

BAJAJ

Bajaj Finserv Limited

Mumbai - Pune Road, Akurdi, Pune 411 035

UNAUDITED FINANCIAL RESULTS OF BAJAJ FINSERV LIMITED FOR THE QUARTER ENDED SEPTEMBER 30, 2008

(Rs. In Lakhs)

	QUARTER ENDED 30.09.2008 (Unaudited)	QUARTER ENDED 30.09.2007 (Unaudited)	HALF YEAR ENDED 30.09.2008 (Unaudited)	HALF YEAR ENDED 30.09.2007 (Unaudited)	YEAR ENDED 31.03.2008 (Audited)
Income from Operations	3152	3182	5832	5267	10397
EXPENDITURE :					
a) Employees Cost	58	38	136	101	206
b) Depreciation	742	745	1485	1491	2970
c) Other expenditure	312	186	760	391	962
Total	1112	969	2381	1983	4138
Profit from Operations before Other Income and Interest	2040	2213	3451	3284	6259
Other Income	41	40	82	79	240
Profit before Interest	2081	2253	3533	3363	6499
Interest	1	-	1	-	-
Profit / (Loss) from ordinary activities before tax	2080	2253	3532	3363	6499
Tax expense (Including Fringe Benefit Tax)	657	593	1143	970	2104
Net Profit / (Loss) for the period	1423	1660	2389	2393	4395
Paid up Equity Share Capital (Face value of Rs. 5/-)	7234	7234	7234	7234	7234
Weighted average number of shares (In lakhs)	1447	1345	1447	1345	1396
Reserves excluding Revaluation Reserves as at 31 March 2008					110878
Basic and Diluted Earnings Per Share (Rs.) (not annualised) before and after extraordinary items	1.0	1.2	1.7	1.8	3.1
Public shareholding					
No. of shares (See note 4)	71,167,007		71,167,007		71,167,007
Percentage of Shareholding (See note 4)	49.19%		49.19%		49.19%

CONSOLIDATED FINANCIAL AND SEGMENT-WISE RESULTS OF BAJAJ FINSERV LIMITED AND ITS SUBSIDIARIES, JOINT VENTURES AND ASSOCIATES

(Rs. In Lakhs)

	QUARTER ENDED 30.09.2008 (Unaudited)	QUARTER ENDED 30.09.2007 (Unaudited)	HALF YEAR ENDED 30.09.2008 (Unaudited)	HALF YEAR ENDED 30.09.2007 (Unaudited)	YEAR ENDED 31.03.2008 (Audited)
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KEY BUSINESS STATISTICS OF CONSOLIDATED ENTITIES

i. Gross written premium					
a) Life Insurance - Bajaj Allianz Life Insurance Co. Ltd.	247696	200081	432402	306068	972531
b) General Insurance - Bajaj Allianz General Insurance Co. Ltd.	68261	54876	141615	112249	257804
ii. Funds deployed - Bajaj Auto Finance Ltd.	55489	74526	118709	148846	303630
iii. Wind energy generated - Bajaj Finserv Limited	1442	1247	2620	1952	3477

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED SEPTEMBER 30, 2008

(Rs. In Lakhs)

	QUARTER ENDED 30.09.2008 (Unaudited)	QUARTER ENDED 30.09.2007 (Unaudited)	HALF YEAR ENDED 30.09.2008 (Unaudited)	HALF YEAR ENDED 30.09.2007 (Unaudited)	YEAR ENDED 31.03.2008 (Audited)
Income from operations	9237	8411	15945	14782	35726
Expenditure :					
a) Transfer to Policyholders' Fund	8017	(585)	17464	5004	29518
b) Employees Cost	494	54	622	121	310
c) Depreciation	742	745	1485	1491	2970
d) Other expenditure	100	258	901	520	1510
Total	9353	472	20472	7136	34308
Profit from Operations before Other Income and Interest	(116)	7939	(4527)	7646	1418
Other Income	-	-	-	-	-
Profit before Interest	(116)	7939	(4527)	7646	1418
Interest	1	-	1	-	-
Profit / (Loss) from ordinary activities before tax and share of profit on Investments in Associates	(117)	7939	(4528)	7646	1418
Add: Share of Profit after tax on Investments in Associates	185	153	307	311	825
Profit / (Loss) from ordinary activities before tax	68	8092	(4221)	7957	2243
Tax expense (Including Fringe Benefit Tax)	2173	2131	3151	3546	8333
Profit / (Loss) from ordinary activities after tax	(2105)	5961	(7372)	4411	(6090)
Less: Minority Interest in Net Income of subsidiaries	(918)	1188	(2561)	555	(2815)
Net Profit / (Loss) for the period	(1187)	4773	(4811)	3856	(3275)
Paid up Equity Share Capital (Face value of Rs. 5/-)	7234	7234	7234	7234	7234
Weighted average number of shares (In lakhs)	1447	1345	1447	1345	1396
Reserves excluding Revaluation Reserves as at 31 March 2008					194891
Basic and Diluted Earnings Per Share (Rs.) (not annualised) before and after extraordinary items	(0.8)	3.5	(3.3)	2.9	(2.3)
Public shareholding					
No. of shares (See note 4)	71,167,007		71,167,007		71,167,007
Percentage of Shareholding (See note 4)	49.19%		49.19%		49.19%

NOTE:

The consolidated financial results include results of the following companies:

Name of the company	% shareholding and voting power of Bajaj Finserv Limited	Segment	Consolidated as
a. Bajaj Allianz General Insurance Company Limited	74%	Insurance - general	Subsidiary
b. Bajaj Allianz Life Insurance Company Limited	74%	Insurance - life	Subsidiary
c. Bajaj Allianz Financial Distributors Limited	50%	Others	Joint venture
d. Bajaj Auto Finance Limited	40.53%	Retail Financing	Associate
e. Bajaj Financial Solutions Limited	100%	Others	Subsidiary

Notes:

- For the purpose of consolidated financials the surplus of the insurance business revenue accounts together with shareholders income in accordance with the reporting framework of IRDA, amounting to Rs. 9809 lakhs for the six months ended September 30, 2008, has been recognised as "income from operations". Transfers to Policyholders' revenue accounts is recognised as an expense. For reporting segment information, segment revenues for both insurance businesses represent the premiums earned and other income.
- Items exceeding 10% of aggregate expenditure: Other Expenditure includes repairs to windmill of Rs. 158 lakhs for the current quarter and Rs. 341 lakhs for half year ending September 30, 2008 (corresponding previous year quarter - Rs. 165 lakhs , corresponding previous half year - Rs. 321 lakhs & Previous Year - Rs. 695 lakhs)
- The company did not have any investor complaints pending as on 1 July 2008 and as on 30 September 2008. There were no investors' complaints received during the quarter ended 30 September 2008.
- Under the scheme of demerger, the strategic business undertaking of erstwhile Bajaj Auto Limited (BAL) got vested with the company retrospectively from 1 April 2007 (the appointed date). Pursuant to the said Scheme, shares were allotted to the shareholders of erstwhile BAL on 3 April 2008 and the said shares got listed in BSE and NSE on 26 May 2008. Public shareholding in the company has accordingly gone up only on and after 3 April 2008.
- The company falls within the definition of a Non Banking Finance Company (NBFC) and accordingly is in the process of registering itself as such with Reserve Bank of India.
- Figures for previous year / period have been regrouped wherever necessary.
- The above results have been reviewed by the Audit Committee and approved by the Board of Directors in the meeting held on October 22, 2008.

**BY ORDER OF THE BOARD OF DIRECTORS
FOR BAJAJ FINSERV LIMITED**

Pune
Date: October 22, 2008

**RAHUL BAJAJ
Chairman**