

BAJAJ

Bajaj Finserv Limited

Mumbai - Pune Road, Akurdi, Pune 411 035

UNAUDITED STAND-ALONE FINANCIAL RESULTS OF BAJAJ FINSERV LIMITED FOR THE QUARTER ENDED DECEMBER 31, 2008

(Rs. In Lakhs)

	QUARTER ENDED 31.12.2008 (Unaudited)	QUARTER ENDED 31.12.2007 (Unaudited)	NINE MONTHS ENDED 31.12.2008 (Unaudited)	NINE MONTHS ENDED 31.12.2007 (Unaudited)	YEAR ENDED 31.03.2008 (Audited)
Income from Operations	2909	2890	8741	8157	10397
EXPENDITURE :					
a) Employees Cost	64	40	200	141	206
b) Depreciation	745	746	2230	2237	2970
c) Other expenditure	675	169	1435	560	962
Total	1484	955	3865	2938	4138
Profit from Operations before Other Income and Interest	1425	1935	4876	5219	6259
Other Income	41	41	123	120	240
Profit before Interest	1466	1976	4999	5339	6499
Interest	1	-	2	-	-
Profit / (Loss) from ordinary activities before tax	1465	1976	4997	5339	6499
Tax expense (Including Fringe Benefit Tax)	360	812	1503	1782	2104
Net Profit / (Loss) for the period	1105	1164	3494	3557	4395
Paid up Equity Share Capital (Face value of Rs. 5/-)	7234	7234	7234	7234	7234
Weighted average number of shares (In lakhs)	1447	1379	1447	1379	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	0.8	0.8	2.4	2.6	3.1
Public shareholding					
No. of shares (See note 5)	64,885,980		64,885,980		71,167,007
Percentage of Shareholding (See note 5)	44.85%		44.85%		49.19%

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

(Rs. In Lakhs)

	QUARTER ENDED 31.12.2008 (Unaudited)	QUARTER ENDED 31.12.2007 (Unaudited)	NINE MONTHS ENDED 31.12.2008 (Unaudited)	NINE MONTHS ENDED 31.12.2007 (Unaudited)	YEAR ENDED 31.03.2008 (Audited)
KEY BUSINESS STATISTICS OF CONSOLIDATED ENTITIES					
i. Gross written premium					
a) Life Insurance - Bajaj Allianz Life Insurance Co. Ltd.	241961	216778	674363	522846	972531
b) General Insurance - Bajaj Allianz General Insurance Co. Ltd.	58119	55433	199734	167682	257804
ii. Funds deployed - Bajaj Auto Finance Ltd.	61233	83514	179942	232360	303630
iii. Wind energy generated - Bajaj Finserv Limited	918	1219	3538	3171	3477

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED DECEMBER 31, 2008

(Rs. In Lakhs)

	QUARTER ENDED 31.12.2008 (Unaudited)	QUARTER ENDED 31.12.2007 (Unaudited)	NINE MONTHS ENDED 31.12.2008 (Unaudited)	NINE MONTHS ENDED 31.12.2007 (Unaudited)	YEAR ENDED 31.03.2008 (Audited)
Income from operations	8585	10476	24530	25258	35726
Expenditure :					
a) Transfer to Policyholders' Fund	4625	13931	22089	18935	29518
b) Employees Cost	871	70	1493	191	310
c) Depreciation	745	745	2230	2236	2970
d) Other expenditure	678	493	1579	1013	1510
Total	6919	15239	27391	22375	34308
Profit from Operations before Other Income and Interest	1666	(4763)	(2861)	2883	1418
Other Income	-	-	-	-	-
Profit before Interest	1666	(4763)	(2861)	2883	1418
Interest	1	-	2	-	-
Profit / (Loss) from ordinary activities before tax and share of profit on Investments in Associates	1665	(4763)	(2863)	2883	1418
Add: Share of Profit after tax on Investments in Associates	457	329	764	640	825
Profit / (Loss) from ordinary activities before tax	2122	(4434)	(2099)	3523	2243
Tax expense (Including Fringe Benefit Tax)	1004	2941	4155	6487	8333
Profit / (Loss) from ordinary activities after tax	1118	(7375)	(6254)	(2964)	(6090)
Less: Minority Interest in Net Income of subsidiaries	(111)	(2299)	(2672)	(1744)	(2815)
Net Profit / (Loss) for the period	1229	(5076)	(3582)	(1220)	(3275)
Paid up Equity Share Capital (Face value of Rs. 5/-)	7234	7234	7234	7234	7234
Weighted average number of shares (In lakhs)	1447	1379	1447	1379	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	(3.7)	(2.5)	(0.9)	(2.3)
Public shareholding					
No. of shares (See note 5)	64,885,980		64,885,980		71,167,007
Percentage of Shareholding (See note 5)	44.85%		44.85%		49.19%

SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED					
	(Rs. In Lakhs)				
	QUARTER ENDED 31.12.2008 (Unaudited)	QUARTER ENDED 31.12.2007 (Unaudited)	NINE MONTHS ENDED 31.12.2008 (Unaudited)	NINE MONTHS ENDED 31.12.2007 (Unaudited)	YEAR ENDED 31.03.2008 (Audited)
Segment Revenue					
Insurance					
General Insurance					
Net earned premium	43760	34975	127094	95282	141544
Investment & Other Income	8185	5834	14937	12323	20013
subtotal	<u>51945</u>	<u>40809</u>	<u>142031</u>	<u>107605</u>	<u>161557</u>
Life Insurance					
Net earned premium	241376	216388	672639	521937	971204
Investment & Other Income (See note 2)	(183107)	154177	(349805)	315633	79474
subtotal	<u>58269</u>	<u>370565</u>	<u>322834</u>	<u>837570</u>	<u>1050678</u>
total	<u>110214</u>	<u>411374</u>	<u>464865</u>	<u>945175</u>	<u>1212235</u>
Investments & Others	2801	1740	6317	4730	6825
Windmill	918	1219	3538	3171	3477
Total	113933	414333	474720	953076	1222537
Segment Profit/(Loss) before Tax, Interest					
Insurance					
General Insurance					
	2356	4978	7523	11321	16790
Life Insurance					
	(2142)	(11691)	(15149)	(13323)	(21388)
total	<u>214</u>	<u>(6713)</u>	<u>(7626)</u>	<u>(2002)</u>	<u>(4598)</u>
Investments & Others	1868	1646	4453	4480	6281
Retail financing - Share of Income from associate	457	329	764	640	825
Windmill	(416)	304	312	405	(265)
Total	2123	(4434)	(2097)	3523	2243
Less: Interest	1	-	2	-	-
Total Profit Before Tax	2122	(4434)	(2099)	3523	2243
Capital Employed					
Insurance					
General Insurance					
	61152	49662	61152	49662	55709
Life Insurance					
	54427	41092	54427	41092	71591
total	<u>115579</u>	<u>90754</u>	<u>115579</u>	<u>90754</u>	<u>127300</u>
Investments & Others	87638	84401	87638	84401	85532
Retail financing	43862	43085	43862	43085	43270
Windmill	8377	10173	8377	10173	9423
Unallocable	262	51	262	51	(1226)
Total	255718	228464	255718	228464	264299

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. 14675 lakhs for the nine months ended December 31, 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.
- As per accounting regulations prescribed by IRDA in respect of investments corresponding to unit linked policyholders' fund, mark to market gains / losses have to be accounted for. Accordingly, segment revenues from Investment & Other Income in respect of the life insurance business, includes an unrealized loss of Rs. 115721 lakhs and Rs. 269523 lakhs for the quarter and nine months ended 31st December 2008 respectively.
- Items exceeding 10% of aggregate expenditure: Other Expenditure includes repairs to windmill of Rs. 209 lakhs for the current quarter and Rs. 550 lakhs for nine months ending December 31, 2008 (corresponding previous year quarter - Rs. 157 lakhs , corresponding previous nine months - Rs. 478 lakhs & Previous Year - Rs. 695 lakhs)
- The company did not have any investor complaints pending as on 1 October 2008 and as on 31 December 2008. There were no investors' complaints received during the quarter ended 31 December 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 January 15, 2009.

BY ORDER OF THE BOARD OF DIRECTORS
FOR BAJAJ FINSERV LIMITED

Pune

Date: January 15, 2009

RAHUL BAJAJ
Chairman