

Press release

Financial results – Q1 FY22

A meeting of the Board of Directors of Bajaj Holdings & Investment Limited (BHIL) was held today i.e. 22 July 2021 to consider and approve the results for Q1 FY22.

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

1. Highlights

Q1 FY22 v/s Q1 FY21

- ✓ Consolidated profit after tax - ₹ 779 crore v/s ₹ 679 crore ↑ 15%
- ✓ Standalone profit after tax - ₹ 49 crore v/s ₹ 43 crore ↑ 14%

2. Consolidated results

- ✓ Bajaj Auto (consolidated) profit after tax increased to ₹ 1,170 crore in Q1 FY22 v/s ₹ 396 crore in Q1 FY21 upon significantly higher sales due to implementation of localised lockdowns unlike a strict nation-wide lockdown in the corresponding previous period.
- ✓ BFS (consolidated) profit after tax stood at ₹ 833 crore in Q1 FY22 v/s ₹ 1,215 crore in Q1 FY21, due to lower mark-to-market gains on equity investments and higher COVID-19 claims incurred by insurance companies.
- ✓ Maharashtra Scooters Ltd. profit after tax stood at ₹ 2.14 crore in Q1 FY22 v/s ₹ 1.45 crore in Q1 FY21.
- ✓ Consequently, BHIL's consolidated profit after tax increased to ₹ 779 crore in Q1 FY22 v/s ₹ 679 crore in Q1 FY21.

Summary of consolidated financials of BHIL is as under:

₹ In Crore	Q1 FY22	Q1 FY21	FY21
Total income	111	105	463
Share of profits of associates	728	635	3,446
Profit after tax	779	679	3,650

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	Q1 FY22	Q1 FY21	FY21
Dividend received	12	4	40
Profit on fixed income securities (net)	17	15	66
Interest on investments and other income	75	81	325
Total income	104	100	431
Profit after tax (a)	49	43	199
Other comprehensive income, net of tax (b)	465	789	3,125
Total comprehensive income (a) + (b)	514	832	3,324

4. Investments

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

₹ In Crore	30-Jun-21		31-Mar-21	
	Cost	Market value	Cost	Market value
Strategic equity investments in group companies	3,135	119,752	3,135	99,806
Equity shares - others	2,748	5,549	2,772	5,241
Fixed income securities	3,999	4,052	3,832	3,888
Investment properties	180	274	181	274
Total	10,062	129,627	9,920	109,209

As against a book value of ₹ 1,306 per share, NAV of the above investments was ₹ 11,648 per share as on 30 June 2021.

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CFO

22 July 2021

About BHIL:

BHIL remains essentially a holding and investment company.

It holds strategic stakes in Bajaj Auto Ltd., Bajaj Finserv Ltd. and Maharashtra Scooters Ltd., which it consolidates and other investments of over ₹ 10,000 crore (at market value).

As required by regulation, BHIL has adopted Indian Accounting Standards (Ind AS) from FY19 and the previous period figures are comparable.

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

Stake consolidated	Explanation	Consolidation method
Bajaj Auto Ltd. (BAL)* 35.77%	BHIL's direct stake in BAL 33.43% + MSL's 2.34% stake in BAL	Equity pick-up
Bajaj Finserv Ltd. (BFS) @ 41.63%	BHIL's direct stake in BFS 39.29% + 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	48% stake in KTM AG, Austria 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	53% 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. BAL, BFS and BFL are included in the benchmark BSE Sensex and Nifty 50 index of large cap stocks. MSL is listed too.

Annexure - Consolidated results of BHIL

(₹ In Crore)		Q1 FY22	Q1 FY21	FY21
1	Income			
	Interest income	60.71	64.02	253.27
	Dividend income	12.16	3.79	40.23
	Rental income	4.84	4.69	19.12
	Net gain on fair value changes	17.32	16.34	68.21
	Other investment income	-	-	3.00
	Revenue from contracts with customers - Sale of goods	2.62	1.41	15.28
	Total revenue from operations	97.65	90.25	399.11
	Other income	12.99	15.11	63.96
	Total income	110.64	105.36	463.07
2	Expenses			
	Employee benefits expenses	12.15	11.33	44.16
	Finance costs - Interest on operating lease liability	0.78	0.95	3.80
	Cost of raw materials consumed	3.15	0.50	8.40
	Changes in inventories of finished goods, work-in-progress	(2.97)	0.02	(0.28)
	Depreciation, amortisation and impairment	8.42	8.39	33.61
	Other expenses	16.17	10.80	53.23
	Total expenses	37.70	31.99	142.92
3	Share of profits of associates	728.44	634.90	3,445.59
4	Profit before tax (1-2+3)	801.38	708.27	3,765.74
5	Tax expense			
	Current tax	20.38	29.93	101.92
	Deferred tax	1.39	(1.50)	9.67
	Total tax expense	21.77	28.43	111.59
6	Profit after tax (4-5)	779.61	679.84	3,654.15
7	Profit attributable to non-controlling interests	1.05	0.71	4.32
8	Profit for the period (6-7)	778.56	679.13	3,649.83
9	Other comprehensive income, net of tax (including share of associates)			
	(a) Items that will not be reclassified to profit or loss	1,869.09	1,955.57	8,043.75
	(b) Items that will be reclassified to profit or loss	(6.50)	65.08	49.50
	Total other comprehensive income, net of tax	1,862.59	2,020.65	8,093.25
10	Total comprehensive income (6+9)	2,642.20	2,700.49	11,747.40
11	Profit attributable to:			
	Owners of the company	778.56	679.13	3,649.83
	Non-controlling interests	1.05	0.71	4.32
12	Total comprehensive income attributable to:			
	Owners of the company	1,929.77	2,194.30	9,332.81
	Non-controlling interests	712.43	506.19	2,414.59
13	Paid-up equity share capital (Face value of ₹ 10)	111.29	111.29	111.29
14	Other equity			37,055.67
15	Basic and diluted earnings per share (₹) (not annualised)	70.0	61.0	327.9