

Press release

Financial results – Q3 FY23

A meeting of the Board of Directors of Bajaj Holdings & Investment Limited (BHIL) was held today to consider and approve the results for Q3 FY23.

Details about BHIL and companies consolidated in it, are included at the end of this release.

1. Highlights

Q3 FY23 v/s Q3 FY22

- ✓ Consolidated profit after tax - ₹ **1,286 crore** v/s ₹ 1,040 crore ↑ **24%**
- ✓ Standalone profit after tax - ₹ **49 crore** v/s ₹ 49 crore

9M FY23 v/s 9M FY22

- ✓ Consolidated profit after tax - ₹ **3,498 crore** v/s ₹ 2,950 crore ↑ **19%**
- ✓ Standalone profit after tax - ₹ **1,666 crore** v/s ₹ 1,584 crore

2. Consolidated results

- a. Bajaj Auto's EBITDA (standalone) was **highest ever** yet **again** in Q3 FY23, surpassing the record set in the previous quarter.
Bajaj Auto (consolidated) profit after tax stood at ₹ **1,473 crore** in Q3 FY23 (excluding its share in results of Pierer Bajaj AG, an associate – Refer note 4 to the consolidated financial results of BHIL) v/s ₹ 1,430 crore in Q3 FY22.
- b. BFS (consolidated) profit after tax **increased** by **42%** to **highest ever** yet **again** of ₹ **1,782 crore** in Q3 FY23 v/s ₹ 1,256 crore in Q3 FY22, mainly aided by strong performance of BFL.
- c. Maharashtra Scooters Ltd. profit after tax stood at ₹ 3.01 crore in Q3 FY23 v/s ₹ 3.30 crore in Q3 FY22.
- d. Consequently, BHIL's consolidated profit after tax **increased** by **24%** to ₹ **1,286 crore** in Q3 FY23 v/s ₹ 1,040 crore in Q3 FY22.

Summary of consolidated financials of BHIL is as under:

₹ In Crore	Q3 FY23	Q3 FY22	9M FY23	9M FY22	FY22
Total income	116	110	421	381	487
Share of profits of associates	1,235	989	3,360	2,835	3,894
Profit after tax	1,286	1,040	3,498	2,950	4,056

3. Standalone results

BHIL remains essentially an investment company. Its focus is on earning income through dividends, interest and profits on investments held. Details of standalone financials are given below:

₹ In Crore	Q3 FY23	Q3 FY22	9M FY23	9M FY22	FY22
Dividend received	12	12	1,564	1,461	1,468
Profit on fixed income securities (net)	10	7	30	44	52
Interest on investments and other income	85	80	247	233	313
Total income	107	99	1,841	1,738	1,833
Profit after tax (a)	49	49	1,666	1,584	1,631
Other comprehensive income, net of tax (b)	188	157	439	1,531	1,187
Total comprehensive income (a) + (b)	237	206	2,105	3,115	2,818

Dividends received from corporates in Q2 FY23 boosted standalone total income and profit after tax (PAT) of the Company for Q2 FY23 and is reflected in the results of 9M FY23 too.

4. Investments

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

₹ In Crore	31-Dec-22		31-Mar-22	
	Cost	Market value	Cost	Market value
Strategic equity investments in group companies	3,173	136,683	3,135	146,011
Equity shares – others	2,798	6,350	2,714	6,198
Fixed income securities	4,299	4,229	4,132	4,153
Investment properties	175	287	177	287
Total	10,445	147,549	10,158	156,649

As against a book value of ₹ 1,437 per share, NAV of the above investments was ₹ 13,258 per share as on 31 December 2022.

Anant Marathe
CFO
30 January 2023

Annexure-Consolidated results of BHIL

(₹ In Crore)		Q3 FY23	Q3 FY22	9M FY23	9M FY22	FY22
1	Income					
	Interest income	67.77	64.63	201.49	190.44	253.73
	Dividend income	11.53	12.13	117.74	77.86	85.46
	Rental income	4.62	5.40	13.78	15.25	20.05
	Net gain on fair value changes	11.03	7.88	32.23	45.59	53.26
	Other investment income	-	-	0.19	-	-
	Revenue from contracts with customers - Sale of goods	3.46	5.53	11.97	11.09	17.19
	Total revenue from operations	98.41	95.57	377.40	340.23	429.69
	Other income	17.62	14.56	43.86	40.93	56.82
	Total income	116.03	110.13	421.26	381.16	486.51
2	Expenses					
	Employee benefits expense	12.33	11.20	37.45	34.83	44.46
	Finance costs - Interest on operating lease liability	0.69	0.78	2.02	2.35	3.15
	Cost of raw materials consumed	1.66	1.45	5.30	7.88	9.48
	Changes in inventories of finished goods, work-in-progress	(0.69)	1.23	0.12	(4.66)	(1.96)
	Depreciation, amortisation and impairment	8.47	8.43	25.36	25.25	33.71
	Other expenses	23.52	17.24	67.30	46.78	65.44
	Total expenses	45.98	40.33	137.55	112.43	154.28
3	Share of profits of associates	1,234.55	989.18	3,360.16	2,835.40	3,893.67
4	Profit before tax (1-2+3)	1,304.60	1,058.98	3,643.87	3,104.13	4,225.90
5	Tax expense					
	Current tax	17.82	15.17	74.33	68.55	82.33
	Deferred tax	(0.34)	2.04	(0.51)	41.00	42.82
	Tax credit pertaining to earlier year	-	-	(23.01)	(24.86)	(24.86)
	Total tax expense	17.48	17.21	50.81	84.69	100.29
6	Profit after tax (4-5)	1,287.12	1,041.77	3,593.06	3,019.44	4,125.61
7	Profit attributable to non-controlling interests	1.47	1.61	95.29	69.15	69.93
8	Profit for the period (6-7)	1,285.65	1,040.16	3,497.77	2,950.29	4,055.68
9	Other comprehensive income, net of tax (including share of associates)					
	(a) Items that will not be reclassified to profit or loss	(1,095.89)	(1,108.37)	(650.63)	4,512.75	4,796.88
	(b) Items that will be reclassified to profit or loss	263.39	(18.03)	(187.51)	(20.06)	(262.62)
	Total other comprehensive income, net of tax	(832.50)	(1,126.40)	(838.14)	4,492.69	4,534.26
10	Total comprehensive income (6+9)	454.62	(84.63)	2,754.92	7,512.13	8,659.87
11	Profit attributable to:					
	Owners of the company	1,285.65	1,040.16	3,497.77	2,950.29	4,055.68
	Non-controlling interests	1.47	1.61	95.29	69.15	69.93
12	Total comprehensive income attributable to:					
	Owners of the company	1,079.38	482.56	3,223.45	5,930.10	6,844.30
	Non-controlling interests	(624.76)	(567.19)	(468.53)	1,582.03	1,815.57
13	Paid-up equity share capital (Face value of ₹ 10)	111.29	111.29	111.29	111.29	111.29
14	Other equity					42,730.96
15	Basic and diluted earnings per share (₹) (not annualised)	115.5	93.5	314.3	265.1	364.4

About BHIL:

BHIL remains essentially a holding and investment company.

BHIL holds strategic stakes in Bajaj Auto Ltd., Bajaj Finserv Ltd. and Maharashtra Scooters Ltd., which it consolidates and other investments of over ₹ 13,000 crore (at market value).

BHIL also has a wholly owned subsidiary viz. Bajaj Auto Holdings Ltd., which has investments only in group companies, though insignificant.

The details of major group companies consolidated in BHIL have been given below:

Stake consolidated	Explanation	Consolidation method
Bajaj Auto Ltd. (BAL)* 36.64%	BHIL's direct stake in BAL 34.18% + MSL's 2.46% stake in BAL	Equity pick-up
Bajaj Finserv Ltd. (BFS) @ 41.59%	BHIL's direct stake in BFS 39.25% + MSL's 2.34% stake in BFS	Equity pick-up
Maharashtra Scooters Ltd. (MSL) 51%	BHIL's direct stake in MSL 51%	Full line by line consolidation

* BAL comprises of	49.90% stake in Pierer Bajaj AG Equity pickup of BHIL share in BAL's profit is net of elimination of cross-holding of BAL in BHIL of 3.14%
@ BFS comprises of	52.49% stake in Bajaj Finance Ltd. (BFL)
	74% stake in Bajaj Allianz General Insurance Company Ltd. (BAGIC)
	74% stake in Bajaj Allianz Life Insurance Company Ltd. (BALIC)

BHIL is part of BSE 200 and Nifty 200 index of top 200 companies listed in India. BFS and BFL are included in the benchmark BSE Sensex and Nifty 50 index of large cap stocks, while BAL is included in Nifty 50 index. MSL is listed too.