BAJAJ

Bajaj Holdings & Investment Limited
(formerly Bajaj Auto Limited)

Regd. Office : Bajaj Auto Limited Complex,
Mumbai Pune Road, Akurdi, Pune 411035.
Tel.: 020-27472851, Fax :020-27473398

FAX NO. 022 26598237/26598238

19 January 2011

National Stock Exchange of India Ltd
Exchange Plaza, 5th Floor
Plot No.C-1, G Block
Bandra-Kurla Complex
Bandra (East)
MUMBAI 400 051

Dear Sir/s :

Sub : **Unaudited financial results for the quarter and nine months ended 31 December 2010 - limited review**

In terms of the provisions of clause 41 of the listing agreement, the Unaudited Stand-alone Financial Results for the quarter and nine months ended 31 December 2010 subjected to a limited review by the auditors of the company and Consolidated Financial Results for the said quarter and nine months ended 31 December 2010 were taken on record by our board of directors at its meeting held today, the 19 January 2011.

Accordingly, please find enclosed the following :

a) Certified true copy of Unaudited Stand-alone and Consolidated Financial Results for the quarter and nine months ended 31 December 2010.

b) Limited Review Report for the quarter and nine months ended 31 December 2010, and

c) One copy of the press release.

Thanking you,

Yours faithfully,
for Bajaj Holdings & Investment Limited,

MANDAR VELANKAR
COMPANY SECRETARY

Encl : as above

Confirmation copy sent by hand delivery

# BAJAJ

## Bajaj Holdings & Investment Limited

(formerly Bajaj Auto Limited)

**Mumbai - Pune Road, Akurdi, Pune 411 035**

**UNAUDITED STAND-ALONE FINANCIAL RESULTS OF BAJAJ HOLDINGS & INVESTMENT LIMITED FOR THE QUARTER ENDED DECEMBER 31, 2010**

(Rs. In Lakhs)

| Particulars | QUARTER ENDED 31.12.2010 (Unaudited) | QUARTER ENDED 31.12.2009 (Unaudited) | NINE MONTHS ENDED 31.12.2010 (Unaudited) | NINE MONTHS ENDED 31.12.2009 (Unaudited) | YEAR ENDED 31.03.2010 (Audited) |
|---|---|---|---|---|---|
| **Income from Operations** | **26335** | **13125** | **101561** | **74195** | **81213** |
| **EXPENDITURE :** | | | | | |
| a) Employees Cost | 28 | 28 | 119 | 112 | 124 |
| b) Depreciation | 6 | 5 | 18 | 16 | 22 |
| c) Other expenditure (See note 2) | 118 | 135 | 461 | 365 | 503 |
| **d) Total** | **152** | **168** | **598** | **493** | **649** |
| **Profit from Operations before Other Income, Interest & Exceptional Items** | **26183** | **12957** | **100963** | **73702** | **80564** |
| Other Income | 50 | 33 | 144 | 100 | 135 |
| **Profit before Interest & Exceptional Items** | **26233** | **12990** | **101107** | **73802** | **80699** |
| Interest | - | - | - | - | - |
| **Profit after interest but before Exceptional Items** | **26233** | **12990** | **101107** | **73802** | **80699** |
| Exceptional item | - | - | - | - | - |
| **Profit/(Loss) from ordinary activities before tax** | **26233** | **12990** | **101107** | **73802** | **80699** |
| Tax expense | 1843 | 1500 | 4643 | 3300 | 3566 |
| **Profit / (Loss) after tax** | **24390** | **11490** | **96464** | **70502** | **77133** |
| Tax credits pertaining to earlier years | 238 | - | 238 | - | - |
| **Net Profit / (Loss) before deferred tax adjustments** | **24628** | **11490** | **96702** | **70502** | **77133** |
| Adjustments on revaluation of deferred tax assets | - | - | - | - | (526) |
| **Net Profit / (Loss) for the period** | **24628** | **11490** | **96702** | **70502** | **76607** |
| Paid up Equity Share Capital (Face value of Rs 10/-) | 10604 | 10118 | 10604 | 10118 | 10604 |
| Reserves excluding Revaluation Reserves | | | | | 371367 |
| **Earning Per Share before and after extraordinary items** | | | | | |
| Basic Earnings Per Share ( Rs.) (not annualised) | 23.2 | 11.4 | 91.2 | 69.7 | 76.2 |
| Diluted Earnings Per Share ( Rs.) (not annualised) | 22.7 | 11.2 | 89.4 | 69.2 | 75.4 |
| Public shareholding | | | | | |
| No. of shares | 69,064,255 | 69,089,372 | 69,064,255 | 69,089,372 | 69,137,937 |
| Percentage of Shareholding | 65.13% | 68.28% | 65.13% | 68.28% | 65.20% |
| Promoters & Promoter Group Shareholding | | | | | |
| (a) Pledged/Encumbered | | | | | |
| No. of shares | 177,516 | 769,092 | 177,516 | 769,092 | 622,708 |
| Percentage of shares (as a % of the total shareholding of promoters & promoter group) | 0.48% | 2.42% | 0.48% | 2.42% | 1.70% |
| Percentage of shares (as a % of the total share capital of the company) | 0.17% | 0.76% | 0.17% | 0.76% | 0.59% |
| (b) Non-Encumbered | | | | | |
| No. of shares | 36,463,835 | 30,962,184 | 36,463,835 | 30,962,184 | 35,967,568 |
| Percentage of shares (as a % of the total shareholding of promoters & promoter group) | 99.52% | 97.58% | 99.52% | 97.58% | 98.30% |
| Percentage of shares (as a % of the total share capital of the company) | 34.39% | 30.60% | 34.39% | 30.60% | 33.92% |

Dalal & Shah Chartered Accountants

**Notes:**

1. Income from operations includes profit on sale of investments (net) Rs. 22539 lakhs for current quarter & Rs. 68728 lakhs for the nine months ending 31 December 2010 (corresponding previous year quarter Rs. 11246 lakhs; previous year nine months Rs. 54790 lakhs and previous year Rs. 59013 lakhs).

2. Other Expenditure includes following -

(Rs. In Lakhs)

| Particulars | Quarter ended | | Nine months ended | | Year ended |
|---|---|---|---|---|---|
| | 31.12.2010 | 31.12.2009 | 31.12.2010 | 31.12.2009 | 31.03.2010 |
| Printing charges | 1 | 2 | 57 | 67 | 67 |
| Demat charges | 22 | 11 | 59 | 80 | 82 |
| Legal and professional charges | 19 | 8 | 57 | 38 | 57 |
| Business support service charges | 20 | 80 | 94 | 89 | 118 |

3. The company is essentially a holding and investment company focussing on earning income through dividends, interest and gains on investments held. Hence, the Company's business activity falls within a single business segment i.e. investment and therefore, segment reporting in terms of Accounting Standard 17 on Segment Reporting is not applicable.

4. The company did not have any investor complaint pending as on 1 October 2010 and as on 31 December 2010. There were three investors' complaints received and disposed of during the quarter ended 31 December 2010.

5. The Company has opted to publish consolidated financial results, pursuant to option made available as per Clause 41 of the Listing Agreement. These stand alone financial results are available on the company's website viz. www.bhil.in and on the websites of BSE (www.bseindia.com) and NSE (www.nseindia.com).

6. Figures for previous year / period have been regrouped wherever necessary.

7. The above results have been reviewed by the Audit Committee, approved by the Board of Directors in the meeting held on 19 January 2011 and subjected to a limited review by the statutory auditors.

**BY ORDER OF THE BOARD OF DIRECTORS**
**FOR BAJAJ HOLDINGS & INVESTMENT LIMITED**

Pune
Date : 19 January 2011

**RAHUL BAJAJ**
**Chairman**

Dalal & Shah
Chartered Accountants

BAJAJ

## Bajaj Holdings & Investment Limited

(formerly Bajaj Auto Limited)

Mumbai - Pune Road, Akurdi, Pune 411 035

### UNAUDITED CONSOLIDATED FINANCIAL RESULTS OF BAJAJ HOLDINGS & INVESTMENT LIMITED AND ITS SUBSIDIARIES, JOINT VENTURES AND ASSOCIATES FOR THE QUARTER ENDED DECEMBER 31, 2010

(Rs. In Lakhs)

| Particulars | QUARTER ENDED 31.12.2010 (Unaudited) | QUARTER ENDED 31.12.2009 (Unaudited) | NINE MONTHS ENDED 31.12.2010 (Unaudited) | NINE MONTHS ENDED 31.12.2009 (Unaudited) | YEAR ENDED 31.03.2010 (Audited) |
|---|---|---|---|---|---|
| **Net Sales & Income from operations** | **26485** | **13275** | **83786** | **64721** | **71690** |
| **Expenditure :** | | | | | |
| a) (Increase) / decrease in stock in trade and work in progress | 8 | (1) | 1 | (3) | 4 |
| b) Consumption of raw materials | 14 | 11 | 45 | 21 | 33 |
| c) Employees Cost | 115 | 112 | 375 | 347 | 444 |
| d) Depreciation | 12 | 12 | 36 | 35 | 48 |
| e) Other expenditure | 130 | 149 | 493 | 398 | 555 |
| **f) Total** | **279** | **283** | **950** | **798** | **1084** |
| **Profit from Operations before Other Income, Interest & Exceptional Items** | **26206** | **12992** | **82836** | **63923** | **70606** |
| Other Income | 50 | 33 | 144 | 100 | 252 |
| **Profit before Interest & Exceptional Items** | **26256** | **13025** | **82980** | **64023** | **70858** |
| Interest | - | - | - | - | - |
| **Profit after Interest but before Exceptional Items** | **26256** | **13025** | **82980** | **64023** | **70858** |
| Exceptional item | - | - | - | - | - |
| **Profit / (Loss) from ordinary activities before tax and share of profit on investments in Associates** | **26256** | **13025** | **82980** | **64023** | **70858** |
| Add: Share of Profit after tax on Investments in Associates | 25464 | 14714 | 70187 | 36650 | 69023 |
| **Profit/(Loss) from ordinary activities before tax** | **51720** | **27739** | **153167** | **100673** | **139881** |
| Tax expense | 1860 | 1522 | 4708 | 3360 | 3669 |
| **Profit / (Loss) after tax** | **49860** | **26217** | **148459** | **97313** | **136212** |
| Tax (debits)/credits pertaining to earlier years | 238 | - | 238 | - | 48 |
| | **50098** | **26217** | **148697** | **97313** | **136260** |
| Less: Minority Interest in Net Income of subsidiaries | - | - | - | - | - |
| **Net Profit / (Loss) before deferred tax adjustment** | **50098** | **26217** | **148697** | **97313** | **136260** |
| Adjustments on revaluation of deferred tax assets | - | - | - | - | (526) |
| **Net Profit / (Loss) for the period** | **50098** | **26217** | **148697** | **97313** | **135734** |
| Paid up Equity Share Capital (Face value of Rs 10/-) | 10604 | 10118 | 10604 | 10118 | 10604 |
| Reserves excluding Revaluation Reserves | | | | | 539049 |
| **Earning Per Share before and after extraordinary items** | | | | | |
| Basic Earnings Per Share ( Rs.) (not annualised) | 47.3 | 25.9 | 140.2 | 96.2 | 134.6 |
| Diluted Earnings Per Share ( Rs.) (not annualised) | 46.2 | 25.6 | 137.4 | 95.5 | 133.1 |
| Public shareholding | | | | | |
| No. of shares | 69,064,255 | 69,089,372 | 69,064,255 | 69,089,372 | 69,137,937 |
| Percentage of Shareholding | 65.13% | 68.28% | 65.13% | 68.28% | 65.20% |
| Promoters & Promoter Group Shareholding | | | | | |
| (a) Pledged/Encumbered | | | | | |
| No. of shares | 177,516 | 769,092 | 177,516 | 769,092 | 622,708 |
| Percentage of shares (as a % of the total shareholding of promoters & promoter group) | 0.48% | 2.42% | 0.48% | 2.42% | 1.70% |
| Percentage of shares (as a % of the total share capital of the company) | 0.17% | 0.76% | 0.17% | 0.76% | 0.59% |
| (b) Non-Encumbered | | | | | |
| No. of shares | 36,463,835 | 30,962,184 | 36,463,835 | 30,962,184 | 35,967,568 |
| Percentage of shares (as a % of the total shareholding of promoters & promoter group) | 99.52% | 97.58% | 99.52% | 97.58% | 98.30% |
| Percentage of shares (as a % of the total share capital of the company) | 34.39% | 30.60% | 34.39% | 30.60% | 33.92% |

Dalal & Shah Chartered Accountants

**Notes:**

1. The consolidated financial results include results of the following companies:

| Name of the company | % shareholding and voting power of Bajaj Holdings & Investment Limited | Consolidated as |
|---|---|---|
| a. Bajaj Auto Limited | 31.49% | Associate |
| b. Bajaj Finserv Limited | 38.55% | Associate |
| c. Bajaj Auto Holdings Limited | 100% | Subsidiary |
| d. Maharashtra Scooters Limited | 24% | Joint venture |

2. The company is essentially a holding and investment company focussing on earning income through dividends, interest and gains on investments held.Hence, the Company's business activity, including its subsidiaries and joint ventures, falls within a single business segment i.e. investment and therefore, segment reporting in terms of Accounting Standard 17 on Segment Reporting is not applicable.

3. The company did not have any investor complaint pending as on 1 October 2010 and as on 31 December 2010. There were three investors' complaints received and disposed of during the quarter ended 31 December 2010.

4. The Company has opted to publish consolidated financial results, pursuant to option made available as per Clause 41 of the Listing Agreement. The stand alone financial results are available on the company's website viz. www.bhil.in and on the websites of BSE (www.bseindia.com) and NSE (www.nseindia.com). Key standalone financial information is given below:

(Rs. In Lakhs)

| Particulars | Quarter ended | | Nine months ended | | Year ended |
|---|---|---|---|---|---|
| | 31.12.2010 | 31.12.2009 | 31.12.2010 | 31.12.2009 | 31.03.2010 |
| Income from operations & other income | 26385 | 13158 | 101705 | 74295 | 81348 |
| Profit/(Loss) before tax | 26233 | 12990 | 101107 | 73802 | 80699 |
| Profit/(Loss) after tax | 24390 | 11490 | 96464 | 70502 | 77133 |

5. Figures for previous year / period have been regrouped wherever necessary.

6. The above results have been reviewed by the Audit Committee & approved by the Board of Directors in the meeting held on 19 January 2011.

BY ORDER OF THE BOARD OF DIRECTORS
FOR BAJAJ HOLDINGS & INVESTMENT LIMITED

RAHUL BAJAJ
Chairman

Pune
Date : 19 January 2011

Dalal & Shah
Chartered Accountants

The Board of Directors
Bajaj Holdings & Investment Limited
Bajaj Auto Complex,
Mumbai-Pune Road,
Akurdi, Pune 411035

1. We have reviewed the accompanying 'Un-audited stand alone financial results' in which are included the results for the quarter ended 31st December, 2010 (the "Statement") of Bajaj Holdings & Investment Limited (the "Company"), except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the Management but have neither been reviewed nor been audited by us. The Statement has been prepared by the Company pursuant to Clause 41 of the Listing Agreement with the Stock Exchanges in India, which has been initialled by us for identification purposes. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.

2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement.

3. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

4. We have only traced the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' in the Statement from the disclosures made by the Management and are, therefore, not expressing a review opinion thereon.

5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 as per Section 211(3C) of the Companies Act, 1956 and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Dalal & Shah
Firm Registration Number: 102021W
Chartered Accountants

Dalal & Shah * Chartered Accountants *

Anish P Amin
Partner
Membership Number 40451

Place: Pune
Date: 19th January, 2011

BAJAJ

Bajaj Holdings & Investment Limited
(formerly Bajaj Auto Limited)

Regd. Office : Bajaj Auto Limited Complex,
Mumbai Pune Road, Akurdi, Pune 411035.
Tel.: 020-27472851, Fax :020-27473398

# PRESS RELEASE

## 3rd QUARTER RESULTS: FINANCIAL YEAR 2010-11

A meeting of the Board of Directors of Bajaj Holdings & Investment Limited (BHIL) was held today to consider and approve the results for the 3rd quarter of FY 2010-11.

### 1. HIGHLIGHTS OF Q3

- ✓ **Standalone Income from Operations Rs. 263 crores v/s. Rs. 131 crores ↑ 101%**
- ✓ **Standalone Profit After Tax Rs. 244 crores v/s. Rs. 115 crores ↑ 112%**
- ✓ **Consolidated Profit After Tax Rs. 501 crores v/s. Rs. 262 crores ↑ 91%**

### 2. CONSOLIDATED RESULTS

BHIL is essentially a holding & investment company. The consolidated financial results of BHIL include results of companies as tabulated below:

| Name of the company | % shareholding and voting power of BHIL | Consolidated as |
|---|---|---|
| a. Bajaj Auto Limited (BAL)* | 31.49% | Associate |
| b. Bajaj Finserv Limited (BFS)* | 38.55% | Associate |
| c. Bajaj Auto Holdings Limited | 100% | Subsidiary |
| d. Maharashtra Scooters Limited | 24% | Joint venture |

*Consolidated

With each of the underlying group companies having performed well during the current quarter, consolidated profit increased by 91% from Rs. 262 crores in Q3/2009-10 to **Rs. 501 crores** in Q3/2010-11.

- ✓ BAL (consolidated) has recorded a strong quarterly net profit of **Rs. 681 crores** v/s Rs. 440 crores.
- ✓ BFS (consolidated) net profit has tripled to **Rs. 107 crores** during Q3/2010-11 as against Rs.35 crores in Q3/2009-10.

Summary of consolidated financials of BHIL are as under:

| Rs. in crores | Q3 2010-11 | Q3 2009-10 | 9M 2010-11 | 9M 2009-10 | FY 2009-10 |
|---|---|---|---|---|---|
| **Net sales & other income** | **265** | **133** | **839** | **648** | **719** |
| Income from associates after tax | 255 | 147 | 702 | 367 | 690 |
| Profit before tax | 517 | 277 | 1532 | 1007 | 1399 |
| **Profit after tax** | **501** | **262** | **1487** | **973** | **1363** |

## 3. STANDALONE RESULTS

The performance of the company is directly related to the performance of its investments. Equity markets provided the company an opportunity to book profits on some of its investments - profit on sale of investments (net) was **Rs. 225 crores** for Q3/2010-11 as compared to a profit of Rs. 112 crores during corresponding quarter of previous year.

Details of income from operations are given below:

| Rs. in crores | Q3 2010-11 | Q3 2009-10 | 9M 2010-11 | 9M 2009-10 | FY 2009-10 |
|---|---|---|---|---|---|
| Dividend : | | | | | |
| - From BAL & BFS | - | - | 187 | 103 | 103 |
| - From others | 2 | 1 | 35 | 36 | 38 |
| Profit on sale of investments (net) | 225 | 112 | 687 | 548 | 590 |
| Interest & other income | 36 | 18 | 107 | 55 | 81 |
| **Income from Operations** | **263** | **131** | **1016** | **742** | **812** |

## 4. INVESTMENTS

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

| Rs. in crores | 31-Dec-10 | | 31-Mar-10 | |
|---|---|---|---|---|
| | Cost | Market Value | Cost | Market Value |
| Equity shares – BAL & BFS | 624 | 16623 | 422 | 10887 |
| Equity shares - Others | 1357 | 3103 | 1432 | 3143 |
| Fixed income securities | 2571 | 2576 | 2164 | 2193 |
| **Total** | **4552** | **22302** | **4018** | **16223** |

**Sanjiv Bajaj**
**Director**
19th January 2011