



Bajaj Finserv Limited

Mumbai - Pune Road, Akurdi, Pune 411 035

UNAUDITED STAND-ALONE FINANCIAL RESULTS OF BAJAJ FINSERV LIMITED FOR THE QUARTER ENDED SEPTEMBER 30, 2010

(Rs. In Lakhs)

Particulars	QUARTER ENDED 30.09.2010 (Unaudited)	QUARTER ENDED 30.09.2009 (Unaudited)	HALF YEAR ENDED 30.09.2010 (Unaudited)	HALF YEAR ENDED 30.09.2009 (Unaudited)	YEAR ENDED 31.03.2010 (Audited)
Income from Operations	4766	3721	7669	6965	12710
EXPENDITURE :					
a) Employees Cost	126	98	305	240	395
b) Depreciation	320	609	646	1291	2196
c) Other expenditure (See note 2)	617	939	1227	1929	4455
d) Total	1063	1646	2178	3460	7046
Profit from Operations before Other Income, Interest & Exceptional Items	3703	2075	5491	3505	5664
Other Income	86	34	165	63	270
Profit before Interest & Exceptional Items	3789	2109	5656	3568	5934
Interest	-	-	-	-	-
Profit after Interest but before Exceptional Items	3789	2109	5656	3568	5934
Exceptional item	-	-	-	-	-
Profit / (Loss) from ordinary activities before tax	3789	2109	5656	3568	5934
Tax expense	1401	760	2026	1280	2536
Net Profit / (Loss) before deferred tax adjustments	2388	1349	3630	2288	3398
Adjustments on revaluation of deferred tax assets	-	-	-	-	(459)
Net Profit / (Loss) for the period	2388	1349	3630	2288	2939
Paid up Equity Share Capital (Face value of Rs. 5/-)	7234	7234	7234	7234	7234
Reserves excluding Revaluation Reserves					114573
Basic and Diluted Earnings Per Share (Rs.) (not annualised) before and after extraordinary items	1.6	0.9	2.5	1.6	2.3
Public shareholding					
No. of shares	62,301,783	65,811,485	62,301,783	65,811,485	65,001,484
Percentage of Shareholding	43.06%	45.49%	43.06%	45.49%	44.93%
Promoters & Promoter Group Shareholding					
(a) Pledged/Encumbered					
No. of shares	461,678	956,206	461,678	956,206	622,708
Percentage of shares (as a % of the total shareholding of promoters & promoter group)	0.56%	1.22%	0.56%	1.22%	0.78%
Percentage of shares (as a % of the total share capital of the company)	0.32%	0.66%	0.32%	0.66%	0.43%
(b) Non-Encumbered					
No. of shares	81,794,583	77,720,344	81,794,583	77,720,344	78,904,033
Percentage of shares (as a % of the total shareholding of promoters & promoter group)	99.44%	98.78%	99.44%	98.78%	99.22%
Percentage of shares (as a % of the total share capital of the company)	56.53%	53.72%	56.53%	53.72%	54.54%

Notes:

1. Disclosure of assets and liabilities as per clause 41(I)(ea) of the listing agreement for the half year ended 30 September 2010 -

(Rs. In Lakhs)

Particulars	HALF YEAR	HALF YEAR	YEAR
	ENDED	ENDED	ENDED
	30.09.2010	30.09.2009	31.03.2010
	(Unaudited)	(Unaudited)	(Audited)
SOURCES OF FUNDS			
1. Shareholders' Funds			
a) Share Capital	7234	7234	7234
b) Reserves & Surplus	118387	115610	114573
	<u>125621</u>	<u>122844</u>	<u>121807</u>
2. Loan Funds	31076	31076	31076
3. Deferred Tax Adjustments	759	-	134
Total	<u>157456</u>	<u>153920</u>	<u>153017</u>
APPLICATION OF FUNDS			
1. Fixed Assets	8021	7884	8634
2. Investments	149031	134681	146659
3. Deferred Tax Adjustments	-	732	-
4. Current Assets, Loans and Advances			
a) Sundry Debtors	511	836	83
b) Cash and Bank Balances	109	33	205
c) Other Current Assets	2418	9212	1022
d) Loans and Advances	7892	8003	7153
	<u>10930</u>	<u>18084</u>	<u>8463</u>
Less : Current Liabilities and Provisions			
a) Liabilities	1219	424	1158
a) Provisions	9307	7037	9581
	<u>10526</u>	<u>7461</u>	<u>10739</u>
Net Current Assets	<u>404</u>	<u>10623</u>	<u>(2276)</u>
Total	<u>157456</u>	<u>153920</u>	<u>153017</u>

Notes (contd) :

2. Other Expenditure includes a) operation & maintenance charges of windmill of Rs. 174 lakhs for current quarter & Rs. 348 lakhs for the half year ending 30 September 2010 (corresponding previous year quarter Rs. 186 lakhs; previous half year Rs. 360 lakhs and previous year Rs. 697 lakhs) b) wheeling & transmission charges of Rs. 103 lakhs for current quarter & Rs. 185 lakhs for the half year ending 30 September 2010 (corresponding previous year quarter Rs. 139 lakhs; previous half year Rs. 447 lakhs and previous year Rs. 914 lakhs).

3. The company did not have any investor complaint pending as on 1 July 2010 and as on 30 September 2010. There was one investor's complaint received and disposed of during the quarter ended 30 September 2010.

4. The Company has opted to publish consolidated financial results, pursuant to option made available as per Clause 41 of the Listing Agreement. These stand alone financial results are available on the company's website viz. www.bajajfinserv.in and on the websites of BSE (www.bseindia.com) and NSE (www.nseindia.com).

5. Figures for previous year / period have been regrouped wherever necessary.

6. The above results have been reviewed by the Audit Committee, approved by the Board of Directors in the meeting held on 18 October 2010 and subjected to a limited review by the statutory auditors.

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

Pune
Date: 18 October 2010

**RAHUL BAJAJ
Chairman**



Bajaj Finserv Limited
Mumbai - Pune Road, Akurdi, Pune 411 035

UNAUDITED CONSOLIDATED FINANCIAL AND SEGMENT-WISE RESULTS OF BAJAJ FINSERV LIMITED AND ITS SUBSIDIARIES, JOINT VENTURES AND ASSOCIATES FOR THE QUARTER ENDED SEPTEMBER 30, 2010

(Rs. In Lakhs)

Particulars	QUARTER	QUARTER	HALF YEAR	HALF YEAR	YEAR
	ENDED 30.09.2010 (Unaudited)	ENDED 30.09.2009 (Unaudited)	ENDED 30.09.2010 (Unaudited)	ENDED 30.09.2009 (Unaudited)	ENDED 31.03.2010 (Audited)

KEY BUSINESS STATISTICS OF CONSOLIDATED ENTITIES

i. Gross written premium					
a) Life Insurance - Bajaj Allianz Life Insurance Co. Ltd.	230559	251990	415068	452077	1141971
b) General Insurance - Bajaj Allianz General Insurance Co. Ltd.	70161	58306	141968	121774	272489
ii. Funds deployed - Bajaj Finance Ltd.	212803	100349	417461	204938	458510
iii. Wind energy generated - Bajaj Finserv Limited	1919	1952	2948	3011	4311

Income from operations	46417	10673	58828	21294	45972
Transfer from Policyholders's Account (See note 4)	-	-	-	-	52448
TOTAL INCOME	46417	10673	58828	21294	98420
Expenditure :					
a) Transfer to Policyholders' Account	3212	1169	5064	2155	6946
b) Employees Cost	4890	1081	6244	2237	4736
c) Marketing & Other Commission	2035	-	2035	-	-
d) Recovery Commission	1081	-	1081	-	-
e) Provision for Doubtful Debts net and Bad Debts written off	6148	-	6148	-	-
f) Depreciation	617	610	944	1293	2202
g) Other expenditure	4295	1006	5089	2113	5453
h) Total	22278	3866	26605	7798	19335
Profit from Operations before Other Income, Interest & Exceptional Items	24139	6807	32223	13496	79085
Other Income	684	-	700	-	121
Profit before Interest & Exceptional Items	24823	6807	32923	13496	79206
Interest	8329	-	8329	-	-
Profit after interest but before Exceptional Items	16494	6807	24594	13496	79206
Exceptional item	-	-	-	-	-
Profit / (Loss) from ordinary activities before tax and share of profit on Investments in Associates	16494	6807	24594	13496	79206
Add: Share of Profit after tax on Investments in Associates	-	911	2089	1550	3822
Profit / (Loss) from ordinary activities before tax	16494	7718	26683	15046	83028
Tax expense	5907	2461	8312	4649	9875
Profit / (Loss) from ordinary activities after tax	10587	5257	18371	10397	73153
Less: Minority Interest in Net Income of subsidiaries	3647	862	4823	1788	17241
Net Profit / (Loss) before deferred tax adjustments	6940	4395	13548	8609	55912
Adjustments on revaluation of deferred tax assets	-	-	-	-	(459)
Net Profit / (Loss) for the period	6940	4395	13548	8609	55453
Paid up Equity Share Capital (Face value of Rs. 5/-)	7234	7234	7234	7234	7234
Reserves excluding Revaluation Reserves					255341
Basic and Diluted Earnings Per Share (Rs.) (not annualised) before and after extraordinary items	4.8	3.0	9.4	5.9	38.6
Public shareholding					
No. of shares	62,301,783	65,811,485	62,301,783	65,811,485	65,001,484
Percentage of Shareholding	43.06%	45.49%	43.06%	45.49%	44.93%
Promoters & Promoter Group Shareholding					
(a) Pledged/Encumbered					
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Percentage of shares (as a % of the total shareholding of promoters & promoter group)	0.56%	1.22%	0.56%	1.22%	0.78%
Percentage of shares (as a % of the total share capital of the company)	0.32%	0.66%	0.32%	0.66%	0.43%
(b) Non-Encumbered					
No. of shares	81,794,583	77,720,344	81,794,583	77,720,344	78,904,033
Percentage of shares (as a % of the total shareholding of promoters & promoter group)	99.44%	98.78%	99.44%	98.78%	99.22%
Percentage of shares (as a % of the total share capital of the company)	58.53%	53.72%	58.53%	53.72%	54.54%

Notes:

1. 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 Finance Limited (BFL)	55.10%	Retail Financing	Subsidiary
e. Bajaj Financial Solutions Limited *	100%	Others	Subsidiary

* The consolidated financial results of Bajaj Financial Solutions Limited include 100% interest in Bajaj Financial Securities Limited (FinSec) as a subsidiary. Bajaj Financial Securities Limited was incorporated on 7 April 2010.

2. Disclosure of consolidated assets and liabilities as per clause 41(l)(ea) of the listing agreement for the half year ended 30 September 2010 -

(Rs. In Lakhs)

Particulars	HALF YEAR	HALF YEAR	YEAR
	ENDED	ENDED	ENDED
	30.09.2010	30.09.2009	31.03.2010
	(Unaudited)	(Unaudited)	(Audited)
SOURCES OF FUNDS			
1. Shareholders' Funds			
a) Share Capital	7234	7234	7234
b) Reserves & Surplus	259782	210116	255341
c) Fair value change account	(30)	10	(38)
	<u>266986</u>	<u>217360</u>	<u>262537</u>
2. Fair Value Change	462	248	-
3. Policy Liabilities	329420	244755	303218
4. Provision for Linked Liabilities	3283987	2408648	2841461
5. Funds for future appropriation in Policyholders' Account	73407	68026	38746
6. Minority Interest	110117	36178	51615
7. Loan Funds	492132	31076	31076
8. Deferred Tax Adjustments	759	-	134
Total	<u>4557270</u>	<u>3006291</u>	<u>3528787</u>
APPLICATION OF FUNDS			
1. Fixed Assets	47833	41512	41919
2. Goodwill on investments in associates	-	332	265
3. Investments	643379	483249	547788
4. Policyholders' Investments	365029	294204	346224
5. Assets held to cover linked liabilities	3283987	2408648	2841461
6. Deferred Tax Adjustments	11479	2505	3812
7. Current Assets, Loans and Advances			
a) Receivable under financing activity	577291	-	-
a) Sundry Debtors	517	838	93
b) Cash and Bank Balances	47084	51183	51845
c) Other Current Assets	49071	67469	85595
d) Loans and Advances	63202	27085	26556
	<u>737165</u>	<u>146575</u>	<u>164089</u>
Less : Current Liabilities and Provisions			
a) Liabilities	359276	253783	287136
a) Provisions	172339	116954	129638
	<u>531615</u>	<u>370737</u>	<u>416774</u>
Net Current Assets	<u>205550</u>	<u>(224162)</u>	<u>(252685)</u>
8. Miscellaneous Expenditure (to the extent not written off)	13	3	3
Total	<u>4557270</u>	<u>3006291</u>	<u>3528787</u>

Notes (contd.):

3. 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. 17739 lakhs for the half year ended 30 September 2010, has been recognised as "income from operations" (corresponding previous half year surplus of Rs. 12627 lakhs and previous year surplus of Rs. 29084 lakhs). Transfers from Policyholders' revenue accounts is recognised in total income, but does not form part of segment revenue as for reporting segment information, segment revenues for both insurance businesses represent the premiums earned and other income.

4. Policyholders' surplus, if any, will be transferred to shareholders' account at the yearend on the basis of audited accounts.

5. 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 unrealised gain of Rs. 256038 lakhs for the current quarter and Rs. 253617 lakhs for the half year ended 30 September 2010 (corresponding previous year quarter unrealised gain of Rs. 266760 lakhs, previous half year unrealised gain of Rs. 667632 lakhs & previous year unrealised gain of Rs. 643474 lakhs).

6. Upon acquisition of further shares, Bajaj Finance Limited (BFL) became a subsidiary of the company from 5 July 2010. Accordingly, BFL has been consolidated as a subsidiary from that date. Prior to that date, BFL was consolidated as an associate and hence the consolidated financial results for the period ended 30 September 2010 are not comparable with those of the prior periods.

7. The company did not have any investor complaint pending as on 1 July 2010 and as on 30 September 2010. There was one investor's complaint received and disposed of during the quarter ended 30 September 2010.

8. The Company has opted to publish consolidated financial results, pursuant to option made available as per Clause 41 of the Listing Agreement. The stand alone financial results are available on the company's website viz. www.bajajfinserv.in and on the websites of BSE (www.bseindia.com) and NSE (www.nseindia.com). Key standalone financial information is given below:

(Rs. in lakhs)

Particulars	Quarter ended		Half year ended		Year ended
	30.09.2010	30.09.2009	30.09.2010	30.09.2009	31.03.2010
Income from operations & other income	4852	3755	7834	7028	12980
Profit/(Loss) before tax	3789	2109	5656	3568	5934
Profit/(Loss) after tax	2388	1349	3630	2288	3398

9. Figures for previous year / period have been regrouped wherever necessary.

10. The above results have been reviewed by the Audit Committee & approved by the Board of Directors in the meeting held on 18 October 2010.

BY ORDER OF THE BOARD OF DIRECTORS
FOR BAJAJ FINSERV LIMITED

Pune

Date: 18 October 2010

RAHUL BAJAJ
Chairman