

Press release
Results – Q1 FY17

A meeting of the Board of Directors of Bajaj Holdings & Investment Limited (BHIL) was held today to consider and approve the results for Q1 FY17.

1. Highlights - Q1 FY17 v/s Q1 FY16

- ✓ Consolidated profit after tax - ₹ **566 crore** v/s ₹ 613 crore
- ✓ Standalone profit after tax - ₹ **86 crore** v/s ₹ 123 crore

2. Consolidated results

Bajaj Holdings & Investment Limited, as its name suggests, is a holding company in addition to being an investment company. As a holding company, it holds strategic stakes of 31.49% in Bajaj Auto Ltd. (BAL), 39.29% in Bajaj Finserv Ltd. (BFS) and 24% in Maharashtra Scooters Ltd. (MSL). As such, consolidated results of BAL and BFS are consolidated in BHIL's results.

Bajaj Auto consolidates its ~ 48% stake in KTM AG, Austria. As per accounting standards, BHIL has to consolidate old Indian GAAP (not Ind AS) financials of BAL in its consolidated results.

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

- ✓ **BAL's profit after tax** (consolidated) as considered for consolidation **stood at ₹ 853 crore** in Q1 FY17 v/s ₹ 971 crore in Q1 FY16 at an industry leading EBITDA margin of 21.2%.
- ✓ **BFS** (consolidated) **profit after tax increased** by 15% to ₹ **538 crore** in Q1 FY17 v/s ₹ 467 crore in Q1 FY16.
- ✓ As a result, **BHIL's consolidated profit after tax** for Q1 FY17 stood at ₹ **566 crore** v/s ₹ 613 crore in Q1 FY16.

Summary of consolidated financials of BHIL is as under:

₹ In Crore	Q1 FY17	Q1 FY16	FY16
Total revenue	120	165	477
Share of profit after tax of associates	480	489	1,924
Profit after tax	566	613	2,265

3. Standalone results

BHIL is essentially an investment company. Its focus is on earning income through dividends, interest and profits on investments held. It is largely dependent on the stock and money markets for its income.

Details of standalone financials are given below:

₹ In Crore	Q1 FY17	Q1 FY16	FY16
Dividend :			
- From BAL, BFS and MSL	-	-	950
- From others	1	26	68
Profit on sale of investments (net)	51	64	114
Interest on investments and other income	63	69	253
Rent from investment property	4	4	16
Total revenue	119	163	1,401
Total expenses	10	11	42
Profit before tax	109	152	1,359
Profit after tax	86	123	1,271

4. Investments

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

₹ In Crore	30-Jun-16		31-Mar-16	
	Cost	Market value	Cost	Market value
Strategic equity investments in group companies	1,188	39,876	1,188	33,356
Equity shares – others	1,809	2,760	1,911	2,705
Fixed income securities	3,616	3,681	3,415	3,444
Investment property	200	200	201	201
Total	6,813	46,517	6,715	39,706

As against a book value of ₹ 619 per share, NAV of the above investments was ₹ 4,180 per share as on 30 June 2016.

Sanjiv Bajaj
Managing Director
 27 July 2016

Annexure - Consolidated results of BHIL

(₹ In Crore)		Q1 FY17	Q1 FY16	FY16
1	Net Sales and Income from operations	118.07	163.35	469.84
2	Expenses			
	(a) Cost of materials consumed	0.24	0.31	0.92
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(0.22)	(0.07)	0.19
	(c) Employee benefits expense	5.01	3.91	16.35
	(d) Depreciation and amortisation	1.35	1.37	5.48
	(e) Other expenses	4.51	6.64	23.85
	Total expenses	10.89	12.16	46.79
3	Profit from operations before other income, finance costs and exceptional items (1-2)	107.18	151.19	423.05
4	Other income	1.85	1.71	6.85
5	Profit from ordinary activities before finance costs and exceptional items (3+4)	109.03	152.90	429.90
6	Finance costs	-	-	-
7	Profit from ordinary activities after finance costs but before exceptional items (5-6)	109.03	152.90	429.90
8	Exceptional items	-	-	-
9	Profit from ordinary activities before tax (7-8)	109.03	152.90	429.90
10	Tax expense	22.88	29.04	88.31
11	Net profit from ordinary activities after tax (9-10)	86.15	123.86	341.59
12	Add: Share of profit after tax of associates	479.69	489.30	1,923.65
13	Less: Minority interest in net income of subsidiaries	-	-	-
14	Net profit after tax, minority interest and share of profit of associates (11+12-13)	565.84	613.16	2,265.24
15	Basic and diluted earnings per share (₹) before and after extraordinary items (not annualised)	50.8	55.1	203.5