended 30 June 2019; and
- Press Release.

The meeting commenced at 3.00 P.M. and concluded at 3.45 P.M.

Thanking you,  
Yours faithfully,

For Bajaj Holdings & Investment Limited

  
Sriram Subbramianiam  
Company Secretary



Encl: as above.

# BAJAJ

## Bajaj Holdings & Investment Limited

CIN : L65993PN1945PLC004656

Registered Office : Mumbai - Pune Road, Akurdi, Pune 411 035

Website : www.bhil.in ; E-mail : investors@bhil.in ; Telephone : +91 20 27472851 ; Fax : +91 20 27407380

### Statement of standalone unaudited financial results for the quarter ended 30 June 2019

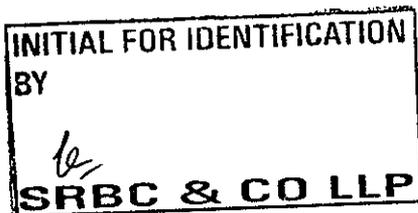
(₹ In Crore)

Particulars	Quarter ended			Year ended
	30.06.2019	31.03.2019	30.06.2018	31.03.2019
	(Reviewed)	(Audited)	(Reviewed)	(Audited)
<b>1 Income</b>				
Interest income	60.66	77.56	92.88	360.98
Dividend income	5.24	2.16	4.68	608.85
Rental income	4.30	4.26	4.83	18.10
Net gain on fair value changes	2.58	(1.39)	1.96	5.70
Total revenue from operations	72.78	82.59	104.35	993.63
Other income	10.50	1.17	1.16	4.64
<b>Total income</b>	<b>83.28</b>	<b>83.76</b>	<b>105.51</b>	<b>998.27</b>
<b>2 Expenses</b>				
Employee benefits expenses	8.66	7.51	6.89	28.13
Finance costs - Interest on operating lease liability (See note 2)	2.58	-	-	-
Depreciation, amortisation and impairment (See note 2)	7.82	0.88	1.25	4.10
Other expenses	21.53	29.40	7.38	56.40
<b>Total expenses</b>	<b>40.59</b>	<b>37.79</b>	<b>15.52</b>	<b>88.63</b>
<b>3 Profit before tax (1-2)</b>	<b>42.69</b>	<b>45.97</b>	<b>89.99</b>	<b>909.64</b>
<b>4 Tax expense</b>				
Current tax	19.37	22.58	38.00	129.95
Deferred tax	0.48	(0.60)	(5.53)	(8.50)
<b>Total tax expense</b>	<b>19.85</b>	<b>21.98</b>	<b>32.47</b>	<b>121.45</b>
<b>5 Profit after tax (3-4)</b>	<b>22.84</b>	<b>23.99</b>	<b>57.52</b>	<b>788.19</b>
<b>6 Other comprehensive income, net of tax</b>				
(a) Items that will not be reclassified to profit or loss	(35.35)	339.88	31.88	515.99
(b) Items that will be reclassified to profit or loss (See note 4)	(10.76)	-	-	-
<b>Total other comprehensive income, net of tax</b>	<b>(46.11)</b>	<b>339.88</b>	<b>31.88</b>	<b>515.99</b>
<b>7 Total comprehensive income (5+6)</b>	<b>(23.27)</b>	<b>363.87</b>	<b>89.40</b>	<b>1,304.18</b>
<b>8 Paid-up equity share capital (Face value of ₹ 10)</b>	<b>111.29</b>	<b>111.29</b>	<b>111.29</b>	<b>111.29</b>
<b>9 Other equity</b>				<b>10,878.13</b>
<b>10 Basic and diluted earnings per share (₹) (not annualised)</b>	<b>2.1</b>	<b>2.2</b>	<b>5.2</b>	<b>70.8</b>

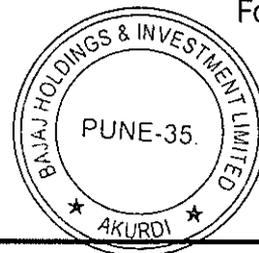


**Notes :**

1. The Company is essentially a holding and investment company focussing on earning income through dividends, interest and gains on investments held. Hence, the Company's business activity falls within a single business segment i.e. investments and therefore, segment reporting in terms of Ind AS 108 on Operating Segment is not applicable.
2. The Company has adopted Ind AS 116, which became effective for reporting period beginning 1 April 2019 and applied the standard to its lease arrangements using the Modified Retrospective Approach. The cumulative effect of application of the standard has been recognised on the date of initial application (1 April 2019). This has resulted in recognition of a right-of-use asset of ₹ 194.52 crore and a corresponding lease liability of ₹ 178.25 crore (net of payments made) as at 1 April 2019. Consequently, the lease rent expense, in respect of operating lease, is now partially reflected under Depreciation, on right-of-use asset, and partially under Finance costs as interest on operating lease liability.
3. The Company has on 17 June 2019 acquired 30,85,712 equity shares representing 27% stake in Maharashtra Scooters Limited (MSL) from Western Maharashtra Development Corporation Limited (WMDC), pursuant to the Supreme Court Order dated 9 January 2019 for a total consideration of ₹239.25 crore, comprising of a price of ₹ 232 per share aggregating ₹ 71.59 crore along with interest at 18% p.a. from the date of the arbitral award i.e. 14 January 2006 up to the date of payment amounting to ₹ 167.66 crore (gross of TDS). Upon this acquisition, the Company holds 51% of the share capital of MSL and MSL has since become a subsidiary.
4. The company has, during the quarter, changed its business objectives of holding investments in Fixed income securities from "Hold to Maturity" (HTM) to available for sale when required to re-align interest rates and tenors. Consequently, the fixed income securities have been fair valued with the gain/(loss) recognised as "Other comprehensive Income" (OCI) that will be reclassified to profit and loss on sale.
5. The above results have been reviewed by the Audit Committee and approved by the Board of Directors in the meeting held on 26 July 2019 and subjected to a limited review by the statutory auditors.



Pune  
26 July 2019



By order of the Board of Directors  
For Bajaj Holdings & Investment Limited

*Sanjiv Bajaj*  
Sanjiv Bajaj  
Managing Director & CEO

AGBY

# BAJAJ

## Bajaj Holdings & Investment Limited

CIN : L65993PN1945PLC004656

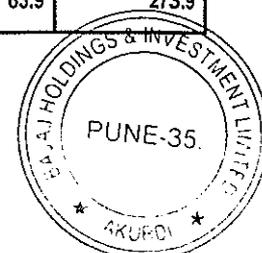
Registered Office : Mumbai - Pune Road, Akurdi, Pune 411 035

Website : www.bhil.in ; E-mail : investors@bhil.in ; Telephone : +91 20 27472851 ; Fax : +91 20 27407380

### Statement of consolidated unaudited financial results for the quarter ended 30 June 2019

(₹ In Crore)

Particulars	Quarter ended			Year ended
	30.06.2019	31.03.2019	30.06.2018	31.03.2019
	(Reviewed)	(Audited)	(Reviewed)	(Audited)
<b>1 Income</b>				
Interest income	64.60	77.57	92.88	360.99
Dividend income	5.24	2.16	4.68	40.36
Rental income	4.30	4.27	4.83	18.12
Net gain on fair value changes	3.08	(0.98)	2.32	7.23
Revenue from contracts with customers - Sale of goods	1.37	-	-	-
Others	0.04	-	-	-
Total revenue from operations	78.63	83.02	104.71	426.70
Other income	10.50	1.18	1.16	4.65
<b>Total income</b>	<b>89.13</b>	<b>84.20</b>	<b>105.87</b>	<b>431.35</b>
<b>2 Expenses</b>				
Employee benefits expense	10.80	7.51	6.89	28.13
Finance costs - Interest on operating lease liability (See note 3)	2.58	-	-	-
Cost of raw materials consumed	1.09	-	-	-
Changes in inventories of finished goods, work-in-progress	(0.74)	-	-	-
Depreciation, amortisation and impairment (See note 3)	8.25	0.88	1.25	4.10
Other expenses	22.37	29.41	7.39	56.43
<b>Total expenses</b>	<b>44.35</b>	<b>37.80</b>	<b>15.53</b>	<b>88.66</b>
<b>3 Share of profits of associates and joint venture</b>	<b>645.32</b>	<b>766.92</b>	<b>653.50</b>	<b>2,827.33</b>
<b>4 Profit before tax (1-2+3)</b>	<b>690.10</b>	<b>813.32</b>	<b>743.84</b>	<b>3,170.02</b>
<b>5 Tax expense</b>				
Current tax	19.39	22.90	38.00	130.27
Deferred tax	0.60	(1.02)	(5.41)	(8.63)
Total tax expense	19.99	21.88	32.59	121.64
<b>6 Profit after tax (4-5)</b>	<b>670.11</b>	<b>791.44</b>	<b>711.25</b>	<b>3,048.38</b>
<b>7 Profit attributable to non-controlling interests</b>	<b>0.83</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>8 Profit for the period (6-7)</b>	<b>669.28</b>	<b>791.44</b>	<b>711.25</b>	<b>3,048.38</b>
<b>9 Other comprehensive income, net of tax</b> (including share of associates and joint venture)				
(a) Items that will not be reclassified to profit or loss (See note 4)	3,790.79	534.68	270.80	1,100.71
(b) Items that will be reclassified to profit or loss (See note 5)	(10.76)	70.01	(206.51)	27.24
<b>Total other comprehensive income, net of tax</b>	<b>3,780.03</b>	<b>604.69</b>	<b>64.29</b>	<b>1,127.95</b>
<b>10 Total comprehensive income (6+9)</b>	<b>4,450.14</b>	<b>1,396.13</b>	<b>775.54</b>	<b>4,176.33</b>
<b>11 Profit attributable to:</b>				
Owners of the company	669.28	791.44	711.25	3,048.38
Non-controlling interests	0.83	-	-	-
<b>12 Total comprehensive income attributable to:</b>				
Owners of the company	4,273.67	1,396.13	775.54	4,176.33
Non-controlling interests	176.47	-	-	-
<b>13 Paid-up equity share capital (Face value of ₹ 10)</b>	<b>111.29</b>	<b>111.29</b>	<b>111.29</b>	<b>111.29</b>
<b>14 Other equity</b>				<b>26,841.01</b>
<b>15 Basic and diluted earnings per share (₹) (not annualised)</b>	<b>60.1</b>	<b>71.1</b>	<b>63.9</b>	<b>273.9</b>



**Notes :**

1. The consolidated financial results include consolidated results of the following companies:

	Name of the company	% shareholding and voting power of Bajaj Holdings & Investment Limited and its subsidiary	Consolidated as
a.	Bajaj Auto Limited	35.77%	Associate
b.	Bajaj Finserv Limited	41.63%	Associate
c.	Bajaj Auto Holdings Limited	100%	Subsidiary
d.	Maharashtra Scooters Limited	51%	Subsidiary

2. The Company is essentially a holding and investment company focussing on earning income through dividends, interest and gains on investments held. Hence, the Company's business activity falls within a single business segment i.e. investments and therefore, segment reporting in terms of Ind AS 108 on Operating Segment is not applicable.

3. The Company has adopted Ind AS 116, which became effective for reporting period beginning 1 April 2019 and applied the standard to its lease arrangements using the Modified Retrospective Approach. The cumulative effect of application of the standard has been recognised on the date of initial application (1 April 2019). This has resulted in recognition of a right-of-use asset of ₹ 194.52 crore and a corresponding lease liability of ₹ 178.25 crore (net of payments made) as at 1 April 2019. Consequently, the lease rent expense, in respect of operating lease, is now partially reflected under Depreciation, on right-of-use asset, and partially under Finance costs as interest on operating lease liability.

4. The Company has on 17 June 2019 acquired 30,85,712 equity shares representing 27% stake in Maharashtra Scooters Limited (MSL) from Western Maharashtra Development Corporation Limited (WMDC), pursuant to the Supreme Court Order dated 9 January 2019 for a total consideration of ₹239.25 crore, comprising of a price of ₹ 232 per share aggregating ₹ 71.59 crore along with interest at 18% p.a. from the date of the arbitral award i.e. 14 January 2006 up to the date of payment amounting to ₹ 167.66 crore (gross of TDS). Upon this acquisition, the Company holds 51% of the share capital of MSL and MSL has since become a subsidiary. Consequently, the Company has recognised a net gain amounting to ₹ 3,152.62 crore in Other Comprehensive Income ; as a part of acquisition accounting for MSL in accordance with Ind AS 103 - Business Combinations.

5. The Company has, during the quarter, changed it's business objectives of holding investments in Fixed income securities from "Hold to Maturity" (HTM) to available for sale when required to re-align interest rates and tenors. Consequently, the fixed income securities have been fair valued with the gain/(loss) recognised as "Other comprehensive Income" (OCI) that will be reclassified to profit and loss on sale.

6. Key standalone financial information is given below:

(₹ In Crore)

Particulars	Quarter ended			Year ended
	30.06.2019	31.03.2019	30.06.2018	31.03.2019
	(Reviewed)	(Audited)	(Reviewed)	(Audited)
Revenue from operations and other income	83.28	83.76	105.51	998.27
Profit before tax	42.69	45.97	89.99	909.64
Profit after tax	22.84	23.99	57.52	788.19

7. The above results have been reviewed by the Audit Committee and approved by the Board of Directors in the meeting held on 26 July 2019 and subjected to a limited review by the statutory auditors.

**INITIAL FOR IDENTIFICATION**  
BY  
*lc*  
**SRBC & CO LLP**

Pune

26 July 2019



By order of the Board of Directors  
For Bajaj Holdings & Investment Limited

*Sanjiv Bajaj*

Sanjiv Bajaj

Managing Director & CEO

# BAJAJ

## Bajaj Holdings & Investment Limited

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### Extract of consolidated unaudited financial results for the quarter ended 30 June 2019

(₹ In Crore)

Particulars	Quarter ended 30.06.2019	Quarter ended 30.06.2018	Year ended 31.03.2019
	(Reviewed)	(Reviewed)	(Audited)
Revenue from operations	78.63	104.71	426.70
Profit before tax	690.10	743.84	3,170.02
Profit for the period (attributable to owners of the company)	669.28	711.25	3,048.38
Total comprehensive income (attributable to owners of the company)	4,273.67	775.54	4,176.33
Paid-up equity share capital	111.29	111.29	111.29
Other equity (as shown in the Balance Sheet of previous year)			26,841.01
Basic and diluted earnings per share (₹) (not annualised) (Face value of ₹ 10 each)	60.1	63.9	273.9

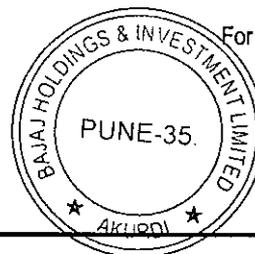
Key standalone financial information is given below:

Particulars	Quarter ended 30.06.2019	Quarter ended 30.06.2018	Year ended 31.03.2019
	(Reviewed)	(Reviewed)	(Audited)
Revenue from operations and other income	83.28	105.51	998.27
Profit before tax	42.69	89.99	909.64
Profit after tax	22.84	57.52	788.19

The above information has been extracted from the detailed Quarterly/Annual Financial Results which have been reviewed by the Audit Committee, approved by the Board of Directors, and filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of the Quarterly/Annual Financial Results are available on the stock exchange websites, [www.nseindia.com](http://www.nseindia.com) and [www.bseindia.com](http://www.bseindia.com) and on the Company's website [www.bhil.in](http://www.bhil.in)

INITIAL FOR IDENTIFICATION  
BY  
  
SRBC & CO LLP

Pune  
26 July 2019



By order of the Board of Directors  
For Bajaj Holdings & Investment Limited

  
-Sanjiv Bajaj  
Managing Director & CEO

AGM

**Independent Auditor's Review Report on the Quarterly Unaudited Standalone and Year to Date Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

**Review Report to  
The Board of Directors  
Bajaj Holdings & Investment Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of Bajaj Holdings & Investment Limited (the 'Company') for the quarter ended June 30, 2019 and year to date from April 1, 2019 to June 30, 2019 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Regulation') as amended, read with SEBI Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 ('the Circular').
2. The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, read with the Circular is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of the Regulation, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For SRBC & CO LLP  
Chartered Accountants  
ICAI Firm registration number: 324982E/E300003

per Arvind Sethi  
Partner

Membership No.: 089802  
UDIN: 19089802AAAABJ7361  
Pune  
July 26, 2019



**Independent Auditor's Review Report on the Quarterly Unaudited Consolidated and Year to Date Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

Review Report to  
The Board of Directors  
Bajaj Holdings & Investment Limited

1. We have reviewed the accompanying Statement of unaudited Consolidated Financial Results of Bajaj Holdings & Investment Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as 'the Group'), and its share of the net profit after tax and total comprehensive income of its associates for the quarter ended June 30, 2019 and year to date from April 1, 2019 to June 30, 2019 (the "Statement") attached herewith, being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('the Regulation'), read with SEBI Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 ('the Circular').
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India read with the Circular. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the Circular issued by the Securities and Exchange Board of India under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, to the extent applicable.

4. The Statement includes the results of the following entities:
  - a) Bajaj Auto Limited ( including the results of KTM AG, PT Bajaj Auto Indonesia and Bajaj Auto International Holdings BV)
  - b) Bajaj Finserv Limited ( including the results of Bajaj Allianz Life Insurance Company Limited; Bajaj Allianz General Insurance Company Limited; Bajaj Finance Limited; Bajaj Housing Finance Limited; Bajaj Financial Securities Limited; Bajaj Finserv Direct Limited; Bajaj Allianz Financial Distributors Limited; and Bajaj Allianz Staffing Solutions Limited)
  - c) Maharashtra Scooters Limited
  - d) Bajaj Auto Holdings Limited



# **S R B C & C O L L P**

Chartered Accountants

5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standard specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Regulation, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. a) The auditors of Bajaj Allianz Life Insurance Company Limited ('BALIC'), a company forming part of the Group, have reported that the actuarial valuation of liabilities of BALIC for life policies in force and for policies in respect of which premium has been discontinued but liability exists as at June 30, 2019 is the responsibility of BALIC's Appointed Actuary. The actuarial valuation of these liabilities for life policies in force and for policies in respect of which premium has been discontinued but liability exists as at June 30, 2019 has been duly certified by the BALIC's Appointed Actuary and in his opinion, the assumptions for such valuation are in accordance with Ind AS 104 "Insurance Contracts", Ind AS 109 "Financial Instruments", the guidelines and norms issued by the Insurance Regulatory and Development Authority of India ('IRDAI') and the Institute of Actuaries of India in concurrence with IRDAI. BALIC's auditors have relied upon the BALIC's Appointed Actuary's certificate for expressing their conclusion in this regard.

b) The auditors of Bajaj Allianz General Insurance Company Limited ('BAGIC'), a company forming part of the Group, have reported that the actuarial valuation of liabilities for Incurred but not reported and Incurred but not enough reported claims of BAGIC as at June 30, 2019 is the responsibility of BAGIC's Appointed Actuary. The actuarial valuation of these liabilities has been duly certified by the BAGIC's Appointed Actuary and in his opinion, the assumptions for such valuation are in accordance with the guidelines and norms issued by the IRDAI and the Institute of Actuaries of India in concurrence with IRDAI, Ind AS 104 "Insurance Contracts" and Ind AS 109 "Financial Instruments". BAGIC's auditors have relied on the BAGIC's Appointed Actuary's certificate for expressing their conclusion in this regard.

Our conclusion is not modified in respect of these matters.

7. We did not review the financial results of one subsidiary, included in the consolidated unaudited financial results, whose financial results reflect total revenues of Rs. 5.48 crore, total net profit after tax of Rs. 1.69 crore and total comprehensive income of Rs. 1,595.37 crore for the quarter ended June 30, 2019 and for the period from April 1, 2019 to June 30, 2019, respectively, as considered in the consolidated unaudited financial results. The interim financial results have been reviewed by other auditors, whose reports have been furnished to us by the management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures in respect of this subsidiary is based solely on the report of the other auditors and procedures performed by us as stated in paragraph 3 above. Our conclusion on the Statement is not modified in respect of the above matter.



# **S R B C & CO LLP**

Chartered Accountants

8. The unaudited consolidated financial results also includes the Group's share of net loss after tax of Rs. 4.22 crore and total comprehensive loss of Rs. 4.17 crore for the quarter ended June 30, 2019 and for the period from April 1, 2019 to June 30, 2019 respectively, as considered in the unaudited consolidated financial results, in respect of four companies forming part of the Group based on their interim financial information which have not been reviewed by any auditor. These unaudited financial information have been approved and furnished to us by the management. Our conclusion, in so far as it relates to the affairs of these subsidiaries, joint ventures and joint operations and associates, is based solely on such unaudited financial statement and other unaudited financial information. According to the information and explanations given to us by the Management, these interim financial information are not material to the Group. Our conclusion on the Statement is not modified in respect of the above matter.

For S R B C & CO LLP  
Chartered Accountants  
ICAI Firm registration number: 324982E/E300003

  
per Arvind Sethi  
Partner  
Membership No.: 089802  
UDIN: 19089802AAAABK4360  
Pune  
July 26, 2019



**Press release**  
**Financial results – Q1 FY20**  
**Consolidated profit after tax : ₹ 669 crore**

A meeting of the Board of Directors of Bajaj Holdings & Investment Limited (BHIL) was held today to consider and approve the results for Q1 FY20.

**1. Acquisition of 27% stake in MSL**

Western Maharashtra Development Corporation (WMDC), a joint venture promoter in Maharashtra Scooters Limited (MSL), had filed a SLP in the matter of 27% stake sale in MSL to BHIL.

As per the Hon'ble Supreme Court's order dated 9 January 2019, BHIL made the payment of ₹ 222.48 crore (net of tax deducted at source) to WMDC upon which WMDC transferred its 27% stake in MSL to BHIL on 17 June 2019.

Consequent upon the acquisition of 27% stake of MSL from WMDC, BHIL holds 51% shareholding in MSL. MSL has hence become a subsidiary of BHIL with effect from 17 June 2019.

**2. Standalone results**

Details of standalone financials are given below:

₹ In Crore	Q1 FY20	Q1 FY19	FY19
Dividend received	5	5	609
Profit on fixed income securities (net)	3	2	6
Interest on investments and other income	75	99	383
<b>Total income</b>	<b>83</b>	<b>106</b>	<b>998</b>
<b>Profit after tax (a)</b>	<b>23</b>	<b>57</b>	<b>788</b>
Other comprehensive income, net of tax (b)	(46)	32	516
Fair value change of investments (net)			
<b>Total comprehensive income (a) + (b)</b>	<b>(23)</b>	<b>89</b>	<b>1,304</b>

In Q1 FY20, BHIL's total income and profit after tax has come down due to lower interest income.

Under Ind AS, mark to market gain / loss on equity and fixed income securities of BHIL is routed through Other Comprehensive Income (OCI) and not through Profit & Loss Account. The amount net of deferred tax impact is reflected in OCI numbers above. For Q1 FY20, the MTM loss on investments was ₹ 46 crore.

### 3. Consolidated results

The consolidated financials of BHIL ultimately include stakes of major group companies as given below:

Ultimate stake consolidated	Explanation	Consolidation method
Bajaj Auto Ltd. (BAL)* 35.77%	BHIL's direct stake in BAL 33.43% + MSL's 2.34% stake in BAL	Equity pick-up
Bajaj Finserv Ltd. (BFS) @ 41.63%	BHIL's direct stake in BFS 39.29% + MSL's 2.34% stake in BFS	Equity pick-up
Maharashtra Scooters Ltd. 51%	BHIL's direct stake in MSL 51%	Full line by line consolidation

* BAL comprises of	48% stake in KTM AG, Austria
@ BFS comprises of	55% stake in Bajaj Finance Ltd. (BFL)
	74% stake in Bajaj Allianz General Insurance Company Ltd. (BAGIC)
	74% stake in Bajaj Allianz Life Insurance Company Ltd. (BAGIC)

- ✓ BAL's (consolidated) profit after tax stood at ₹ 1,012 crore in Q1 FY20 v/s ₹ 1,042 crore in Q1 FY19.
- ✓ BFS (consolidated) profit after tax stood at ₹ 845 crore in Q1 FY20 v/s ₹ 826 crore in Q1 FY19.
- ✓ BHIL's consolidated profit after tax stood at ₹ 669 crore in Q1 FY20 v/s ₹ 711 crore in Q1 FY19, due to lower profit on a standalone basis.

Upon MSL becoming a subsidiary on the abovementioned acquisition of shares and on application of the Indian Accounting Standards thereto, BHIL has recorded a one-time net gain of ₹ 3,153 crore in Other Comprehensive Income.

Summary of consolidated financials of BHIL is as under:

₹ In Crore	Q1 FY20	Q1 FY19	FY19
<b>Total income</b>	<b>89</b>	<b>106</b>	<b>431</b>
Share of profits of associates and joint venture	645	654	2,827
<b>Profit after tax</b>	<b>669</b>	<b>711</b>	<b>3,048</b>
Other comprehensive income, net of tax			
Net gain on acquisition of MSL	3,153	-	-
Other items of OCI	452	65	1,128
<b>Total comprehensive income</b>	<b>4,274</b>	<b>776</b>	<b>4,176</b>

#### 4. Investments

The cost and market value of the investment portfolio is as under:

₹ In Crore	30-Jun-19		31-Mar-19	
	Cost	Market value	Cost	Market value
Strategic equity investments in group companies	3,071	84,135	2,831	74,031
Equity shares – others	1,801	3,390	1,741	3,343
Fixed income securities	3,213	3,201	3,228	3,209
Investment property	186	281	187	281
<b>Total</b>	<b>8,271</b>	<b>91,007</b>	<b>7,987</b>	<b>80,864</b>

As against a book value of ₹ 985 per share, NAV of the above investments was ₹ 8,177 per share as on 30 June 2019.

*A. G. Marathe*

**Anant Marathe**  
CFO

26 July 2019

Annexure A - Consolidated results of BHIL

(₹ In Crore)		Q1 FY20	Q1 FY19	FY19
1	<b>Income</b>			
	Interest income	64.60	92.88	360.99
	Dividend income	5.24	4.68	40.36
	Rental income	4.30	4.83	18.12
	Net gain on fair value changes	3.08	2.32	7.23
	Revenue from contracts with customers - Sale of goods	1.37	-	-
	Others	0.04	-	-
	Total revenue from operations	78.63	104.71	426.70
	Other income	10.50	1.16	4.65
	<b>Total income</b>	<b>89.13</b>	<b>105.87</b>	<b>431.35</b>
2	<b>Expenses</b>			
	Employee benefits expense	10.80	6.89	28.13
	Finance costs - Interest on operating lease liability	2.58	-	-
	Cost of raw materials consumed	1.09	-	-
	Changes in inventories of finished goods, work-in-progress	(0.74)	-	-
	Depreciation, amortisation and impairment	8.25	1.25	4.10
	Other expenses	22.37	7.39	56.43
	<b>Total expenses</b>	<b>44.35</b>	<b>15.53</b>	<b>88.66</b>
3	Share of profits of associates and joint venture	645.32	653.50	2,827.33
4	<b>Profit before tax (1-2+3)</b>	<b>690.10</b>	<b>743.84</b>	<b>3,170.02</b>
5	Tax expense			
	Current tax	19.39	38.00	130.27
	Deferred tax	0.60	(5.41)	(8.63)
	Total tax expense	19.99	32.59	121.64
6	<b>Profit after tax (4-5)</b>	<b>670.11</b>	<b>711.25</b>	<b>3,048.38</b>
7	Profit attributable to non-controlling interests	0.83	-	-
8	<b>Profit for the period (6-7)</b>	<b>669.28</b>	<b>711.25</b>	<b>3,048.38</b>
9	<b>Other comprehensive income, net of tax</b> (including share of associates and joint venture)			
	(a) Items that will not be reclassified to profit or loss	3,790.79	270.80	1,100.71
	(b) Items that will be reclassified to profit or loss	(10.76)	(206.51)	27.24
	<b>Total other comprehensive income, net of tax</b>	<b>3,780.03</b>	<b>64.29</b>	<b>1,127.95</b>
10	<b>Total comprehensive income (6+9)</b>	<b>4,450.14</b>	<b>775.54</b>	<b>4,176.33</b>
11	<b>Profit attributable to:</b>			
	Owners of the company	669.28	711.25	3,048.38
	Non-controlling interests	0.83	-	-
12	<b>Total comprehensive income attributable to:</b>			
	Owners of the company	4,273.67	775.54	4,176.33
	Non-controlling interests	176.47	-	-
13	Paid-up equity share capital (Face value of ₹ 10)	111.29	111.29	111.29
14	Other equity			26,841.01
15	<b>Basic and diluted earnings per share (₹) (not annualised)</b>	<b>60.1</b>	<b>63.9</b>	<b>273.9</b>