



Bajaj Holdings & Investment Limited
(formerly Bajaj Auto Limited)

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Press release
Financial results – Q3 FY20
Consolidated profit after tax ↑ 19%

A meeting of the Board of Directors of Bajaj Holdings & Investment Limited (BHIL) was held today i.e. 30 January 2020 to consider and approve the results for Q3 FY20.

1. Highlights

Q3 FY20 v/s Q3 FY19

- ✓ Consolidated profit after tax - ₹ **933 crore** v/s ₹ 781 crore ↑ **19%**
- ✓ Standalone profit after tax - ₹ **31 crore** v/s ₹ 61 crore

9M FY20 v/s 9M FY19

- ✓ Consolidated profit after tax - ₹ **2,631 crore** v/s ₹ 2,257 crore ↑ **17%**
- ✓ Standalone profit after tax - ₹ **721 crore** v/s ₹ 764 crore

2. Acquisition of 27% stake in MSL

Consequent upon the acquisition of 27% stake of MSL from WMDC, BHIL holds 51% shareholding in MSL. MSL has hence become a subsidiary of BHIL with effect from 17 June 2019.

3. Consolidated results

The consolidated financials of BHIL include stakes of major group companies as 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. 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)

- ✓ BAL's (consolidated) profit after tax increased by 8% to ₹ 1,322 crore in Q3 FY20 v/s ₹ 1,221 crore in Q3 FY19.
- ✓ BFS (consolidated) profit after tax increased by 32% to ₹ 1,126 crore in Q3 FY20 v/s ₹ 851 crore in Q3 FY19, mainly aided by strong performance of BFL.
- ✓ Consequently, BHIL's consolidated profit after tax increased by 19% to ₹ 933 crore in Q3 FY20 v/s ₹ 781 crore in Q3 FY19.

Summary of consolidated financials of BHIL is as under:

₹ In Crore	Q3 FY20	Q3 FY19	9M FY20	9M FY19	FY19
Total income	97	111	317	347	431
Share of profits of associates and joint venture	900	720	2,540	2,060	2,827
Profit after tax	933	781	2,631	2,257	3,048
Other comprehensive income, net of tax					
Net gain on acquisition of MSL	-	-	3,153	-	-
Other items of OCI	512	589	1,594	523	1,128
Non-controlling interests in OCI	-155	-	-630	-	-
Total comprehensive income attributable to BHIL	1,290	1,370	6,748	2,780	4,176

Upon MSL becoming a subsidiary on the abovementioned acquisition of stake and on application of Indian Accounting Standards thereto, BHIL has recorded a one-time net gain of ₹ 3,153 crore in Other Comprehensive Income in 9M FY20.

4. Standalone results

Details of standalone financials are given below:

₹ In Crore	Q3 FY20	Q3 FY19	9M FY20	9M FY19	FY19
Dividend received	9	8	656	607	609
Profit on fixed income securities (net)	7	3	19	7	6
Interest on investments and other income	72	99	221	301	383
Total income	88	110	896	915	998
Profit after tax (a)	31	61	721	764	788
Other comprehensive income, net of tax (b) Fair value change of investments (net of deferred tax) *	149	181	-52	176	516
Total comprehensive income (a) + (b)	180	242	669	940	1,304

* Mark to market gains / losses on equity and fixed income securities of BHIL are routed through Other Comprehensive Income (OCI) and not Profit & Loss Account, as required by Ind AS considering the Company's business model.

5. Investments

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

₹ In Crore	31-Dec-19		31-Mar-19	
	Cost	Market value	Cost	Market value
Strategic equity investments in group companies	3,070	92,615	2,831	74,031
Equity shares – others	2,252	4,069	1,741	3,343
Fixed income securities	3,148	3,167	3,228	3,209
Investment properties	185	281	187	281
Total	8,655	100,132	7,987	80,864

As against a book value of ₹ 1,009 per share, NAV of the above investments was ₹ 8,997 per share as on 31 December 2019.

Anant Marathe
CFO

30 January 2020

Annexure - Consolidated results of BHIL

(₹ In Crore)	Q3 FY20	Q3 FY19	9M FY20	9M FY19	FY19
1 Income					
Interest income	60.84	93.97	186.94	283.42	360.99
Dividend income	8.79	8.47	52.73	38.20	40.36
Rental income	4.67	4.32	13.35	13.85	18.12
Net gain on fair value changes	7.78	2.85	20.98	8.21	7.23
Revenue from contracts with customers - Sale of goods	4.65	-	8.92	-	-
Others	0.13	-	0.17	-	-
Total revenue from operations	86.86	109.61	283.09	343.68	426.70
Other income	10.57	1.17	34.13	3.47	4.65
Total income	97.43	110.78	317.22	347.15	431.35
2 Expenses					
Employee benefits expense	11.10	6.89	32.88	20.62	28.13
Finance costs - Interest on operating lease liability	2.58	-	7.74	-	-
Cost of raw materials consumed	3.34	-	6.69	-	-
Changes in inventories of finished goods, work-in-progress	(0.51)	-	(2.26)	-	-
Depreciation, amortisation and impairment	8.28	0.87	24.78	3.22	4.10
Other expenses	18.51	8.47	56.52	27.02	56.43
Total expenses	43.30	16.23	126.35	50.86	88.66
3 Share of profits of associates and joint venture	900.04	720.40	2,539.71	2,060.41	2,827.33
4 Profit before tax (1-2+3)	954.17	814.95	2,730.58	2,356.70	3,170.02
5 Tax expense					
Current tax	18.36	33.32	60.85	107.37	130.27
Deferred tax	2.10	0.53	3.50	(7.61)	(8.63)
Total tax expense	20.46	33.85	64.35	99.76	121.64
6 Profit after tax (4-5)	933.71	781.10	2,666.23	2,256.94	3,048.38
7 Profit attributable to non-controlling interests	1.06	-	35.64	-	-
8 Profit for the period (6-7)	932.65	781.10	2,630.59	2,256.94	3,048.38
9 Other comprehensive income, net of tax (including share of associates and joint venture)					
(a) Items that will not be reclassified to profit or loss	502.18	384.21	4,731.79	566.03	1,100.71
(b) Items that will be reclassified to profit or loss	9.99	205.07	15.48	(42.77)	27.24
Total other comprehensive income, net of tax	512.17	589.28	4,747.27	523.26	1,127.95
10 Total comprehensive income (6+9)	1,445.88	1,370.38	7,413.50	2,780.20	4,176.33
11 Profit attributable to:					
Owners of the company	932.65	781.10	2,630.59	2,256.94	3,048.38
Non-controlling interests	1.06	-	35.64	-	-
12 Total comprehensive income attributable to:					
Owners of the company	1,289.82	1,370.38	6,747.42	2,780.20	4,176.33
Non-controlling interests	156.06	-	666.08	-	-
13 Paid-up equity share capital (Face value of ₹ 10)	111.29	111.29	111.29	111.29	111.29
14 Other equity					26,841.01
15 Basic and diluted earnings per share (₹) (not annualised)	83.8	70.2	236.4	202.8	273.9