

Press release
Financial results – Q2 FY16

A meeting of the Board of Directors of Bajaj Holdings & Investment Limited (BHIL) was held today to consider and approve the results for Q2 FY16.

1. Highlights**Q2 FY16 v/s Q2 FY15**

- ✓ Consolidated net profit - ₹ 568 crore v/s ₹ 510 crore ↑ 11%
- ✓ Standalone net profit - ₹ 546 crore v/s ₹ 645 crore

H1 FY16 v/s H1 FY15

- ✓ Consolidated net profit - ₹ 1,181 crore v/s ₹ 1,032 crore ↑ 14%
- ✓ Standalone net profit - ₹ 669 crore v/s ₹ 792 crore

2. Consolidated results

BHIL is essentially an investment company. As on 30 September 2015, the Company held 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.

The excellent performance of the underlying companies is reflected in the consolidated results of BHIL.

- ✓ BAL declared its **second highest quarterly profit** (standalone) of ₹ 933 crore in Q2 FY16, the highest being in Q1. **Thus, BAL declared its best ever H1 results.** It also recorded operating EBITDA of ₹ 1,357 crore at an industry leading EBITDA margin of 22.1%.
- ✓ BFS (consolidated) net profit **increased** by 40% from ₹ 316 crore to ₹ 441 crore in Q2 FY16.

Summary of consolidated financials of BHIL is as under:

₹ In Crore	Q2 FY16	Q2 FY15	H1 FY16	H1 FY15	FY15
Net sales and other income	111	216	276	390	559
Income from associates after tax	489	328	978	699	1,615
Net profit	568	510	1,181	1,032	2,029

3. Standalone results

Details of standalone financials are given below:

₹ In Crore	Q2 FY16	Q2 FY15	H1 FY16	H1 FY15	FY15
Dividend :					
- From BAL, BFS and MSL	475	473	475	473	473
- From others	23	24	49	49	56
Profit on sale of investments (net)	12	90	76	178	214
Interest on investments and other income	63	56	132	108	217
Interest on income tax refund	-	30	-	30	30
Rent from investment property	4	4	8	8	16
Total revenue	577	677	740	846	1,006
Total expenses	10	6	21	11	41
Profit before tax	567	671	719	835	965
Profit after tax	546	645	669	791	885
Net profit	546	645	669	792	868

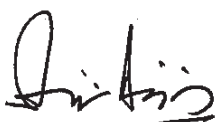
Equity market remained subdued during the quarter. The Company did not book any profit on sale of equity shares.

4. Investments

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

₹ In Crore	30-Sep-15		31-Mar-15	
	Cost	Market value	Cost	Market value
Strategic equity investments in group companies	1,188	32,670	1,188	27,964
Equity shares – others	1,946	3,030	1,697	3,168
Fixed income securities	3,118	3,205	3,122	3,227
Investment property	204	204	206	206
Total	6,456	39,109	6,213	34,565

As against a book value of ₹ 596 per share, NAV of the above investments was ₹ 3,514 per share as on 30 September 2015.



Sanjiv Bajaj

Managing Director

21 October 2015

AGM

Annexure - Consolidated results of BHIL

₹ In Crore)		Q2 FY16	Q2 FY15	HI FY16	HI FY15	FY15
1	Net Sales and Income from operations	110.00	184.61	273.35	356.89	523.93
2	Expenses					
	(a) Cost of materials consumed	0.24	0.21	0.55	0.39	1.02
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	0.13	0.01	0.06	(0.01)	(0.18)
	(c) Employee benefits expense	4.37	2.26	8.28	3.87	7.87
	(d) Depreciation and amortisation	1.36	1.77	2.73	3.12	5.93
	(e) Other expenses	4.63	2.84	11.27	5.40	31.00
	Total expenses	10.73	7.09	22.89	12.77	45.64
3	Profit from operations before other income, finance costs and exceptional items (1-2)	99.27	177.52	250.46	344.12	478.29
4	Other income	1.08	31.06	2.79	33.32	34.90
5	Profit from ordinary activities before finance costs and exceptional items (3+4)	100.35	208.58	253.25	377.44	513.19
6	Finance costs	-	-	-	-	-
7	Profit from ordinary activities after finance costs but before exceptional items (5-6)	100.35	208.58	253.25	377.44	513.19
8	Exceptional items	-	-	-	-	-
9	Profit from ordinary activities before tax (7-8)	100.35	208.58	253.25	377.44	513.19
10	Tax expense	21.01	25.89	50.05	44.92	81.54
11	Net Profit from ordinary activities after tax (9-10)	79.34	182.69	203.20	332.52	431.65
12	Add : Tax (debits)/credits pertaining to earlier years	-	(0.51)	-	0.81	(17.82)
13	Add: Share of profit after tax on investments in associates	488.45	327.86	977.75	699.07	1,615.41
14	Less: Minority interest in net income of subsidiaries	-	-	-	-	-
15	Net Profit / (Loss) for the period (11+12+13-14)	567.79	510.04	1,180.95	1,032.40	2,029.24
16	Basic and diluted earnings per share (₹) (not annualised) before and after extraordinary items	51.0	45.8	106.1	92.8	182.3