



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

AUDITED STAND-ALONE FINANCIAL RESULTS OF BAJAJ FINSERV LIMITED FOR THE QUARTER AND YEAR ENDED MARCH 31, 2010

(Rs. In Lakhs)

Particulars	QUARTER	QUARTER	YEAR	YEAR
	ENDED 31.03.2010 (Audited)	ENDED 31.03.2009 (Audited)	ENDED 31.03.2010 (Audited)	ENDED 31.03.2009 (Audited)
Income from Operations	2652	2462	12710	11203
EXPENDITURE :				
a) Employees Cost	57	143	395	343
b) Depreciation	390	747	2196	2977
c) Other expenditure (See note 1 & 2)	1002	282	4455	1717
d) Total	1449	1172	7046	5037
Profit from Operations before Other Income and Interest	1203	1290	5664	6166
Other Income	88	45	270	168
Profit before Interest	1291	1335	5934	6334
Interest	-	(1)	-	1
Profit / (Loss) from ordinary activities before tax	1291	1336	5934	6333
Tax expense	586	694	2536	2197
Net Profit / (Loss) before deferred tax adjustments	705	642	3398	4136
Adjustments on revaluation of deferred tax assets	(459)	-	(459)	-
Net Profit / (Loss) for the period	246	642	2939	4136
Paid up Equity Share Capital (Face value of Rs. 5/-)	7234	7234	7234	7234
Reserves excluding Revaluation Reserves			114573	113321
Basic and Diluted Earnings Per Share (Rs.) (not annualised) before and after extraordinary items	0.5	0.4	2.3	2.9
Public shareholding				
No. of shares	65,001,484	65,805,185	65,001,484	65,805,185
Percentage of Shareholding	44.93%	45.48%	44.93%	45.48%
Promoters & Promoter Group Shareholding				
(a) Pledged/Encumbered				
No. of shares	622,708	6,320,111	622,708	6,320,111
Percentage of shares (as a % of the total shareholding of promoters & promoter group)	0.78%	8.03%	0.78%	8.03%
Percentage of shares (as a % of the total share capital of the company)	0.43%	4.37%	0.43%	4.37%
(b) Non-Encumbered				
No. of shares	78,904,033	72,356,439	78,904,033	72,356,439
Percentage of shares (as a % of the total shareholding of promoters & promoter group)	99.22%	91.97%	99.22%	91.97%
Percentage of shares (as a % of the total share capital of the company)	54.54%	50.01%	54.54%	50.01%

Notes:

1. Other Expenditure includes a) operation & maintenance charges of windmill of Rs. 157 lakhs for the current quarter and Rs. 697 lakhs for the year ending 31 March 2010 (corresponding previous year quarter - Rs. 183 lakhs & previous year - Rs. 733 lakhs); b) wheeling & transmission charges of Rs. 426 lakhs for the current quarter and Rs. 914 lakhs for the year ending 31 March 2010 (corresponding previous year quarter - Rs. (141) lakhs & previous year - Rs. 225 lakhs); c) windmill income revaluation expenses of Rs. (10) lakh for the current quarter and Rs. 245 lakhs for the year ending 31 March 2010 (corresponding previous year quarter - Rs. Nil & previous year - Rs. Nil)

2. The company had acquired 2,178,490 detachable warrants, attached to non convertible debentures, issued by Bajaj Auto Finance Limited (hereinafter referred to as "BAFL") as part of rights issue of non convertible debentures in 2006-07. The warrant entitled the company to apply for equity shares in BAFL at the warrant exercise price of Rs. 500/- per warrant, within the warrant exercise period, which expired on 8 January 2010. Since the market price of equity shares of BAFL was lower than the warrant exercise price through the warrant exercise period, the company did not exercise its right to apply for shares of BAFL. Consequently amount of Rs. 1046 lakhs, being cost of warrants has been fully provided for and included in "other expenditure".

3. Directors recommend a dividend of Re.1 per share (20%) subject to approval of shareholders.

4. The company did not have any investor complaints pending as on 1 January 2010 and as on 31 March 2010. There were two investors' complaints received and disposed of during the quarter ended 31 March 2010.

5. In response to the application made by the company, the company has been registered on 30 October 2009 as a Non-Banking Financial Institution (non-deposit taking). The company has complied with Non-Banking Financial (non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007, as applicable thereto, except in respect of 'concentration of investments' prescribed in para 18(1) of the above mentioned directions, for which the company has obtained exemption dated 8 March 2010, subject to fulfillment / observance of certain terms and conditions and review by RBI at the end of one year.

6. 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).

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

8. The above results have been reviewed by the Audit Committee and approved by the Board of Directors in the meeting held on 11 May 2010.

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

Pune
Date: 11 May 2010

RAHUL BAJAJ
Chairman



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

AUDITED CONSOLIDATED FINANCIAL AND SEGMENT-WISE RESULTS OF BAJAJ FINSERV LIMITED AND ITS SUBSIDIARIES, JOINT VENTURES AND ASSOCIATES FOR THE QUARTER AND YEAR ENDED MARCH 31, 2010

Particulars	(Rs. In Lakhs)			
	QUARTER ENDED	QUARTER ENDED	YEAR ENDED	YEAR ENDED
	31.03.2010 (Audited)	31.03.2009 (Audited)	31.3.2010 (Audited)	31.03.2009 (Audited)
KEY BUSINESS STATISTICS OF CONSOLIDATED ENTITIES				
i. Gross written premium				
a) Life Insurance - Bajaj Allianz Life Insurance Co. Ltd.	414348	388089	1141971	1062452
b) General Insurance - Bajaj Allianz General Insurance Co. Ltd.	92444	86884	272489	286618
ii. Funds deployed - Bajaj Auto Finance Ltd.	132605	65151	458510	245093
iii. Wind energy generated - Bajaj Finserv Limited	490	622	4311	4160
Income from operations	12753	13585	45972	38115
Transfer from Policyholders's Account	52448	415	52448	415
TOTAL INCOME	65201	14000	98420	38530
Expenditure :				
a) Transfer to Policyholders' Account	1323	(5698)	6945	16391
b) Employees Cost	1217	1252	4735	2745
c) Depreciation	390	751	2202	2981
d) Other expenditure (See note 3)	1832	794	5453	2373
e) Total	4762	(2901)	19335	24490
Profit from Operations before Other Income and Interest	60439	16901	79085	14040
Other Income	45	-	121	-
Profit before Interest	60484	16901	79206	14040
Interest	-	-	-	2
Profit / (Loss) from ordinary activities before tax and share of profit on Investments in Associates	60484	16901	79206	14038
Add: Share of Profit after tax on Investments in Associates	1125	633	3822	1397
Profit / (Loss) from ordinary activities before tax	61609	17534	83028	15435
Tax expense	3034	3513	9875	7668
Profit / (Loss) from ordinary activities after tax	58575	14021	73153	7767
Less: Minority Interest in Net Income of subsidiaries	14758	3308	17241	636
Net Profit / (Loss) before deferred tax adjustments	43817	10713	55912	7131
Adjustments on revaluation of deferred tax assets	(459)	-	(459)	-
Net Profit / (Loss) for the period	43358	10713	55453	7131
Paid up Equity Share Capital (Face value of Rs. 5/-)	7234	7234	7234	7234
Reserves excluding Revaluation Reserves			255341	201580
Basic and Diluted Earnings Per Share (Rs.) (not annualised) before and after extraordinary items	30.3	7.4	38.6	4.9
Public shareholding				
No. of shares	65,001,484	65,805,185	65,001,484	65,805,185
Percentage of Shareholding	44.93%	45.48%	44.93%	45.48%
Promoters & Promoter Group Shareholding				
(a) Pledged/Encumbered				
No. of shares	622,708	6,320,111	622,708	6,320,111
Percentage of shares (as a % of the total shareholding of promoters & promoter group)	0.78%	8.03%	0.78%	8.03%
Percentage of shares (as a % of the total share capital of the company)	0.43%	4.37%	0.43%	4.37%
(b) Non-Encumbered				
No. of shares	78,904,033	72,356,439	78,904,033	72,356,439
Percentage of shares (as a % of the total shareholding of promoters & promoter group)	99.22%	91.97%	99.22%	91.97%
Percentage of shares (as a % of the total share capital of the company)	54.54%	50.01%	54.54%	50.01%

SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED				
	(Rs. In Lakhs)			
Particulars	QUARTER ENDED 31.03.2010 (Audited)	QUARTER ENDED 31.03.2009 (Audited)	YEAR ENDED 31.03.2010 (Audited)	YEAR ENDED 31.03.2009 (Audited)
Segment Revenue				
Insurance				
General Insurance				
Net earned premium	62098	62015	188400	189109
Investment & Other Income	9261	10138	26882	25075
subtotal	<u>71359</u>	<u>72153</u>	<u>215282</u>	<u>214184</u>
Life Insurance				
Net earned premium	413897	387468	1139137	1060107
Investment & Other Income (See note 2)	66695	48695	1006679	(301110)
subtotal	<u>480592</u>	<u>436163</u>	<u>2145816</u>	<u>758997</u>
total	<u>551951</u>	<u>508316</u>	<u>2361098</u>	<u>973181</u>
Investments & Others	3523	3166	12698	9483
Windmill	490	622	4311	4160
Total	555964	512104	2378107	986824
Segment Profit/(Loss) before Tax, Interest				
Insurance				
General Insurance	5004	7436	17960	14959
Life Insurance	54216	8082	55700	(7067)
total	<u>59220</u>	<u>15518</u>	<u>73660</u>	<u>7892</u>
Investments & Others	1736	1629	5827	6082
Retail financing - Share of Income from associate	1125	633	3822	1397
Windmill	(472)	(246)	(281)	66
Total	61609	17534	83028	15437
Less: Interest	-	-	-	2
Total Profit Before Tax	61609	17534	83028	15435
Capital Employed				
Insurance				
General Insurance	75359	65609	75359	65609
Life Insurance	114996	63121	114996	63121
total	<u>190355</u>	<u>128730</u>	<u>190355</u>	<u>128730</u>
Investments & Others	92891	88762	92891	88762
Retail financing	52598	46083	52598	46083
Windmill	3792	7737	3792	7737
Unallocable	(2349)	(1299)	(2349)	(1299)
Total	337287	270013	337287	270013

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	44.64%	Retail Financing	Associate
e. Bajaj Financial Solutions Limited	100%	Others	Subsidiary

Notes:

1. 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. 29084 lakhs for the year ended 31 March 2010, has been recognised as "income from operations" (previous year surplus of Rs. 24472 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.

2. 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 loss of Rs. 22061 lakhs for the current quarter and unrealised gain of Rs. 643474 lakhs for the year ended 31 March 2010 (corresponding previous year quarter unrealised gain of Rs. 77628 lakhs and previous year unrealised loss of Rs. 191895 lakhs).

3. The company had acquired 2,178,490 detachable warrants, attached to non convertible debentures, issued by Bajaj Auto Finance Limited (hereinafter referred to as "BAFL") as part of rights issue of non convertible debentures in 2006-07. The warrant entitled the company to apply for equity shares in BAFL at the warrant exercise price of Rs. 500/- per warrant, within the warrant exercise period, which expired on 8 January 2010. Since the market price of equity shares of BAFL was lower than the warrant exercise price through the warrant exercise period, the company did not exercise its right to apply for shares of BAFL. Consequently amount of Rs. 1046 lakhs, being cost of warrants has been fully provided for and included in "other expenditure".

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(Rs. In lakhs)

Particulars	Quarter ended		Year ended	
	31.03.2010	31.03.2009	31.03.2010	31.03.2009
Income from operations & other income	2740	2507	12980	11371
Profit/(Loss) before tax	1291	1336	5934	6333
Profit/(Loss) after tax	705	642	3398	4136

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

9. The above results have been reviewed by the Audit Committee and approved by the Board of Directors in the meeting held on 11 May 2010.

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RAHUL BAJAJ
Chairman