BAJAJ FINSERV | LENDING

SEC/BM/2011/475

19 October 2011

THE MANAGER,
LISTING DEPARTMENT
NATIONAL STOCK EXCHANGE OF INDIA LTD.
EXCHANGE PLAZA, C-1. BLOCK G,
BANDRA - KURLA COMPLEX, BANDRA (EAST),
MUMBAI - 400 051

Dear Sirs,

Ref.: **BAJFINANCE - EQ**

Pursuant to Clause 41 of the Listing Agreement, enclosed please find the Unaudited Financial Results of the Company for the quarter / half year ended 30 September 2011, which were taken on record by the Board of Directors in their today's Board Meeting.

Kindly acknowledge receipt of the same.

Thanking you,

Yours faithfully,
For **BAJAJ FINANCE LIMITED**

ANANT DAMLE
COMPANY SECRETARY

Encl.: As above

BAJAJ FINSERV | LENDING

Bajaj Finance Limited

Registered Office : Mumbai - Pune Road, Akurdi, Pune - 411 035

Corporate Office: 4th Floor, Bajaj Finserv Corporate Office, Off Pune - Ahmednagar Road, Viman Nagar, Pune - 411 014

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 SEPTEMBER 2011

(₹ in Lakhs)

Particulars	QUARTER ENDED 30.09.2011 (Unaudited)	QUARTER ENDED 30.09.2010 (Unaudited)	HALF YEAR ENDED 30.09.2011 (Unaudited)	HALF YEAR ENDED 30.09.2010 (Unaudited)	YEAR ENDED 31.03.2011 (Audited)
Funds Deployed					
1. (a) Income from Operations	**335231**	**212803**	**693993**	**417461**	**943534**
(b) Other Operating Income	45134	29970	86769	56983	128384
Total Income (a+b)	4034	2062	7366	4613	10849
2. Expenditure	49168	32032	94135	61596	139233
a) Employee Cost	4714	3343	9145	6630	14472
b) Marketing and other Commissions	3796	2128	7180	3968	10256
c) Recovery Cost	2152	1320	3950	2542	5826
d) Provision for Doubtful Debts net and Bad Debts written off	4406	6148	7827	12206	20461
e) Depreciation	340	294	615	501	1186
f) Other Expenditure	4302	3251	8467	5975	13625
Total Expenditure (a+b+c+d+e+f)	19710	16484	37184	31822	65826
3. Profit from Operations before Other Income & Interest	29458	15548	56951	29774	73407
4. Other Income	162	612	370	722	1380
5. Profit before Interest (3+4)	29620	16160	57321	30496	74787
6. Interest and other finance charges	16732	8329	30970	15603	37795
7. Profit / (loss) from ordinary activities before tax (5-6)	12888	7831	26351	14893	36992
8. Tax Expenses (including Deferred Taxes)	4151	2554	8533	4938	12329
9. Net Profit / (loss) from ordinary activities after tax (7-8)	8737	5277	17818	9955	24663
10. Prior period adjustments					
Tax adjustments pertaining to earlier years	-	-	-	-	33
11. Net Profit / (loss) for the period (10+11)	8737	5277	17818	9955	24696
12. Paid-up Equity Share Capital	3663	3660	3663	3660	3663
(Face Value : ₹10/- per share)					
13. Reserves excluding Revaluation Reserves as per Balance Sheet of previous accounting year					132148
14. Earning Per Share (Not annualised) before and after Extraordinary Item					
Basic (₹)	23.85	14.42	48.64	27.20	67.47
Diluted (₹)	21.39	14.42	45.98	27.20	67.47
15. Public Shareholding					
Number of Shares	16090907	16399552	16090907	16399552	16090907
Percentage of Shareholding	43.93%	44.81%	43.93%	44.81%	43.93%
16. Promoters and Promoter group shareholding					
a) Pledged / encumbered					
Number of Shares	Nil	Nil	Nil	Nil	Nil
Percentage of Shares (as a % of total shareholding of promoters and promoter group)	Nil	Nil	Nil	Nil	Nil
Percentage of Shares (as a % of the total share capital of the Company)	Nil	Nil	Nil	Nil	Nil
b) Non encumbered					
Number of Shares	20538169	20196524	20538169	20196524	20538169
Percentage of Shares (as a % of total shareholding of promoters and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%
Percentage of Shares (as a % of the total share capital of the Company)	56.07%	55.19%	56.07%	55.19%	56.07%

Bajaj Finance Limited
Corporate Office: 4th Floor, Bajaj Finserv Corporate Office, Off Pune-Ahmednagar Road, Viman Nagar, Pune - 411 014, Maharashtra, INDIA
Registered Office: Mumbai - Pune Road, Akurdi, Pune - 411 035, Maharashtra, INDIA
Tel +91 20 3040 5060 Fax +91 20 3040 5020 www.bajajfinservlending.in

Notes:

1. Disclosure of Balance Sheet items as per clause 41(I)(ea) of the listing agreement for the half year ended 30 September, 2011

(₹ In Lakhs)

Particulars	HALF YEAR ENDED 30.09.2011 (Unaudited)	HALF YEAR ENDED 30.09.2010 (Unaudited)	YEAR ENDED 31.03.2011 (Audited)
Shareholders' funds:			
(a) Capital	3663	3660	3663
(b) Preferential warrant application money	9765	0	0
(c) Reserves and Surplus	149966	121549	132148
Sub total	163394	125209	135811
Loan Funds	797223	461056	670860
TOTAL	**960617**	**586265**	**806671**
Fixed Assets	12952	7973	10260
Investments	20167	20178	44530
Deferred tax asset, net	6436	7834	6494
Current Assets, Loans and Advances			
(a) Receivables under financing activity	933307	578067	727010
(b) Cash and Bank balances	8426	2957	43198
(c) Other current assets	5739	4076	3073
(d) Loans and Advances	25504	12774	17247
Less : Current Liabilities and Provisions			
(a) Liabilities	49067	46551	38622
(b) Provisions	2847	1043	6519
Miscellaneous Expenditure (Not written off or adjusted)	-	-	-
Profit and Loss account	-	-	-
TOTAL	**960617**	**586265**	**806671**

2. The above results have been reviewed by the Audit Committee and approved by the Board of Directors in the meeting held on 19 October 2011 and have been subjected to a limited review by the Statutory Auditors.
3. Figures for the previous period have been regrouped, wherever necessary to make them comparable with current period.
4. The Company continues to strengthen its provisioning norms beyond the Reserve Bank of India regulations by accelerating the provisioning to an early stage of delinquencies based on past experience and emerging trends. Consequently, the additional estimated provision aggregates ₹ 538 lakhs for the quarter and half year ended 30 September 2011 respectively compared to ₹ 1945 lakhs for the quarter and ₹ 3586 lakhs for half year ended 30th Sept 2010.
5. The Company is engaged primarily in the business of financing and accordingly there are no separate reportable segments as per Accounting Standard 17 dealing with Segment Reporting.
6. As approved by shareholders on 13 July 2011 and after statutory approvals, the Company has issued and allotted 60,00,000 preferential warrants to the promoters on 28 July 2011 at an exercise price of ₹ 651 per equity share, which was in accordance with SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009. The warrants have to be converted into equity shares within 18 months of issue date. On 28 July 2011, an amount of ₹ 97.65 crores was received on account of issuance of preferential warrants to promoter / promoter group. This amount represents 25% of the total proceeds receivable on account of the preferential issue. As the fair value (i.e average market price for the last six months) as at 30 September 2011 is higher than the exercise price, the earnings per share, at present, is considered to be dilutive.
7. The Company did not have any investor complaints pending as on 1 July 2011 and as on 30 September 2011. There were 4 investors' complaints received and disposed off during the quarter ended 30 September 2011.
8. The Company has designated an exclusive e-mail id viz. investor.service@bajajfinserv.in for investor grievance redressal.

By order of the Board of Directors
For **Bajaj Finance Limited**

Rahul Bajaj
Chairman

Pune
19 October 2011