

Press release
Financial results – Q2 FY15

A meeting of the Board of Directors of Bajaj Holdings & Investment Limited (BHIL) was held today to consider and approve the results for Q2 FY15.

1. Highlights**Q2 FY15 v/s Q2 FY14**

- ✓ Consolidated profit after tax - ₹ 510 crore v/s ₹ 460 crore ↑ 11%
- ✓ Standalone profit after tax - ₹ 645 crore v/s ₹ 484 crore ↑ 33%

H1 FY15 v/s H1 FY14

- ✓ Consolidated Profit After Tax - ₹ 1,032 crore v/s ₹ 903 crore ↑ 14%
- ✓ Standalone Profit After Tax - ₹ 792 crore v/s ₹ 595 crore ↑ 33%

2. Consolidated results

BHIL, with a sizeable pool of cash and cash equivalents, is essentially an investment company, holding as on 30 September 2014, strategic stakes of 31.49% in Bajaj Auto Limited (BAL) and 39.16% in Bajaj Finserv Limited (BFS), the results of which are consolidated with BHIL.

- ✓ BAL continues to be the leader in Auto industry in terms of EBITDA with a margin of 20.8% and recorded profit after tax of ₹ 591 crore. This was after recognising liability of ₹ 340 crore towards National Calamity Contingent Duty (NCCD) of its Pantnagar plant for the last seven and half years, i.e. 1 April 2007 to 30 September 2014 as per ruling of Honourable High Court of Uttarakhand. But for this exceptional charge, profit after tax would have been ₹ 853 crore.
- ✓ BFS (consolidated) net profit **increased by 14%** from ₹ 277 crore to ₹ 316 crore.

Bajaj Finserv's consolidated results include results of its lending arm Bajaj Finance Limited and its two insurance subsidiaries - Bajaj Allianz Life Insurance Company Limited and Bajaj Allianz General Insurance Company Limited.

Summary of consolidated financials of BHIL is as under:

₹ In Crore	Q2 FY15	Q2 FY14	H1 FY15	H1 FY14	FY14
Net sales and other income	216	92	390	234	428
Income from associates after tax	328	393	699	724	1,669
Profit after tax	510	460	1,032	903	1,988

3. Standalone results

With equity market performing well, this quarter provided an opportunity to the Company to book profits on some of its investments.

Profit on sale of investments (net) during Q2 FY15 was ₹ 90 crore v/s ₹ 9 crore during Q2 FY14.

Details of standalone financials are given below:

₹ In Crore	Q2 FY15	Q2 FY14	H1 FY15	H1 FY14	FY14
Dividend :					
- From BAL, BFS and MSL	473	425	473	425	425
- From others	24	22	49	46	55
Profit on sale of investments (net)	90	9	178	73	104
Interest and other income	86	51	138	104	245
Rent from investment property	4	1	8	1	10
Total revenue	677	508	846	649	839
Total expenses	6	9	11	14	25
Profit before tax	671	499	835	635	814
Profit after tax	645	484	792	595	733

4. Investments

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

₹ In Crore	30-Sep-14		31-Mar-14	
	Cost	Market value	Cost	Market value
Equity shares – BAL, BFS and MSL	1,030	28,714	1,030	24,021
Equity shares – others	1,666	3,390	1,814	3,136
Fixed income securities	2,921	3,024	2,322	2,340
Fixed deposits	190	190	240	240
Total	5,807	35,318	5,406	29,737

NAV of the above investments was ₹ 3,173 per share as on 30 September 2014.

Sanjiv Bajaj
Managing Director
 15 October 2014

Annexure - Consolidated results of BHIL

(₹ In Crore)		Q2 FY15	Q2 FY14	H1 FY15	H1 FY14	FY14
1	Net Sales and Income from operations	184.61	89.81	356.89	231.17	386.70
2	Expenses					
	(a) Cost of materials consumed	0.21	0.09	0.39	0.18	0.43
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	0.01	0.01	(0.01)	-	0.03
	(c) Employee benefits expense	2.26	1.57	3.87	3.16	6.43
	(d) Depreciation and amortisation	1.77	0.96	3.12	1.87	4.78
	(e) Other expenses	2.84	6.86	5.40	9.79	16.48
	Total expenses	7.09	9.49	12.77	15.00	28.15
3	Profit from operations before other income, finance costs and exceptional items (1-2)	177.52	80.32	344.12	216.17	358.55
4	Other Income	31.06	2.45	33.32	2.53	41.02
5	Profit from ordinary activities before finance costs and exceptional items (3+4)	208.58	82.77	377.44	218.70	399.57
6	Finance costs	-	-	-	-	-
7	Profit from ordinary activities after finance costs but before exceptional items (5-6)	208.58	82.77	377.44	218.70	399.57
8	Exceptional items	-	-	-	-	-
9	Profit from ordinary activities before tax (7-8)	208.58	82.77	377.44	218.70	399.57
10	Tax expense	25.89	15.48	44.92	39.89	85.84
11	Net Profit from ordinary activities after tax (9-10)	182.69	67.29	332.52	178.81	313.73
12	Add : Tax (debits)/credits pertaining to earlier years	(0.51)	-	0.81	-	4.72
13	Add: Share of Profit after tax on Investments in Associates	327.86	392.69	699.07	724.35	1,669.11
14	Less: Minority Interest in Net Income of subsidiaries	-	-	-	-	-
15	Net Profit / (Loss) for the period (11+12+13-14)	510.04	459.98	1,032.40	903.16	1,987.56
16	Basic and Diluted Earnings Per Share (₹) (not annualised) before and after extraordinary items	45.8	41.3	92.8	81.2	178.6