

August 4, 2011

Deputy General Manager Bombay Stock Exchange Ltd. First Floor, New Trade Wing Rotunda Building, Phiroze Jeejeebhoy Towers Dalal Street, Fort Mumbai 400 023 Fax No. 2272 3719/2039 Stock Code: 500032	National Stock Exchange of India Ltd. Exchange Plaza, 5th Floor Plot No.C/1, 'G'Block Bandra- Kurla Complex Bandra East Mumbai 400 051 Fax No. 2659 8237/ 8238 Stock Code:BAJAJHIND
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Dear Sir,

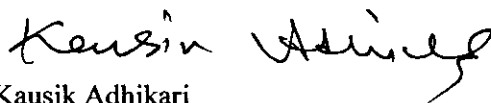
Sub: Proposed Rights Issue - Approval of reformatted financial statements for the 6 months ended March 31, 2011, March 31, 2010 and Year ended September 30, 2010, September 30, 2009 for the purpose of incorporating in the Updated Draft Letter of Offer.

Further to our earlier letter dated May 18, 2011 and pursuant to Clause 36 and other applicable Clauses, if any, of the Listing Agreement, we would like to inform you that at the Board Meeting held on August 04, 2011 the Board of Directors, inter alia, approved the reformatted Standalone and Consolidated Financial Statements for the 6 months ended March 31, 2011 corresponding 6 months of the previous year ended March 31, 2010 and for the Year ended September 30, 2010 and corresponding previous Year ended September 30, 2009 for the limited purpose of incorporating the same in the Updated Draft Letter of Offer for the proposed issue of Equity Shares on Rights basis to the existing Shareholders of the Company as on a Record Date to be decided for this purpose.

The same may please be taken on record and suitably disseminated to all concerned.

Thanking you,

Yours faithfully,
For Bajaj Hindusthan Limited


Kausik Adhikari
Deputy Company Secretary

Encl. as above

BAJAJ HINDUSTHAN LIMITED
Balance Sheet as at March 31 and September 30

	Schedule	As at Mar. 31, 2011 Rs. Million Reviewed	As at Mar. 31, 2010 Rs. Million Reviewed	As at Sept. 30, 2010 Rs. Million Audited	As at Sept. 30, 2009 Rs. Million Audited
I. Sources of Funds:					
Shareholders' Funds					
Capital	1	228.4	191.4	191.4	176.9
Equity Warrants		-	-	-	189.0
Equity Share Suspense		-	-	37.0	-
Stock Options Outstanding		153.0	-	153.0	-
Reserves & Surplus	2	32,324.8	24,567.2	30,988.2	22,570.8
		32,706.2	24,758.6	31,369.6	22,936.7
Loan Funds					
Secured Loans	3	57,035.5	33,638.3	44,297.7	19,567.3
Unsecured Loans	4	1,731.6	5,500.3	11,133.6	11,184.2
		58,767.1	39,138.6	55,431.3	30,751.5
Deferred Tax Liability		1,333.1	1,442.1	834.3	1,080.4
Total		92,806.4	65,339.3	87,635.2	54,768.6
II. Application of Funds:					
Fixed Assets	5				
Gross Block		65,468.7	33,979.6	65,098.7	34,074.8
Less: Depreciation		11,945.1	8,706.5	10,299.6	7,749.8
Net Block		53,523.6	25,273.1	54,799.1	26,325.0
Capital Work in progress		1,376.8	5,561.8	912.8	1,312.8
		54,900.4	30,834.9	55,711.9	27,637.8
Investments	6	11,134.5	11,491.5	11,133.9	5,491.1
Current Assets, Loans & Advances	7				
Inventories		22,700.7	32,571.6	19,213.6	8,004.5
Sundry Debtors		2,241.3	2,353.4	1,631.0	285.7
Cash & Bank Balances		8,893.3	1,388.8	4,792.0	1,123.5
Loans & Advances		16,646.6	23,626.8	14,242.1	20,930.5
		50,481.9	59,940.6	39,878.7	30,344.2
Less : Current Liabilities & Provisions	8				
Current Liabilities		23,423.0	35,312.5	17,169.5	6,830.3
Provisions		287.4	1,615.2	1,919.8	1,874.2
		23,710.4	36,927.7	19,089.3	8,704.5
Net Current Assets		26,771.5	23,012.9	20,789.4	21,639.7
Total		92,806.4	65,339.3	87,635.2	54,768.6
Significant Accounting Policies and Notes	16				

Footnotes:

- The increase in fixed assets from Rs. 27,637.8 million as at Sept. 30,2009 to Rs. 55,711.9 million as at Sept. 30, 2010 was mainly due to merger of Bajaj Hindusthan Sugar and Industries Limited (BHSIL), a subsidiary of the Company with the Company pursuant to the Scheme of Amalgamation approved by Hon'ble High Court of Bombay vide Order dated Nov. 26, 2010.
- Increase in Investment from Rs. 5,491.1 million as at Sept. 30,2009 to Rs. 11,133.9 million as at Sept. 30,2010 was mainly because of merger of Bajaj Hindusthan Sugar and Industries Limited (BHSIL), a subsidiary of the Company with the Company pursuant to the Scheme of Amalgamation approved by Hon'ble High Court of Bombay vide Order dated Nov. 26, 2010 and also due to investments made by the Company in its subsidiary companies i.e. Bajaj Energy Pvt. Ltd and Bajaj Hindusthan Singapore Pte. Ltd, Singapore.
- Increase in inventories from Rs. 8,004.5 million as at Sept. 30,2009 to Rs. 19,213.6 million as at Sept. 30, 2010 was mainly due to merger of Bajaj Hindusthan Sugar and Industries Limited (BHSIL), a subsidiary of the Company with the Company pursuant to Scheme of Amalgamation approved by Hon'ble High Court of Bombay vide Order dated Nov.26, 2010 besides addition of imported raw sugar.



Group President (GRC) &
Company Secretary

Directors

BAJAJ HINDUSTHAN LIMITED

Profit & Loss Account for the period ended March 31 and year ended September 30

	Schedule	2010-2011 (6 Months) Rs. Million	2009-2010 (6 Months) Rs. Million	2009-2010 (12 Months) Rs. Million	2008-2009 (12 Months) Rs. Million
		Reviewed	Reviewed	Audited	Audited
Income :					
Gross Sales /Income from Operations	9	28,026.8	12,184.9	29,702.7	16,557.5
Less: Excise Duty		745.3	356.5	966.7	720.1
Net Sales /Income from Operations		27,281.5	11,828.4	28,736.0	15,837.4
Other Income	10	178.8	814.7	1,553.8	2,311.5
		27,460.3	12,643.1	30,289.8	18,148.9
Expenditure :					
Raw Materials Consumed	11	27,345.6	23,371.5	27,656.4	8,167.6
Manpower Cost	12	954.0	751.3	1,468.2	1,208.3
Other Expenses	13	1,894.5	1,438.6	2,462.7	1,382.8
Interest & Finance charges (Net)	14	2,377.0	1,106.3	3,013.4	1,870.8
Depreciation & Amortization		1,676.3	971.2	2,574.4	2,022.1
(Increase) / Decrease in Stocks	15	(8,593.8)	(16,527.8)	(7,435.7)	1,437.3
		25,653.6	11,111.1	29,739.4	16,088.9
Profit for the period before Taxation		1,806.7	1,532.0	550.4	2,060.0
Less: Provision for Taxation:					
Current Tax		419.6	254.5	163.5	330.9
Deferred Tax (Net)		498.8	361.6	31.9	491.1
Wealth Tax		1.2	0.5	1.0	1.0
Fringe Benefit Tax		-	-	-	5.6
		919.6	616.6	196.4	828.6
Less: MAT credit entitlement		419.6	254.5	163.5	330.9
		500.0	362.1	32.9	497.7
Profit for the period/ year		1,306.7	1,169.9	517.5	1,562.3
Add: Balance Brought Forward		1,785.8	790.0	790.0	65.3
Excess / (Short) provision for tax		0.1	-	-	(16.2)
Dividend paid of earlier years		(25.9)	(10.2)	(10.2)	-
Corporate Dividend Tax on Dividend paid		(4.3)	(1.7)	(1.7)	-
Debenture Redemption Reserve (no longer required)		625.0	1,375.0	750.0	-
		2,380.7	2,153.1	1,528.1	49.1
		3,687.4	3,323.0	2,045.6	1,611.4
Transfers to:					
Reserve for Molasses Storage Tanks		2.1	1.5	3.3	1.6
General Reserve		-	-	100.3	400.0
Debenture Redemption Reserve		-	-	-	275.0
Proposed Dividend		-	-	134.0	123.8
Corporate Dividend Tax on Proposed Dividend		-	-	22.2	21.0
Balance carried to Balance Sheet		3,685.3	3,321.5	1,785.8	790.0
Basic Earning per Share:					
Net Profit		1,306.8	1,169.9	517.5	1,546.1
Weighted Average No. of Shares*		228,357,111	191,357,111	206,133,823	150,148,207
Basic Earning per Share in Rupees (Face Value Re. 1/- each)		5.72	6.11	2.51	10.30
Diluted Earning per Share:					
Net Profit		1,306.8	1,169.9	517.5	1,546.1
Weighted Average No. of Shares*		228,357,111	191,357,111	206,133,823	164,648,207
Diluted Earning per Share in Rupees (Face Value Re 1/- each)		5.72	6.11	2.51	9.39

* Including equity shares to be issued on amalgamation in the year 2009-2010.

Significant Accounting Policies and Notes

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Group President (GRC) &
Company Secretary

Directors



BAJAJ HINDUSTHAN LIMITED
Cash Flow Statement for the period ended March 31 and year ended September 30

	2010-2011 (6 Months) Rs. Million	2009-2010 (6 Months) Rs. Million	2009-2010 (12 Months) Rs. Million	2008-2009 (12 Months) Rs. Million
	Reviewed	Reviewed	Audited	Audited
A. Cash Flow from operating activities:				
Net Profit before Exceptional item and Taxation	1,806.7	1,532.0	550.4	2,060.0
Adjustment for:				
Depreciation & Amortization	1,676.3	971.2	2,574.4	2,022.1
(Gain) / Loss due to Foreign Exchange Fluctuation	0.1	(612.4)	(140.0)	-
Provision for Foreign Exchange Gain written back	-	-	-	(836.5)
Loss/ (Surplus) on sale of Fixed Assets (Net)	(39.4)	(1.5)	(1.5)	12.6
Interest and Finance Charges	2,977.8	1,609.7	4,152.0	2,950.6
Dividend / Income from Current Investment Received	(6.1)	(32.2)	(35.9)	(4.7)
Profit on sale of investment	-	(0.1)	(166.1)	-
Interest Received	(600.8)	(503.4)	(1,138.6)	(1,079.8)
Employee's Compensation Expenses (ESOP Cost)	-	-	(8.8)	-
	<u>4,007.9</u>	<u>1,431.3</u>	<u>5,235.5</u>	<u>3,064.3</u>
Operating Profit before working capital changes	5,814.6	2,963.3	5,785.9	5,124.3
Adjustment for:				
Trade and other receivables	(2,400.4)	(3,844.9)	487.4	(2,068.7)
Inventories	(3,487.1)	(24,567.1)	(12,093.8)	(1,632.1)
Trade payables	6,451.7	29,347.4	82.3	768.5
Cash generated from operations	6,378.8	3,898.7	(5,738.2)	2,192.0
Direct taxes paid	(285.7)	(300.7)	(402.5)	(130.4)
Net Cash from/ (used in) operating activities	<u>6,093.1</u>	<u>3,598.0</u>	<u>(6,140.7)</u>	<u>2,061.6</u>
B. Cash Flow from investing activities:				
Purchase of Fixed Assets	(1,072.9)	(5,025.9)	(2,196.7)	(608.1)
Sale of Fixed Assets	133.1	22.8	26.9	55.4
Purchase of Investments	(201.6)	(42,991.8)	(47,005.0)	(6,501.3)
Sale of Investments	201.0	36,991.5	45,128.3	5,892.8
Loans and Advances	(329.7)	(618.9)	(614.4)	(554.7)
Dividend Received	6.1	32.2	35.9	4.7
Interest Received	600.8	503.4	1,138.6	1,079.8
Net cash used in investing activities	<u>(663.2)</u>	<u>(11,086.7)</u>	<u>(3,486.4)</u>	<u>(631.4)</u>
C. Cash Flow from financing activities:				
Proceeds from borrowings (Net of repayments)	1,797.1	8,984.6	16,741.8	(4,662.1)
Issue of Convertible Warrants	-	-	-	189.0
Issue of Equity Shares & Premium thereon:				
On issue of QIP	-	-	-	7,231.8
On conversion of Equity Warrants	-	567.0	567.0	-
Issue expenses (QIP)	-	-	-	(198.7)
Interest paid	(2,939.3)	(1,640.5)	(3,919.5)	(3,165.6)
Dividend paid (including tax thereon)	(186.4)	(157.1)	(155.8)	(98.3)
Net cash from/ (used in) financing activities	<u>(1,328.6)</u>	<u>7,754.0</u>	<u>13,233.5</u>	<u>(703.9)</u>
Net increase/(decrease) in cash and cash equivalents	4,101.3	265.3	3,606.4	726.3
Cash and Cash equivalents (Opening Balance)				
Earmarked for specific purposes	31.8	348.2	348.2	16.1
Other Balances	4,760.2	775.3	775.3	381.1
	<u>4,792.0</u>	<u>1,123.5</u>	<u>1,123.5</u>	<u>397.2</u>
Cash and Cash equivalents on Amalgamation	-	-	62.1	-
Cash and Cash equivalents (Closing Balance)				
Earmarked for specific purposes	34.1	19.7	31.8	348.2
Other Balances	8,859.2	1,369.2	4,760.2	775.3
	<u>8,893.3</u>	<u>1,388.8</u>	<u>4,792.0</u>	<u>1,123.5</u>

Notes:

- The above cash flow statement has been prepared under the "Indirect Method" as set out in Accounting Standard - 3 on Cash Flow Statement.
- Figures in brackets indicate cash outflow and without brackets indicate cash inflow.



Group President (GRC) &
Company Secretary

Directors

BAJAJ HINDUSTHAN LIMITED
SCHEDULES FORMING PART OF ACCOUNTS
Schedules 1 to 16 annexed to and forming part of the Balance Sheet as at March 31 and September 30
and Profit and Loss Account for the period/ year ended on that date.

	As at Mar. 31, 2011 Rs. Million Reviewed	As at Mar. 31, 2010 Rs. Million Reviewed	As at Sept. 30, 2010 Rs. Million Audited	As at Sept. 30, 2009 Rs. Million Audited
Schedule 1 - Capital				
Authorised:				
1,800,000,000, (800,000,000), (800,000,000), (300,000,000) Equity Shares of Re 1/- each	1,800.0	800.0	800.0	300.0
Nil, (Nil), (Nil), (500,000,000) Unclassified Shares of Re. 1/- each.	-	-	-	500.0
	<u>1,800.0</u>	<u>800.0</u>	<u>800.0</u>	<u>800.0</u>
Issued, Subscribed & Paid up:				
228,357,111, (191,357,111), (191,357,111), (176,857,111) Equity Shares of Re 1/- each.	228.4	191.4	191.4	176.9
	<u>228.4</u>	<u>191.4</u>	<u>191.4</u>	<u>176.9</u>
Of the above shares				
(i) 53,100,000, (53,100,000), (53,100,000), (53,100,000) Equity Shares were allotted as fully paid Bonus Shares by way of Capitalisation of Reserves.				
(ii) 37,000,000, (Nil), (Nil), (Nil) Equity Shares have been issued to the members of erstwhile Bajaj Hindusthan Sugar and Industries Limited pursuant to Scheme of Amalgamation.				
Schedule 2 - Reserves and Surplus				
Capital Redemption Reserve	0.5	0.5	0.5	0.5
Contingency Reserve	-	100.0	-	100.0
Securities Premium	24,561.3	17,273.4	24,501.3	16,435.0
General Reserve	4,000.8	3,799.7	4,000.0	3,799.7
Debenture Redemption Reserve	37.5	37.5	662.5	1,412.5
Reserve for Molasses Storage Tanks	39.4	34.6	38.1	33.1
Balance as per Profit & Loss Account	<u>3,685.3</u>	<u>3,321.5</u>	<u>1,785.8</u>	<u>790.0</u>
	<u>32,324.8</u>	<u>24,567.2</u>	<u>30,988.2</u>	<u>22,570.8</u>
Schedule 3 - Secured Loans				
Debentures				
15 - 11% Secured Redeemable Non- Convertible Debentures of Rs.10,000,000 each series 30 of 2007-08 (redeemable at par on June 19, 2011)	150.0	150.0	150.0	150.0
Loans & Advances from Banks	51,808.8	32,693.4	38,510.5	18,853.8
Other Loans & Advances	5,076.7	794.9	5,637.2	563.5
	<u>57,035.5</u>	<u>33,638.3</u>	<u>44,297.7</u>	<u>19,567.3</u>



BAJAJ HINDUSTHAN LIMITED

	As at Mar. 31, 2011 Rs. Million	As at Mar. 31, 2010 Rs. Million	As at Sept. 30, 2010 Rs. Million	As at Sept. 30, 2009 Rs. Million
	Reviewed	Reviewed	Audited	Audited
Schedule 4 - Unsecured Loans				
Short Term Debentures	-	-	2,500.0	5,500.0
Zero Coupon Foreign Currency Convertible Bonds (FCCBs)*	669.7	4,494.7	5,228.0	4,783.4
Short Term Loan from Banks	1,052.3	1,000.0	3,400.0	900.0
Fixed Deposits	0.8	0.8	0.8	0.8
Loan from Others	8.8	4.8	4.8	-
	<u>1,731.6</u>	<u>5,500.3</u>	<u>11,133.6</u>	<u>11,184.2</u>

* FCCB's of Rs.669.7 Million issued by amalgamated company (Bajaj Hindusthan Sugar and Industries Ltd.) in the financial year 2006-07 can be converted at the option of the bond holder into one equity share at Rs.250 per equity share, at a pre determine exchange rate of US\$ 1=Rs.42.42 at any time upto 26.04.2014.



Sr. No.	Particulars	GROSS BLOCK (AT COST/BOOK VALUE)		DEPRECIATION		NET BLOCK	
		As at Oct. 1, 2010	Additions	Deductions & Adjustments	As at Mar. 31, 2011	For the period Oct. 1, 2010	Upto Mar. 31, 2011
1	Land	4,422.5	-	83.5	4,339.0	-	-
2	Leasehold Land	6.8	-	-	6.8	0.1	0.5
3	Buildings	10,440.4	172.0	-	10,611.3	325.0	2,014.4
4	Plant & Machinery	47,761.9	309.5	4.3	48,067.1	1,266.0	9,235.7
5	Furniture, Fixtures & Office Equipments	464.7	10.7	0.1	475.3	18.4	338.0
6	Vehicles & Aircraft	1,418.2	4.8	35.5	1,387.5	49.7	186.8
7	Leased Assets:						
	Distillery Division:						
	- Land	84.8	0.4	-	85.2	-	-
	- Buildings	115.1	-	-	115.1	4.3	25.8
	- Plant & Machinery	350.4	-	3.0	347.4	109.0	118.5
	- Furniture, Fixtures & Office Equipments	0.8	-	-	0.8	0.7	0.1
	- Intangible Assets-Computer Software	33.1	0.1	-	33.2	21.4	24.7
8	Total	65,098.7	497.5	127.5	65,468.7	1,676.3	11,945.1
9	Capital Work in progress	912.8	928.4	464.4	1,376.8	-	-
	Total	66,011.5	1,425.9	591.9	66,845.5	1,676.3	11,945.1
							53,523.6
							1,376.8
							54,900.4

Note: (i) Building includes an amount of Rs. 500/- being value of 10 shares of Rs. 50/- each in a co-operative society.
(ii) The assets of Distillery Division at Palla Kalan were leased w.e.f. 30th May, 2006.
(iii) Deduction & Adjustments includes Rs.3.0 Million received on account of capital subsidy from Ministry of New and Renewable Energy (U & I Group) Government of India.
(iv) Particulars of Capital work-in-progress:

Capital Work in Progress:	As at Oct. 1, 2010	Additions	Deductions & Adjustments	As at Mar. 31, 2011
Advance to Suppliers / Contractors	61.6	826.3	-	887.9
Plant & Machinery / Civil work in progress	851.2	102.1	464.4	488.9
Total	912.8	928.4	464.4	1,376.8



Schedule 5 - Fixed Assets

Sr. No.	Description	GROSS BLOCK (AT COST/BOOK VALUE)			DEPRECIATION			NET BLOCK	
		As at Oct. 1, 2009	Additions	Deductions & Adjustments	As at Mar. 31, 2010	As at Oct. 1, 2009	For the period	Deductions & Adjustments	Upto Mar. 31, 2010
1	Land	763.7	-	-	763.7	-	-	-	763.7
2	Leasehold Land	-	-	-	-	-	-	-	-
3	Buildings	6,485.7	265.6	161.8	6,589.5	1,211.0	180.2	3.7	1,387.5
4	Plant & Machinery	25,798.8	246.4	461.5	25,583.7	6,002.0	747.4	2.7	6,746.7
5	Furniture, Fixtures & Office Equipments	434.1	6.6	4.6	436.1	289.5	18.0	4.1	303.4
6	Vehicles & Aircraft	190.3	12.8	5.3	197.8	128.0	9.5	4.0	133.5
7	Leased Assets:								
	Distillery Division:								
	- Land	18.9	-	-	18.9	-	-	-	-
	- Buildings	92.7	3.5	-	96.2	13.6	3.7	-	18.9
	- Plant & Machinery	259.4	0.6	-	260.0	90.1	9.3	-	78.9
	- Furniture, Fixtures & Office Equipments	0.8	-	-	0.8	0.7	-	-	17.3
	- Intangible Assets-Computer Software	30.4	2.5	-	32.9	14.9	3.1	-	99.4
8	Total	34,074.8	538.0	633.2	33,979.6	7,749.8	971.2	14.5	18.0
9	Capital Work in progress	1,312.8	4,763.1	514.1	5,561.8	-	-	-	8,706.5
	Total	35,387.6	5,301.1	1,147.3	39,541.4	7,749.8	971.2	14.5	25,273.1

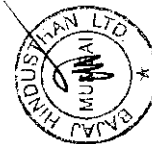
Note: (i) Building includes an amount of Rs. 500/- being value of 10 shares of Rs. 50/- each in a co-operative society.

(ii) The assets of Distillery Division at Palla Kalan were leased w.e.f. 30th May, 2006.

(iii) Deduction & Adjustments includes Rs. 597.4 Million decapitalised towards Exchange fluctuation gain on foreign currency loans as per the Notification dated 31.03.2009 issued by the Ministry of Corporate Affairs.

(iv) Particulars of Capital work-in-progress:

Capital Work in Progress:	As at Oct. 1, 2009	Additions	Deductions & Adjustments	As at Mar. 31, 2010
Advance to Suppliers / Contractors	128.8	4,320.3	-	4,449.1
Plant & Machinery / Civil work in progress	1,184.0	442.8	514.1	1,112.7
Total	1,312.8	4,763.1	514.1	5,561.8



Schedule 5 - Fixed Assets
As at Sept. 30, 2010 - (12 Months)

Sr. No.	Particulars	GROSS BLOCK (AT COST/BOOK VALUE)			DEPRECIATION			NET BLOCK	
		As at Oct. 1, 2009	Additions	Deductions & Adjustments	As at Sept. 30, 2010	As at Oct. 1, 2009	For the year	Upto Sept. 30, 2010	As at Sept. 30, 2010
1	Freehold Land	763.7	3,662.4	3.6	4,422.5	-	-	-	4,422.5
2	Leasehold Land	-	3.2	(3.6)	6.8	-	0.5	0.5	6.3
3	Buildings	6,485.7	3,997.4	42.7	10,440.4	1,211.0	482.0	1,689.3	8,751.1
4	Plant & Machinery	25,798.8	22,054.8	91.7	47,761.9	6,002.0	1,970.5	7,969.8	39,792.1
5	Furniture, Fixtures & Office Equipments	434.1	36.1	5.5	464.7	289.5	35.1	319.8	144.9
6	Vehicles & Aircraft	190.3	1,246.4	18.5	1,418.2	128.0	53.0	167.6	1,250.6
7	Leased Assets:								
	Distillery Division:								
	- Land	18.9	65.9	-	84.8	-	-	-	84.8
	- Buildings	92.7	22.4	-	115.1	13.6	7.9	21.5	93.6
	- Plant & Machinery	259.4	91.0	-	350.4	90.1	18.9	109.0	241.4
	- Furniture, Fixtures & Office Equipments	0.8	-	-	0.8	0.7	0.0	0.7	0.1
8	Intangible Assets-Computer Software	30.4	2.7	-	33.1	14.9	6.5	21.4	11.7
	Total	34,074.8	31,182.3	158.4	65,098.7	7,749.8	2,574.4	10,299.6	54,799.1
9	Capital Work in progress	1,312.8	7,224.8	7,624.8	912.8	-	-	-	912.8
	Total	35,387.6	38,407.1	7,783.2	66,011.5	7,749.8	2,574.4	10,299.6	55,711.9

Note:

- (i) Building includes an amount of Rs. 500/- being value of 10 shares of Rs. 50/- each in a co-operative society.
- (ii) The assets of Distillery Division at Palla Kalan were leased w.e.f. May 30, 2006.
- (iii) Deductions & Adjustments include Rs. 84.4 Million Decapitalised towards exchange fluctuation gain on foreign currency loans as per the Notification dated 31.03.2009 issued by the Ministry of Corporate Affairs.
- (iv) Deductions & Adjustments include Rs. 24.0 Million received on account of capital subsidy from Ministry of New and Renewable Energy (U & I Group) Government of India.
- (v) As per Scheme of Amalgamation and based on the reports of independent valuer, Company has fair valued its certain fixed assets as at April 01, 2010 resulting into additions to gross block aggregating to Rs. 14,066.3 Million (included in additions column - Land Rs. 2,839.3 Million, Building Rs. 1,374.2 Million and Plant and Machinery Rs. 9,852.8 Million). The additional depreciation on account of fair valuation of fixed assets aggregating to Rs. 310.0 Million has been debited to the Profit & Loss account.
- (vi) Additions include Rs. 14,784.5 Million on account of amalgamation of Bajaj Hindusthan Sugar and Industries Ltd. w.e.f. April 01, 2010 as per Scheme of amalgamation.

(vii) Particulars of Capital work-in-progress:

Capital Work in Progress:	As at Oct. 1, 2009	Additions	Deductions & Adjustments	As at Sept. 30, 2010
Advance to Suppliers / Contractors	128.8	6,146.8	6,214.0	61.6
Plant & Machinery / Civil work in progress	1,184.0	1,078.0	1,410.8	851.2
Total	1,312.8	7,224.8	7,624.8	912.8



Sr. No.	DESCRIPTION Particulars	GROSS BLOCK (AT COST/BOOK VALUE)			DEPRECIATION		NET BLOCK As at Sept. 30, 2009
		As at Oct. 1, 2008	Additions	Deduction & Adjustments	As at Sept. 30, 2009	For the year Up to Sept. 30, 2009	
1	Land	754.2	9.5	-	763.7	-	763.7
2	Buildings	5,677.1	833.3	24.7	6,485.7	371.5	5,274.7
3	Plant & Machinery	23,127.9	2,729.3	58.4	25,798.8	1,556.0	19,796.8
4	Furniture, Fixtures & Office Equipments	431.5	9.7	7.1	434.1	41.8	144.6
5	Vehicles	209.5	6.5	25.7	190.3	22.3	62.3
6	Leased Assets:						
	Distillery Division:						
	- Land	18.9	-	-	18.9	-	-
	- Buildings	58.5	34.2	-	92.7	-	18.9
	- Plant & Machinery	259.4	-	-	259.4	5.8	79.2
	- Furniture, Fixtures & Office Equipments	0.8	-	-	0.8	18.8	169.3
	- Intangible Assets-Computer Software	26.0	4.4	-	30.4	-	0.1
7	Total	30,563.8	3,626.9	115.9	34,074.8	2,022.2	26,325.0
8	Capital Work in progress	1,386.9	3,537.1	3,611.2	1,312.8	-	1,312.8
	Total	31,950.7	7,164.0	3,727.1	35,387.6	2,022.2	27,637.8

Note: (i) Building includes an amount of Rs. 500/- being value of 10 shares of Rs. 50/- each in a co-operative society.
(ii) The assets of Distillery Division at Palla Kalan were leased w.e.f. 30th May, 2006.
(iii) Additions during the year includes an amount of Rs. 2,744.24 Million towards Exchange fluctuation loss on foreign currency loans as per the Notification dated 31.03.2009 issued by the Ministry of Corporate Affairs.
(iv) Particulars of Capital work-in-progress:

Capital Work in Progress:	As at Oct. 1, 2008	Additions	Deductions & Adjustments	As at Sept. 30, 2009
Advance to Suppliers / Contractors	67.9	71.1	10.2	128.8
Plant & Machinery / Civil work in progress	1,319.0	3,466.0	3,601.0	1,184.0
Total	1,386.9	3,537.1	3,611.2	1,312.8



BAJAJ HINDUSTHAN LIMITED

	As at Mar. 31, 2011 Rs. Million Reviewed	As at Mar. 31, 2010 Rs. Million Reviewed	As at Sept. 30, 2010 Rs. Million Audited	As at Sept. 30, 2009 Rs. Million Audited
Schedule 6 - Investments				
(I) Long Term Investments (At Cost) :				
A. Other than Trade				
Quoted, Fully Paid Equity Shares:				
Nil, (48,000), (Nil), (48,000) Shares of Bajaj Holding & Investment Ltd. (BHIL) of Rs.10/- each (formerly known as Bajaj Auto Ltd.)	-	0.2	-	0.2
Nil, (48,000), (Nil), (48,000) Shares of Bajaj Auto Ltd (BAL) of 10/- each	-	0.1	-	0.1
Nil, (48,000), (Nil), (48,000) Shares of Bajaj Finserv Ltd (BFSL) of Rs. 5/- each	-	0.1	-	0.1
9,750 (9,750), (9,750), (9,750) Shares of Mukand Ltd. of Rs.10/- each	0.3	0.3	0.3	0.3
Quoted, Fully Paid Preference Shares				
2,437 (2,437), (2,437), (2,437) 0.01% Cumulative Redeemable Preference Shares of Mukand Ltd. of Rs. 10/- each	0.0	0.0	0.0	0.0
Rs.24,370/- (Rs. 24,370/-), (Rs. 24,370/-), (Rs. 24,370/-)				
Interest in a Beneficiary Trust	6,937.2	-	6,937.2	-
B. Trade				
In Subsidiary Companies:				
Quoted, Fully Paid Equity Shares:				
Nil, (88,500,000), (Nil), (88,500,000) Shares of Bajaj Hindusthan Sugar and Industries Ltd. of Re. 1/- each	-	3,587.2	-	3,587.2
Unquoted Fully Paid Equity Shares:				
11,500,000 (11,500,000), (11,500,000), (11,500,000) Shares of Bajaj Eco-Tec Products Ltd. of Rs. 10/- each.	1,149.1	1,149.1	1,149.1	1,149.1
2,161,461 (2,161,361), (2,161,461), (2,161,361) Shares of Bajaj International Participacoes Ltda., Brazil of BRL 1/- each.	45.5	45.5	45.5	45.5
27,001,000 (1,000), (27,001,000), (1,000) Shares in Bajaj Hindusthan (Singapore) Pte Ltd., Singapore of S\$ 1/- each. (Mar.31, 2010-Rs. 27,270/-, Sept. 30, 2009-Rs. 27,270/-)	923.2	0.0	923.2	0.0
7,800,000 (810,000), (7,800,000), (810,000) Shares of Bajaj Energy Pvt. Ltd. (Formerly known as Bajaj Eco-Chem Products Pvt. Ltd.) of Rs. 10/- each.	1,378.1	8.1	1,378.1	8.1
38,000 (Nil), (Nil), (Nil) Shares of Lalitpur Power Generation Co.Ltd. of Rs.10/- each	0.4	-	-	-
20,000 (Nil), (Nil), (Nil) Shares of Bajaj Power Generation Pvt. Ltd. of Rs.10/- each	0.2	-	-	-
Unquoted Fully Paid Preference Shares:				
10,000,000 (10,000,000), (10,000,000), (10,000,000) 7% Redeemable Cumulative Non Convertible Preference Shares of Bajaj Eco-Tec Products Ltd. of Rs. 10/- each	100.0	100.0	100.0	100.0
60,000,000 (60,000,000), (60,000,000), (60,000,000) 7% Redeemable Cumulative Optionally Convertible Preference Shares of Bajaj Eco-Tec Products Ltd. of Rs. 10/- each	600.0	600.0	600.0	600.0
In Others:*				
Unquoted Fully Paid Equity Shares:				
1,148,400 (1,148,400), (1,148,400), (1,148,400) Shares of Bajaj Ebiz Pvt. Ltd. of Rs.10/- each	11.5	11.5	11.5	11.5
5,000 (5,000), (5,000), (5,000) Shares of Esugarindia Clearing Corporation Ltd. of Rs.10/- each	0.1	0.1	0.1	0.1
(II) Current Investments (At lower of cost and fair value):				
Investment in Mutual Funds (Unquoted fully paid):				
Nil, (59,706,874.37), (Nil), (Nil) Nos. Unit of SBI SHF Ultra Short Term Fund-Daily Dividend Option	-	1,000.1	-	-
Nil, (364,323,847.14), (Nil), (Nil) Nos. Unit of LIC MF Savings Plus Fund-Daily Dividend Plan	-	4,000.3	-	-
Nil, (499,892.97), (Nil), (Nil) Nos. Unit of UTI Treasury Advantage Fund-Institutional Plan (Daily Dividend Option)	-	500.0	-	-
Nil, 32,710,388.61, (Nil), (Nil) Nos. Unit of Reliance Money Manager Fund-Institutional Option- Daily Dividend Plan	-	500.0	-	-
4,316.172 (4,316.172), (4,316.172), (4,316.172) Nos. Unit of Franklin India Prima Plus -Growth Plan of Rs 100/- each	0.5	0.5	0.5	0.5
	11,146.1	11,503.1	11,145.5	5,502.7
	11.6	11.6	11.6	11.6
	11,134.5	11,491.5	11,133.9	5,491.1
*Less: Provision for diminution in value of investments				



BAJAJ HINDUSTHAN LIMITED

	Mar. 31, 2011	Mar. 31, 2010	Sept. 30, 2010	Sept. 30, 2009
	Book Value	Book Value	Book Value	Book Value
Quoted Investments	0.3	3,587.9	0.3	3,587.9
Unquoted Investments	11,134.2	7,903.6	11,133.6	1,903.2
	11,134.5	11,491.5	11,133.9	5,491.1
	Market Value	Market Value	Market Value	Market Value
Quoted Investments	0.5	1,863.8	0.7	3,097.3
Unquoted Investments	-	-	-	-
	0.5	1,863.8	0.7	3,097.3



	As at Mar. 31, 2011 Rs. Million	As at Mar. 31, 2010 Rs. Million	As at Sept. 30, 2010 Rs. Million	As at Sept. 30, 2009 Rs. Million
	Reviewed	Reviewed	Audited	Audited
Schedule 7 - Current Assets, Loans & Advances				
Current Assets :				
(a) Inventories (At cost or net realisable value whichever is lower, unless otherwise stated, as certified and valued by the Management)				
(i) Stores, Spare Parts and Packing Materials	741.5	516.1	788.6	590.0
(ii) Raw Material	173.5	10,542.0	5,742.4	3,056.6
(iv) Finished Stock	20,682.4	20,069.5	12,223.5	3,953.7
(v) Materials-in-Process	134.8	200.5	13.1	4.0
(vi) By-Products	968.5	1,243.5	446.0	400.2
	<u>22,700.7</u>	<u>32,571.6</u>	<u>19,213.6</u>	<u>8,004.5</u>
(b) Sundry Debtors (Unsecured, considered good unless otherwise stated)				
Debts outstanding for a period exceeding six months				
Good	578.7	105.4	646.3	8.7
Doubtful	4.6	4.3	4.3	4.3
Less : Provision	(4.6)	(4.3)	(4.3)	(4.3)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Debts	1,662.6	2,248.0	984.7	277.0
	<u>2,241.3</u>	<u>2,353.4</u>	<u>1,631.0</u>	<u>285.7</u>
(c) Cash and Bank Balances				
Cash on hand (including cheques & drafts Rs 167.0 Million, (Rs.414.7 Million), (Rs.297.2 Million), (Rs.189.5 Million))	184.0	517.4	312.3	199.9
Balance with Scheduled Banks:				
(i) In Current Accounts	2,896.2	510.0	1,080.8	573.6
(ii) In Fixed Deposits (Including interest accrued Rs. 56.0 Million, (Nil), (Rs.29.0 Million), (Rs. 6.1 Million))	5,810.5	332.1	3,397.8	348.2
Balance with Non Scheduled Banks - In Current Accounts	2.6	29.3	1.1	1.8
	<u>8,893.3</u>	<u>1,388.8</u>	<u>4,792.0</u>	<u>1,123.5</u>
Loans and Advances:				
(d) Loans and Advances (Unsecured, considered good unless otherwise stated)				
Bajaj Hindusthan Sugar and Industries Ltd. (Subsidiary Company)	-	4,146.9	-	4,011.6
Bajaj Eco-Tec Products Ltd. (Subsidiary Company)	-	185.1	-	-
Bajaj Hindusthan (Singapore) Pte Ltd. (Subsidiary Company)	-	1.8	1.8	1.4
Other Companies *	6,494.6	5,847.1	6,163.1	5,549.1
Other Company - Doubtful	22.9	22.9	22.9	22.9
Less: Provision	(22.9)	(22.9)	(22.9)	(22.9)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Advances recoverable in cash or in kind or for value to be received	5,017.2	10,441.5	4,260.8	9,092.4
Deposits #	144.8	127.4	127.7	127.0
Advance to Lalitpur Power Generation Co.Ltd.(Subsidiary Company) against allotment of Shares	1,850.0	-	-	-
Balance with Excise Department including Cenvat credits	1,766.2	1,474.6	2,154.8	1,046.9
MAT credit entitlement	1,230.6	902.1	811.0	647.5
Tax paid in advance (net of Provisions)	143.2	500.3	722.9	454.6
	<u>16,646.6</u>	<u>23,626.8</u>	<u>14,242.1</u>	<u>20,930.5</u>
	<u>50,481.9</u>	<u>59,940.6</u>	<u>39,878.7</u>	<u>30,344.2</u>
* Includes Secured loans to Other Companies Rs.6,405.6 Million, (Rs.5,758.1 Million), (Rs.6,074.1 Million), and (Rs.5,460.1 Million)				
# Includes National Savings Certificate of the face value of Rs. 1.3 Million (Rs.0.7 Million), (Rs.0.8 Million), (Rs.0.7 Million) and Pass books of Post Office Savings Bank Account having an aggregate balance of Rs. 0.0 Million (Rs.18,500/-), (Rs.0.1 Million), (Rs.0.1 Million), (Rs.0.1 Million) pledged with Government Authorities.				



BAJAJ HINDUSTHAN LIMITED

	As at Mar. 31, 2011 Rs. Million Reviewed	As at Mar. 31, 2010 Rs. Million Reviewed	As at Sept. 30, 2010 Rs. Million Audited	As at Sept. 30, 2009 Rs. Million Audited
Schedule 8 - Current Liabilities and Provisions				
A. Current Liabilities:				
Sundry Creditors (Including Capital Suppliers Rs.443.2 million, (Rs.209.0 Million), (Rs.158.7 Million), (Rs.447.9 Million)	22,878.8	35,082.5	16,668.0	6,573.5
Interest Accrued but not due	464.3	162.5	425.8	193.3
Deposits from Stockists and others	75.0	63.9	70.8	59.5
Investor Education & Protection Fund (IEPF) shall be credited by the following: (Amounts to be transferred to said fund shall be determined on the respective due dates)				
Unclaimed Dividend	4.9	3.6	4.9	4.0
	<u>23,423.0</u>	<u>35,312.5</u>	<u>17,169.5</u>	<u>6,830.3</u>
B. Provisions:				
For Employee Benefits	153.8	106.0	128.1	123.2
For Premium on redemption of FCCBs	133.6	1,509.2	1,635.5	1,606.2
Proposed Dividend	-	-	134.0	123.8
Corporate Dividend Tax	-	-	22.2	21.0
	<u>287.4</u>	<u>1,615.2</u>	<u>1,919.8</u>	<u>1,874.2</u>
	<u>23,710.4</u>	<u>36,927.7</u>	<u>19,089.3</u>	<u>8,704.5</u>



BAJAJ HINDUSTHAN LIMITED

	2010-2011 (6 Months) Rs. Million	2009-2010 (6 Months) Rs. Million	2009-2010 (12 Months) Rs. Million	2008-2009 (12 Months) Rs. Million
Schedule 9 - Gross Sales/ Income from operations	Reviewed	Reviewed	Audited	Audited
Sales:				
Manufactured Goods	20,813.1	11,625.4	28,947.7	15,975.2
By Products	502.4	140.7	235.3	354.8
Power	648.2	418.8	519.7	226.2
Export	6,063.1	-	-	-
Export Incentives	-	-	-	1.3
	<u>28,026.8</u>	<u>12,184.9</u>	<u>29,702.7</u>	<u>16,557.5</u>
Schedule 10 - Other Income				
Dividend on Long term Investment	6.0	-	0.1	1.6
Dividend on Current Investment	0.1	32.2	35.8	3.1
Surplus on Sale of Assets	40.0	2.0	2.5	3.5
Lease Rent	72.7	9.6	158.4	19.2
Gain due to Foreign Exchange Fluctuation (Net)	-	493.8	477.3	744.7
Scrap / Stores sales	32.7	21.3	64.3	62.8
Profit on sale of Long term Investment	-	0.1	166.1	-
Extinguishment of liability on buyback of FCCBs	-	-	-	337.1
Provisions no longer required / Credit balances appropriated	4.8	1.0	321.9	1,041.4
Miscellaneous Receipts	22.5	254.7	327.4	98.1
	<u>178.8</u>	<u>814.7</u>	<u>1,553.8</u>	<u>2,311.5</u>
Schedule 11 - Raw Materials Consumed*				
Opening Stock	5,742.4	3,056.6	3,056.6	-
Purchases	21,776.7	30,856.9	30,342.2	11,224.2
	<u>27,519.1</u>	<u>33,913.5</u>	<u>33,398.8</u>	<u>11,224.2</u>
Less: Closing Stock	173.5	10,542.0	5,742.4	3,056.6
	<u>27,345.6</u>	<u>23,371.5</u>	<u>27,656.4</u>	<u>8,167.6</u>
* 2010-11 -Includes cost of Raw Material sold.				
Schedule 12 - Manpower Cost				
Salaries & Wages	837.8	638.2	1,280.0	1,054.7
Contribution to P.F., Superannuation and Pension funds	57.6	44.1	84.3	65.1
Contribution to Other funds	25.8	43.2	51.0	31.4
Employee's Welfare Expenses	32.8	25.8	61.7	57.1
Employee's Compensation Expenses (ESOP cost)	-	-	(8.8)	-
	<u>954.0</u>	<u>751.3</u>	<u>1,468.2</u>	<u>1,208.3</u>
Schedule 13 - Other Expenses				
Stores, Spares and Packing Materials consumed	778.7	669.8	849.7	354.6
Power and Fuel	125.4	223.3	425.2	149.7
Rent	35.3	31.7	60.5	38.1
Rates and Taxes	6.3	3.9	10.4	8.5
Repairs :				
Building	15.7	18.9	28.0	17.3
Machinery	240.0	129.4	285.7	149.2
Others	22.8	22.7	39.7	32.3
	<u>278.5</u>	<u>171.0</u>	<u>353.4</u>	<u>198.8</u>
Payment to Auditors for:				
Audit fees	1.5	0.9	2.8	1.8
Tax audit fees	0.4	0.2	0.4	0.2
Certification work	0.6	0.5	1.1	0.9
Out of pocket expenses - (2010-11 Rs. 38,770/-)	0.0	0.3	0.3	0.1
	<u>2.5</u>	<u>1.9</u>	<u>4.6</u>	<u>3.0</u>
Payment to Cost Auditor (Cost Audit Fees)	0.1	-	0.3	0.2
Insurance	45.8	22.9	61.9	47.4
Selling Commission	51.9	28.1	69.6	35.8
Selling & Distribution Expenses	191.6	57.4	102.9	130.4
Director fees	0.3	0.3	0.9	0.7
Donations (2008-09 Rs.39,547/-)	0.1	0.4	0.4	0.0
Loss due to Foreign Exchange Fluctuation (Net)	61.3	-	-	-
Miscellaneous Expenses	315.8	227.4	521.9	395.7
Bad debts written off	0.3	-	-	3.7
Loss on Assets Sold / Discarded	0.6	0.5	1.0	16.2
	<u>1,894.5</u>	<u>1,438.6</u>	<u>2,462.7</u>	<u>1,382.8</u>



BAJAJ HINDUSTHAN LIMITED

	2010-2011 (6 Months) Rs. Million	2009-2010 (6 Months) Rs. Million	2009-2010 (12 Months) Rs. Million	2008-2009 (12 Months) Rs. Million
	Reviewed	Reviewed	Audited	Audited
Schedule 14 - Interest and Finance Charges (Net)				
Interest :				
On Term Loans	90.6	54.9	167.2	322.2
On Debentures	12.5	177.2	285.2	533.5
On Working Capital Loans	795.9	217.9	839.8	813.4
On Others	1,907.7	947.8	2,265.1	1,158.4
	2,806.7	1,397.8	3,557.3	2,827.5
Less: Interest Income				
On Loans	445.0	487.1	1,043.3	972.5
On Others	155.8	16.3	95.3	107.3
	600.8	503.4	1,138.6	1,079.8
	2,205.9	894.4	2,418.7	1,747.7
Add: Finance charges	171.1	211.9	594.7	123.1
	2,377.0	1,106.3	3,013.4	1,870.8
Schedule 15 - (Increase)/Decrease in Stocks				
Opening Stock:				
Finished Goods	12,223.5	3,953.7	3,953.7	5,840.6
Materials in process	13.1	4.0	4.0	-
By-product	446.0	400.2	400.2	82.8
	12,682.6	4,357.9	4,357.9	5,923.4
Add: Stock on Amalgamation				
Finished Goods	-	-	563.4	-
Materials in process	-	-	0.2	-
By-product	-	-	245.4	-
	-	-	809.0	-
Less: Closing Stock:				
Finished Goods	20,682.4	20,069.5	12,223.5	3,953.7
Materials in process	134.8	200.5	13.1	4.0
By-product	968.5	1,243.5	446.0	400.2
	21,785.7	21,513.5	12,682.6	4,357.9
	(9,103.1)	(17,155.6)	(7,515.7)	1,565.5
Add/(Less): Excise Duty on Increase/Decrease in stocks	509.3	627.8	80.0	(128.2)
	(8,593.8)	(16,527.8)	(7,435.7)	1,437.3



BAJAJ HINDUSTHAN LIMITED

Schedule 16 - Statement on Significant Accounting Policies and Notes forming part of the Accounts for the period ended March 31, 2011:

1. Significant Accounting Policies

1.1 System of Accounting:

- (i) The Company follows the mercantile system of accounting and recognises income and expenditure on an accrual basis except in case of significant uncertainties and interest on delayed payment by parties.
- (ii) Financial statements are based on historical cost except certain fixed assets which are valued at fair value.

1.2 Revenue recognition:

- (i) Revenue is recognised when the significant risk and rewards of ownership of the goods have been passed to the buyers. Sale of goods is exclusive of sales tax/VAT. Sales excludes captive consumption.
- (ii) Sales made on high seas basis delivered to the customers directly and not held in stocks are not included in the Sales / Turnover and are included on net basis in other income or as the case may be other expenses.
- (iii) Sugar sold under levy quota for each season, is accounted at the price as notified by the Govt. as available till such time, pending final notification for each season. The difference in price pending final notification is accounted on an estimation by the management taking into account factors affecting the calculation of levy sugar price.
- (iv) Export incentive in the nature of duty draw back or "Duty Entitlement Pass Book" under "Duty Exemption Scheme" is accounted for in the year of Export.

1.3 Fixed Assets and Depreciation:

(a) Fixed Assets:

- (i) Fixed assets are carried at cost of acquisition or construction cost and includes amount added on fair valuation, less accumulated depreciation (except free hold land), amortisation and impairment loss if any.
- (ii) Expenditure during construction period incurred on the projects under implementation are treated as Pre-operative Expenses pending allocation to the assets, and are included under "Capital Work in Progress". These expenses are apportioned to fixed assets on commencement of commercial production. Capital Work in Progress is stated at the amount expended upto the date of Balance Sheet.

(b) Depreciation:

- (i) Depreciation on fixed assets (including on revalued portion on fair value) has been provided as under: -
 - (a) Plant & Machinery & Aircraft: On straight-line method basis at the rates and in the manner specified in Schedule XIV to the Companies Act, 1956.
 - (b) Other Assets (except clause c below): On written down value basis at the rates and in the manner specified in Schedule XIV to the Companies Act, 1956.
 - (c) Intangible assets represented by computer software is being amortised over a period of five years. Leasehold land is amortised over the lease period.
- (ii) Depreciation on assets added, sold or discarded during the year has been provided on pro-rata basis.

1.4 Investments:

Long term investments are stated at cost of acquisition. Diminution in value of such long term investments is not provided for except where determined to be of permanent nature. Current investments are stated at lower of cost or fair market value.

1.5 Inventories:

- (i) Stock of Raw Materials is valued at cost or net realisable value whichever is lower. Cost is arrived at on FIFO Basis.
- (ii) Stock of Materials-in-Process and Finished goods is valued at cost or net realisable value whichever is lower. *
- (iii) Stores, Spares and Packing material are valued at cost. Cost is arrived at on Weighted Average Basis.
- (iv) Obsolete stores and spares when identified and technically determined, are valued at estimated realisable value.
- (v) By-products - Molasses and Bagasse has been valued at estimated realisable value.
- (vi) Trial run inventories are valued at cost or estimated realisable value whichever is lower. *

* Cost is arrived at on full absorption basis as per Accounting Standard AS-2 "Valuation of Inventories".

1.6 Research and Development:

Revenue expenditure on Research and Development is charged against the profit for the year.

Capital expenditure on Research and Development is shown as an addition to Fixed Assets.

1.7 Government Grants:

Government grants / subsidies received towards specific Fixed assets have been deducted from the Gross value of the concerned Fixed assets and grant / subsidies received during the year towards revenue expenses have been reduced from respective expenses. Capital Subsidies under Sugar Promotion Policy, 2004 is recognised to the extent the claims are accepted and settled.



1.8 Foreign Currency Transactions:

Foreign Currency transactions are recorded at the rates of exchange prevailing on the date of transaction. Monetary foreign currency assets and liabilities outstanding at the close of the financial year are revalued at the exchange rates prevailing on the balance sheet date. Exchange differences arising on account of fluctuation in the rate of exchange is recognised in the Profit & Loss Account.

In case of items which are covered by forward exchange contracts, the difference between the year end rate and rate on the date of the contract is recognized as exchange difference and the premium paid on forward contract is recognized over the life of the contract. In case of financial derivative contracts, premiums paid, gains/losses on settlement and provision for losses, are recognized in the profit and loss account except gains/losses and provisions relating to acquisition of capital assets, in which case, they are adjusted to carrying cost of fixed assets.

1.9 Employee Benefits:

(a) Short Term Employee Benefits:

(i) Short term employee benefits are recognised as expenditure at the undiscounted value in the Profit and Loss Account of the year in which the related service is rendered.

(b) Post Employment Benefits:

(i) Defined Contribution Plans:

Company's contribution to the superannuation scheme, pension under Employees' Pension Scheme, 1995 etc. are recognised during the year in which the related service is rendered.

(ii) Defined Benefit Plans:

- Gratuity:

Gratuity liability is covered under the Gratuity-cum-Insurance Policy of Life Insurance Corporation of India (LIC) by BHL Employees' Gratuity Fund. The present value of the obligation is determined based on an actuarial valuation, using the Projected Unit Credit Method. Actuarial gains and losses arising on such valuation are recognised immediately in the Profit and Loss Account. The amount funded by the Trust administered by the Company under the aforesaid Policy, is reduced from the gross obligation under the defined benefit plan, to recognise the obligation on a net basis.

- Provident Fund:

Monthly contributions are made to a Trust administered by the Company. The interest rate payable by the Trust to the beneficiaries is notified by the Government. The Company has an obligation to make good the shortfall, if any, between the return on the investments of the Trust and the notified interest rate.

(c) Long term compensated absences are provided on the basis of actuarial valuation.

(d) Compensation to employees under Voluntary Retirement Scheme is charged to Profit and Loss Account in the year of accrual.

1.10 Borrowing Cost:

(i) Borrowing cost attributable to acquisition and construction of assets are capitalised as part of the cost of such assets upto the date when such assets are ready for intended use and other borrowing costs are charged to profit & loss account.

(ii) Expenses on issue of shares, debentures and foreign currency convertible bonds (FCCBs), premium on redemption of FCCBs, which is being provided entirely on issuance as well as exchange rate difference arising on revaluation of such premium are charged to "Securities Premium Accounts" in accordance with Section 78 of the Companies Act, 1956.

1.11 Provision for Current and Deferred Tax:

(i) Provision for Current tax is made with reference to taxable income computed for the accounting period for which the financial statements are prepared by applying the tax rates relevant to the respective 'Previous Year'. Minimum Alternate Tax (MAT) eligible for set-off in subsequent years (as per tax laws), is recognised as an asset by way of credit to the Profit and Loss Account only if there is convincing evidence of its realisation. At each Balance Sheet date, the carrying amount of MAT Credit Entitlement receivable is reviewed to reassess realisation.

(ii) Deferred Tax resulting from 'timing difference' between book and taxable profit for the year is accounted for using the current tax rates. The deferred tax asset is recognized and carried forward only to the extent that there is a reasonable certainty that the assets will be adjusted in future. However, in case of deferred tax assets (representing unabsorbed depreciation or carry forward losses) are recognised, if and only if there is a virtual certainty that there would be adequate future taxable income against which such deferred tax assets can be realised.

1.12 Impairment of Assets:

The Carrying amount of assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal/external factors. An asset is impaired when the carrying amount of the asset exceeds the recoverable amount. An impairment loss is charged to the Profit and Loss Account in the year in which an asset is identified as impaired. An impairment loss recognised in prior accounting periods is reversed if there has been change in the estimate of the recoverable amount.

1.13 Provisions, Contingent Liabilities and Contingent Assets:

Provisions involving a substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognised but are disclosed in the Financial Statements. Contingent Assets are neither recognised nor disclosed in the Financial Statements.

1.14 Employee Stock options and Shares Plan (ESOP):

In accordance with SEBI guidelines, the excess of the market price of the shares, at the date of grant of options under the ESOP, over the exercise price, is treated as Employee Compensation Expense.



	As at Mar. 31, 2011 Rs. Million	As at Mar. 31, 2010 Rs. Million	As at Sept. 30, 2010 Rs. Million	As at Sept. 30, 2009 Rs. Million
2. Contingent Liabilities not provided for:				
(a) In respect of disputed demands/claims against the Company not acknowledged as debts:				
(i) Central Excise matters	262.5	337.5	267.7	318.7
(ii) Trade Tax matters	58.8	17.3	25.3	5.8
(iii) Income Tax matters (2009-Rs.17,074/-)	-	-	-	0.0
(iii) Other Claims	460.4	569.7	298.3	412.2

(b) The Company has furnished following guarantees on behalf of subsidiary companies:

	Mar. 31, 2011		Mar. 31, 2010		Sept. 30, 2010		Sept. 30, 2009	
Name of Company	Amount of Guarantees	Amount Utilised	Amount of Guarantees	Amount Utilised	Amount of Guarantees	Amount Utilised	Amount of Guarantees	Amount Utilised
Bank Guarantees								
1 Bajaj Energy Pvt.Ltd.(Subsidiary Company)								
- In favour of Governor of State of U.P.,Lucknow	225.0	N.A.	-	N.A.	225.0	N.A.	-	N.A.
- In favour of Central Coalfields Ltd	193.0	N.A.	-	N.A.	193.0	N.A.	-	N.A.
- In favour of U.P. Pollution Control Board	5.0	N.A.	-	N.A.	5.0	N.A.	-	N.A.
2 Lalitpur Power Generation Company Ltd.								
- In favour of Governor of state of U.P., Lucknow	990.0	N.A.	-	N.A.	-	N.A.	-	N.A.
Corporate Guarantees								
1 Bajaj Energy Pvt.Ltd.(Subsidiary Company)								
- In favour of Banks	2,765.2	2,738.1	-	-	8,565.2	7,112.1	-	-
2 Bajaj Eco-Tec Products Ltd.(Subsidiary Company)								
-In favour of Bank	1,040.0	237.5	740.0	434.6	1,040.0	300.0	740.0	556.9

3.(a) Estimated amount of contracts remaining to be executed on capital account and not provided for (net of Advances).

385.7 257.1 141.7 264.8

(b) Lease Rental Income:

- Not later than one year
- Later than one year but not later than five years
- Later than five years

148.2 19.2 132.8 19.2
363.9 3.2 308.7 12.8
- - - -

General description of lease term:

- Lease income is recognized based on the leased terms.

- Assets are given on lease for the period of 4 to 5 years. The company has the option to renew the lease for secondary period. There are no exceptional/restrictive covenants in the lease agreements.

4. The disclosures in respect of Related Parties as required under Accounting Standard 18 (AS18) 'Related Party Disclosures' is stated herein below / set out in a separate statement annexed hereto.

a) Related parties and relationships for which disclosure is required under AS18:

For the period ended Mar. 31, 2011 :

A. Subsidiary Companies

1. Bajaj Aviation Private Ltd. (Step Down Subsidiary)
2. Bajaj Eco-Tec Products Ltd. (Wholly owned)
3. Bajaj Energy Private Ltd. (Formerly known as Bajaj Eco-Chem Products Private Ltd.)
4. Bajaj International Participações Ltda., Brazil (Wholly owned)
5. Bajaj Hindusthan (Singapore) Pte Ltd., Singapore (Wholly owned)
6. Lalitpur Power Generation Co.Ltd.(w.e.f.December 10, 2010)
7. Bajaj Power Generation Pvt. Ltd.(w.e.f December 20, 2010) (Wholly owned)

B. Associates and Joint Ventures

Bajaj E-biz Private Ltd. – Associate

C. Directors and their relatives

Mr. Shishir Bajaj - Chairman & Managing Director (Also key management personnel)
Mrs.Minakshi Bajaj (Wife of Mr.Shishir Bajaj)
Mr. Kushagra Bajaj - Joint Managing Director (Also key management personnel) and also son of Mr. Shishir Bajaj.
Mr.Apoorva Bajaj (Son of Mr.Shishir Bajaj)
Dr. Sanjeev Kumar, Director (Corporate and Legal Affairs) (Also key management personnel).

D. Enterprises over which any person described in (C) above is able to exercise significant influence

1. Bajaj Capital Ventures Private Limited
2. Bajaj Infrastructure Development Co.Ltd.

For the period ended Mar. 31, 2010 :

A. Subsidiary Companies

1. Bajaj Aviation Private Ltd. (Step Down Subsidiary)
2. Bajaj Eco-Tec Products Ltd. (Wholly owned)
3. Bajaj Energy Private Ltd. (Formerly known as Bajaj Eco-Chem Products Private Ltd.)
4. Bajaj Hindusthan Sugar and Industries Ltd.
5. Bajaj International Participações Ltda., Brazil (Wholly owned)
6. Bajaj Hindusthan (Singapore) Pte Ltd., Singapore (Wholly owned)

B. Associates and Joint Ventures

Bajaj E-biz Private Ltd. – Associate



C. Directors and their relatives

Mr. Shishir Bajaj - Chairman & Managing Director (Also key management personnel)
Mrs. Minakshi Bajaj (Wife of Mr. Shishir Bajaj)
Mr. Kushagra Bajaj - Joint Managing Director (Also key management personnel) and also son of Mr. Shishir Bajaj.
Mr. Apoorva Bajaj (Son of Mr. Shishir Bajaj)
Dr. Sanjeev Kumar, Director (Corporate and Legal Affairs) (Also key management personnel).

D. Enterprises over which any person described in (C) above is able to exercise significant influence

1. Bajaj Capital Ventures Private Limited
2. Bajaj Holding & Investment Ltd.
3. Bajaj Infrastructure Development Company Ltd.

For the year ended Sept.30, 2010 :

A. Subsidiary Companies

1. Bajaj Aviation Private Ltd. (Step Down Subsidiary)
2. Bajaj Eco-Tec Products Ltd. (Wholly owned)
3. Bajaj Energy Private Ltd. (Formerly known as Bajaj Eco-Chem Products Private Ltd.)
4. Bajaj Hindusthan Sugar and Industries Ltd. (up to 31.03.2010)
5. Bajaj International Participações Ltda., Brazil (Wholly owned)
6. Bajaj Hindusthan (Singapore) Pte Ltd., Singapore (Wholly owned)

B. Associates and Joint Ventures

Bajaj E-biz Private Ltd. – Associate

C. Directors and their relatives

Mr. Shishir Bajaj - Chairman & Managing Director (Key management personnel)
Mrs. Minakshi Bajaj (Wife of Mr. Shishir Bajaj)
Mr. Kushagra Bajaj - Joint Managing Director (Key management personnel) and also son of Mr. Shishir Bajaj.
Mr. Apoorva Bajaj (Son of Mr. Shishir Bajaj)
Dr. Sanjeev Kumar, Director (Corporate and Legal Affairs) (Key management personnel).

D. Enterprises over which any person described in (C) above is able to exercise significant influence

1. Bajaj Capital Ventures Private Ltd.
2. Bajaj Holding & Investment Ltd.
3. Bajaj Infrastructure Development Company Ltd.
4. Shishir Bajaj family Trust

For the year ended Sept.30, 2009 :

A. Subsidiary Companies

1. Bajaj Aviation Private Ltd. (Step Down Subsidiary)
2. Bajaj Eco-Tec Products Ltd. (Wholly owned)
3. Bajaj Eco-Chem Products Private Ltd. (Wholly owned)
4. Bajaj Hindusthan Sugar and Industries Ltd.
5. Bajaj International Participações Ltda., Brazil (Wholly owned)
6. Bajaj Hindusthan (Singapore) Pte Ltd., Singapore (Wholly owned)

B. Associates and Joint Ventures

Bajaj E-biz Private Ltd. – Associate

C. Directors and their relatives

Mr. Shishir Bajaj - Chairman & Managing Director (Also key management personnel)
Mrs. Minakshi Bajaj (Wife of Mr. Shishir Bajaj)
Mr. Niraj Bajaj - Non Executive Director (resigned w.e.f. December 31, 2008)
Mr. Kushagra Bajaj - Joint Managing Director (Also key management personnel)
and also son of Mr. Shishir Bajaj
Mr. Apoorva Bajaj (Son of Mr. Shishir Bajaj)
Mr. I. D. Mittal - Chief Executive Director (Also key management personnel) (resigned w.e.f. February 6, 2009)
Mrs. Sureshtha Mittal - Wife of Mr. I. D. Mittal (upto February 05, 2009)
Dr. Sanjeev Kumar, Director (Corporate and Legal Affairs) (Also key management personnel) (Appointed w.e.f. March 12, 2009)

D. Enterprises over which any person described in (C) above is able to exercise significant influence

1. Bajaj Capital Ventures Private Limited
2. Bajaj Electricals Limited (upto December 31, 2008)
3. Bajaj Holding & Investment Ltd.
4. The Hindusthan Housing Co. Ltd. (upto December 31, 2008)
5. Hind Musafir Agency Ltd. (upto December 31, 2008)
6. Mukand Ltd. (upto December 31, 2008)



b) Disclosure as required under AS-18 in respect of Related Party Transactions:

Transactions							Rs. Million
Year		Subsidiaries	Directors/Key Management Personnel	Relatives of Directors/Key Management Personnel	Enterprises described in (D) above	Total	
I. Transactions during the period							
Purchase of Goods	2010-11	(6 Months)	-	-	-	-	
	2009-10	(6 Months)	21.8	-	-	21.8	
	2009-10	(12 Months)	21.8	-	-	21.8	
	2008-09	(12 Months)	4.8	-	-	4.8	
Purchase of Capital Goods	2010-11	(6 Months)	-	-	-	-	
	2009-10	(6 Months)	-	-	-	-	
	2009-10	(12 Months)	-	-	54.6	54.6	
	2008-09	(12 Months)	-	-	-	-	
Sale of Goods	2010-11	(6 Months)	3,229.4	-	-	3,229.4	
	2009-10	(6 Months)	1,525.4	-	-	1,525.4	
	2009-10	(12 Months)	1,622.6	-	-	1,622.6	
	2008-09	(12 Months)	211.9	-	-	211.9	
Sale of Capital Goods	2010-11	(6 Months)	-	-	-	-	
	2009-10	(6 Months)	-	-	-	-	
	2009-10	(12 Months)	Rs. 26,500/-	-	-	Rs. 26,500/-	
	2008-09	(12 Months)	-	-	-	-	
Rendering of Services	2010-11	(6 Months)	-	-	-	-	
	2009-10	(6 Months)	-	-	-	-	
	2009-10	(12 Months)	-	-	-	-	
	2008-09	(12 Months)	-	-	0.9	0.9	
Interest received	2010-11	(6 Months)	53.4	-	-	53.4	
	2009-10	(6 Months)	156.1	-	-	156.1	
	2009-10	(12 Months)	344.6	-	-	344.6	
	2008-09	(12 Months)	301.5	-	-	301.5	
Rent received	2010-11	(6 Months)	3.1	-	-	3.1	
	2009-10	(6 Months)	-	-	-	-	
	2009-10	(12 Months)	87.9	-	-	87.9	
	2008-09	(12 Months)	Rs.2/-	-	-	Rs.2/-	
Rent Paid	2010-11	(6 Months)	-	-	3.6	3.6	
	2009-10	(6 Months)	-	-	3.2	3.2	
	2009-10	(12 Months)	-	-	7.2	7.2	
	2008-09	(12 Months)	-	-	3.3	3.3	
Remuneration	2010-11	(6 Months)	-	57.3	-	57.3	
	2009-10	(6 Months)	-	47.3	-	47.3	
	2009-10	(12 Months)	-	42.9	-	42.9	
	2008-09	(12 Months)	-	71.7	1.0	72.7	
Dividend Received	2010-11	(6 Months)	6.0	-	-	6.0	
	2009-10	(6 Months)	-	-	-	-	
	2009-10	(12 Months)	-	-	-	-	
	2008-09	(12 Months)	-	-	1.1	1.1	
Equity Warrant Issued	2010-11	(6 Months)	-	-	-	-	
	2009-10	(6 Months)	-	-	-	-	
	2009-10	(12 Months)	-	-	-	-	
	2008-09	(12 Months)	-	189.0	-	189.0	
Equity Share Capital Issued (Including Premium)	2010-11	(6 Months)	-	-	-	-	
	2009-10	(6 Months)	-	-	756.0	756.0	
	2009-10	(12 Months)	-	-	756.0	756.0	
	2008-09	(12 Months)	-	-	-	-	
Investment made	2010-11	(6 Months)	0.6	-	-	0.6	
	2009-10	(6 Months)	-	-	-	-	
	2009-10	(12 Months)	2,293.2	-	-	2,293.2	
	2008-09	(12 Months)	608.0	-	-	608.0	
Investment Sold	2010-11	(6 Months)	-	-	-	-	
	2009-10	(6 Months)	-	-	-	-	
	2009-10	(12 Months)	-	-	0.2	0.2	
	2008-09	(12 Months)	-	-	-	-	
Assignment of Project	2010-11	(6 Months)	-	-	-	-	
	2009-10	(6 Months)	-	-	-	-	
	2009-10	(12 Months)	6,214.0	-	-	6,214.0	
	2008-09	(12 Months)	-	-	-	-	
Advance given (Project)	2010-11	(6 Months)	-	-	685.0	685.0	
	2009-10	(6 Months)	-	-	4,336.5	4,336.5	
	2009-10	(12 Months)	-	-	5,684.2	5,684.2	
	2008-09	(12 Months)	-	-	-	-	
Advance given (Against allotment of Shares)	2010-11	(6 Months)	1,850.0	-	-	1,850.0	
	2009-10	(6 Months)	-	-	-	-	
	2009-10	(12 Months)	-	-	-	-	
	2008-09	(12 Months)	-	-	-	-	
Loans given	2010-11	(6 Months)	1,093.6	-	-	1,093.6	
	2009-10	(6 Months)	17,427.1	-	-	17,427.1	
	2009-10	(12 Months)	18,045.2	-	-	18,045.2	
	2008-09	(12 Months)	779.5	-	-	779.5	
Loans given repaid	2010-11	(6 Months)	1,095.4	-	-	1,095.4	
	2009-10	(6 Months)	17,106.3	-	-	17,106.3	
	2009-10	(12 Months)	17,909.5	-	-	17,909.5	
	2008-09	(12 Months)	685.4	-	-	685.4	
Guarantees Given	2010-11	(6 Months)	990.0	-	-	990.0	
	2009-10	(6 Months)	-	-	-	-	
	2009-10	(12 Months)	9,288.2	-	-	9,288.2	
	2008-09	(12 Months)	-	-	-	-	



II. Amounts Outstanding at Balance Sheet date

Loans given outstanding	Mar.31, 2011	-	-	-	-
	Mar.31, 2010	4,333.8	-	-	4,333.8
	Sept.30, 2010	1.8	-	-	1.8
	Sept.30, 2009	4,013.0	-	-	4,013.0
Other Debtors	Mar.31, 2011	621.1	-	-	621.1
	Mar.31, 2010	1,514.6	-	-	1,514.6
	Sept.30, 2010	204.1	-	-	204.1
	Sept.30, 2009	-	-	-	-
Guarantees Given	Mar.31, 2011	5,218.2	-	-	5,218.2
	Mar.31, 2010	740.0	-	-	740.0
	Sept.30, 2010	10,028.2	-	-	10,028.2
	Sept.30, 2009	740.0	-	-	740.0
Advance given	Mar.31, 2011	1,850.0	-	-	685.0
	Mar.31, 2010	-	-	-	4,336.5
	Sept.30, 2010	-	-	-	-
	Sept.30, 2009	-	-	-	-
Deposits given	Mar.31, 2011	-	-	-	3.6
	Mar.31, 2010	-	-	-	3.6
	Sept.30, 2010	-	-	-	3.6
	Sept.30, 2009	-	-	-	3.6
Investments	Mar.31, 2011	4,196.5	-	-	4,196.5
	Mar.31, 2010	5,489.9	-	-	5,489.9
	Sept.30, 2010	4,195.9	-	-	4,195.9
	Sept.30, 2009	5,489.9	-	-	5,489.9

Notes:

1. Related Party relationship is as identified by the Company based on the available information and relied upon by the Auditors.
2. No amount has been written off or written back during the period/year in respect of debts due from or to related parties.
3. Significant transactions during the respective period/year are given below.

For the period ended Mar.31, 2011 :

1. Sale of goods includes Rs. 2,807.5 Million to M/s Bajaj Hindusthan Singapore Private Limited.
2. Interest received includes Rs. 53.4 Million from Bajaj Eco Tec Products Limited on loan given.
3. Remuneration Includes Rs. 28.0 Million to Mr. Shishir Bajaj, Rs. 24.2 Million to Mr. Kushagra Bajaj and Rs. 5.1 Million to Dr. Sanjeev Kumar.
4. Dividend Received includes Rs. 6.0 Million from Bajaj International Participacoes Ltda., Brazil
5. Advance given (Project) Includes Rs. 685.0 Million to Bajaj Infrastructure Development Company Ltd.
6. Advance given (Against allotment of Shares) Includes Rs. 1,850.0 Million to Lalitpur Power Generation Co. Ltd.
7. Rent Received includes Rs. 3.1 Million from Bajaj Energy Pvt. Ltd.
8. Rent Paid includes Rs. 3.6 Million to Bajaj Capital Ventures Pvt. Ltd.
9. Investment made includes Rs. 0.4 Million in Lalitpur Power Generation Co. Ltd. and Rs. 0.2 Million in Bajaj Power Generation Pvt. Ltd.
10. Loans given includes Rs. 1,093.6 Million to Bajaj Eco-Tec Products Ltd.
11. Guarantees given includes Rs. 990.0 Million for Lalitpur Power Generation Company Ltd..

For the period ended Mar.31, 2010 :

1. Purchase of Goods includes Rs.21.8 Million from Bajaj Hindusthan Sugar and Industries Ltd.
2. Sale of goods includes Rs.1,454.2 Million to M/s Bajaj Hindusthan Sugar and Industries Ltd.
3. Interest received includes Rs.150.3 Million from Bajaj Hindusthan Sugar and Industries Ltd on loan given.
4. Remuneration Includes Rs.23.6 Million to Mr. Shishir Bajaj and Rs.20.2 Million to Mr. Kushagra Bajaj.
5. Equity Share capital issued (including Premium) Rs.756.0 Million to promoter group.
6. Rent Paid includes Rs. 3.2 Million to Bajaj Capital Ventures Pvt. Ltd.
7. Loan given includes Rs.17,006.3 Million to Bajaj Energy Pvt. Ltd.
8. Loan given repaid includes Rs.17,006.3 Million from Bajaj Energy Pvt. Ltd.
9. Advance Given (Project) includes Rs.4,336.5 Million given to Bajaj Infrastructure Development Company Ltd.

For the year ended Sept.30, 2010 :

1. Purchase of Goods includes Rs.21.8 Million from Bajaj Hindusthan Sugar and Industries Ltd.
2. Purchase of Capital Goods includes Rs.54.6 Million from Bajaj Infrastructure Development Company Ltd.
3. Sale of goods includes Rs.1456.7 Million to M/s Bajaj Hindusthan Sugar and Industries Ltd.
4. Sale of capital goods includes Rs.26,500/- to M/s Bajaj Eco-Tec Products Ltd.
5. Interest received includes Rs.150.3 Million from Bajaj Hindusthan Sugar and Industries Ltd. and Rs.161.6 Million from Bajaj Energy Pvt.Ltd.on loan given to them.
6. Remuneration Includes Rs.20.6 Million to Mr. Shishir Bajaj, Rs.14.9 Million to Mr. Kushagra Bajaj and Rs.7.4 Million to Dr. Sanjeev Kumar.
7. Equity Share capital issued (including Premium) Rs.756.0 Million to promoter group.
8. Rent Received includes Rs.87.9 Million from Bajaj Energy Pvt. Ltd.
9. Rent Paid includes Rs. 7.2 Million to Bajaj Capital Ventures Pvt. Ltd.
10. Investment made includes Rs.1,370.0 Million in Bajaj Energy Pvt. Ltd. and Rs.923.1 Million in Bajaj Hindusthan (Singapore) Pte Ltd., Singapore
11. Investment sold of Rs.2.0 Million of Bajaj Holding & Investment Ltd.
12. Assignment of Project Rs. 6,214.0 Million to Bajaj Energy Pvt. Ltd.
13. Advances given (Project) of Rs. 5,684.2 Million to Bajaj Infrastructure Development Company Ltd.
14. Loan given includes Rs.17,006.3 Million to Bajaj Energy Pvt. Ltd, Rs.903.2 Million to Bajaj Eco-Tec Products Ltd and Rs.4.0 Million to Bajaj Hindusthan (Singapore) Pte Ltd., Singapore.
15. Loan given repaid includes Rs.17,006.3 Million from Bajaj Energy Pvt. Ltd and Rs.903.2 Million from Bajaj Eco-Tec Products Ltd.
16. Guarantees given includes Rs.8,988.2 Million for Bajaj Energy Pvt. Ltd.

For the year ended Sept.30, 2009 :

1. Purchase of Goods includes Rs.4.8 Million from Bajaj Hindusthan Sugar and Industries Ltd.
2. Sale of goods includes Rs.96.3 Million to M/s Bajaj Eco-Tec Products Ltd. and Rs.115.0 Million to Bajaj Aviation Pvt.Ltd.
3. Rendering of services includes Rs.0.5 Million to Hind Musafir Agency Ltd. and Rs.0.4 Million to The Hindusthan Housing Co.Ltd.
4. Interest received includes Rs.301.5 Million from Bajaj Hindusthan Sugar and Industries Ltd on loan given.
5. Rent received includes Rs.2/- from Bajaj Eco-Tec Products Ltd.
6. Remuneration Includes Rs.32.1 Million to Mr. Shishir Bajaj, Rs. 28.4 Million to Mr. Kushagra Bajaj and Rs.7.7 Million to Mr.I.D. Mittal.
7. Dividend received includes Rs.1.1 Million from Bajaj Holding & Investment Ltd.
8. Equity Warrant issued includes Rs.189.0 Million to Promoter Group.
9. Rent Paid includes Rs.3.3 Million to Bajaj Capital Ventures Pvt. Ltd.
10. Investment made includes Rs. 600.0 Million in Bajaj Eco-Tec Products Ltd.
11. Loan given includes Rs. 497.4 Million to Bajaj Eco-Tec Products Ltd. and Rs.281.7 Million to Bajaj Hindusthan Sugar and Industries Ltd.
12. Loan given repaid includes Rs.677.4 Million from Bajaj Eco-Tec Products Ltd.



5. Segment Information:

The Company has identified its Business Segments as its Primary Reportable Segments comprising of Sugar, Distillery, Power.

Primary Segment Information:

Particulars	Mar. 31, 2011 (6 Months) Rs. Million	Mar. 31, 2010 (6 Months) Rs. Million	Sept. 30, 2010 (12 Months) Rs. Million	Sept. 30, 2009 (12 Months) Rs. Million
1. Segment Revenue				
a. Sugar	25,627.4	11,660.9	27,935.9	15,394.5
b. Distillery	1,700.0	504.6	1,566.3	834.5
c. Power	2,067.2	1,471.6	1,750.2	821.5
Total	29,394.6	13,637.1	31,252.4	17,050.5
Less : Inter- segment Revenue	2,113.1	1,808.7	2,516.4	1,213.1
Net Sales / Income from Operations	27,281.5	11,828.4	28,736.0	15,837.4
2. Segment Results (Profit (+)/ Loss(-) before tax and interest)				
a. Sugar	2,086.9	1,626.0	2,322.2	1,594.4
b. Distillery	606.7	66.5	261.5	(68.3)
c. Power	1,688.9	1,224.9	1,267.7	484.0
Total	4,382.5	2,917.4	3,851.4	2,010.1
Less: (i) Interest (Net)	2,377.0	1,106.3	3,013.4	1,870.8
(ii) Other Un-allocable Expenditure net off Un-allocable Income	198.8	279.1	287.6	(1,920.7)
Total Profit before Tax	1,806.7	1,532.0	550.4	2,060.0
3. Segment Assets:				
a. Sugar	76,471.7	66,297.6	74,624.6	37,050.7
b. Distillery	5,951.2	3,692.0	5,824.7	3,239.0
c. Power	5,941.4	2,946.9	5,667.3	2,795.7
Total	88,364.3	72,936.5	86,116.6	43,085.4
Add: Unallocated Corporate Assets	28,152.5	29,330.5	20,607.9	20,387.7
Total Assets	116,516.8	102,267.0	106,724.5	63,473.1
4. Segment Liabilities:				
a. Sugar	8,793.5	17,032.4	7,639.0	2,227.1
b. Distillery	171.6	122.4	161.5	123.0
c. Power	31.6	14.1	8.4	77.4
Total	8,996.7	17,168.9	7,808.9	2,427.5
Add: Unallocated Corporate Liabilities	14,713.7	19,758.8	11,280.4	6,277.0
Total Liabilities	23,710.4	36,927.7	19,089.3	8,704.5
5. Capital Expenditure:				
a. Sugar	128.6	312.8	609.3	2,634.0
b. Distillery	4.2	61.6	84.5	538.1
c. Power	16.3	26.1	29.4	359.1
d. Unallocated	812.4	4,386.5	1,208.3	21.5
Total	961.5	4,787.0	1,931.5	3,552.7
6. Depreciation:				
a. Sugar	1,323.1	774.7	2,046.6	1,619.0
b. Distillery	138.0	93.1	215.3	194.6
c. Power	163.8	84.4	248.9	166.0
d. Unallocated	51.4	19.0	63.6	42.5
Total	1,676.3	971.2	2,574.4	2,022.1
7. Non Cash Expenditure other than Depreciation:				
a. Sugar	Nil	Nil	Nil	Nil
b. Distillery	Nil	Nil	Nil	Nil
c. Power	Nil	Nil	Nil	Nil
d. Unallocated	Nil	Nil	Nil	Nil
Total	Nil	Nil	Nil	Nil

Other disclosure:

- The Company caters mostly to Indian markets and as such there are no reportable geographical segments. All the assets are also located in India.
- Segments have been identified in line with the Accounting Standard - 17 "Segment Reporting" taking into account the organisation structure as well as differing risks and returns.
- The Segment Revenue, Results, Assets and Liabilities include respective amounts identifiable to each of the segment and amounts allocated on reasonable basis.
- The segment performance has been worked out after attributing the realisable value of inter segment transfer of material.
- Segment assets and liabilities represents assets and liabilities in respective segment. Tax related assets & other assets and liabilities that can not be allocated to segment on reasonable basis have been disclosed as unallocable.



6. Deferred Taxation :

	As at Mar. 31, 2011	As at Mar. 31, 2010	As at Sept. 30, 2010	As at Sept. 30, 2009
Deferred Tax Liabilities:				
Depreciation	5,237.4	3,097.8	5,155.2	3,042.5
Total	5,237.4	3,097.8	5,155.2	3,042.5
Deferred Tax Assets:				
Provision for Employee Benefits	53.1	37.1	44.6	43.0
Provision for doubtful debts / advances	0.9	0.8	0.8	0.8
Carry Forward loss and unabsorbed Depreciation	3,850.3	1,617.8	4,275.5	1,918.3
Total	3,904.3	1,655.7	4,320.9	1,962.1
Net Deferred Tax Liability / (Asset)	1,333.1	1,442.1	834.3	1,080.4

7. Disclosures in respect of derivative instruments:

	As at Mar. 31, 2011		As at Mar. 31, 2010		As at Sept. 30, 2010		As at Sept. 30, 2009	
	Forward Contract	Option	Forward Contract	Option	Forward Contract	Option	Forward Contract	Option
	USD Million	JPY/USD Million	USD Million	JPY/USD Million	USD Million	JPY/USD Million	USD Million	JPY/USD Million
(i) Derivative instruments outstanding are as under:								
Loans taken	-	8,042.3	-	8,042.3	-	8,042.3	-	8,042.3
Debtors (USD)	-	-	16.8	-	-	-	-	-
Creditors (USD)	-	-	257.1	-	96.1	-	14.1	-
FCCB (USD)	-	-	-	-	77.0	56.0	-	-
ECB (USD)	-	-	-	-	9.3	-	-	-
(All the derivative instruments have been acquired for hedging purposes.)								
(ii) Foreign currency exposures that are not hedged	USD/JPY Million		USD/JPY Million		USD/JPY Million		USD/JPY Million	
Debtors (USD)	1.8		-		-		-	
Creditors (USD)	13.3		48.6		13.3		47.0	
FCCB (USD)	15.0		99.6		15.0		99.6	
ECB (USD)	174.7		87.0		174.7		87.0	
ECB (JPY)	1,148.9		1,148.9		1,148.9		1,148.9	

8. For the period ended Mar.31, 2011 :

- (i) As required by paragraph 46 inserted vide notification dated March 31, 2009 to the Accounting Standard AS-11 "The Effect of Changes in Foreign Exchange Rates", the Company had opted to adjust the exchange fluctuations on Long Term Monetary Items to the carrying cost of fixed assets. As per the notification, option for such accounting treatment is available for financial year ending on or before 31st March, 2011. Accordingly, from the current financial year, Company has adjusted the exchange fluctuation on long term monetary items in Profit and Loss account. Had the change not done, the profit for the current period would have been higher by Rs. 28.1 Million.
- (ii) The Scheme of Amalgamation of Bajaj Hindustan Sugar and Industries Limited (BHSIL or amalgamating company), a subsidiary company with the Company with effect from the appointed date i.e. 1st April, 2010, sanctioned by the Hon'ble High Court of Bombay vide its Order dated November 26, 2010 has become effective on December 20, 2010 upon filing the said Order with the Registrar of Companies, Maharashtra, Mumbai as required under Section 394(3) of the Companies Act, 1956. Subsequently the Company has allotted 3,70,00,000 Equity Shares of Re. 1/- each on January 05, 2011 in accordance with the terms of the sanctioned Scheme.
- The results of 6 months ended Mar 31, 2011 has been prepared after taking the effect of merger and hence the same are not comparable with the corresponding figures of previous year.



9. For the period ended Mar.31, 2010 :

- (i) The Company has allotted 14,500,000 new Equity Shares on January 4, 2010, upon receipt of the entire remaining sum of Rs. 567.0 Million representing 75% of the total value for such warrants and exercise of the rights by a promoter group entity of the Company on all the 14,500,000 warrants allotted earlier on May 18, 2009 on preferential basis carrying right to subscribe for and be allotted one (1) fully paid equity share of face value Re. 1 each per warrant, at a price of Rs. 52.14 per equity share in accordance with the SEBI Preferential Issue Guidelines. Subsequently, after the allotment of these new Equity Shares, the paid up Equity Share Capital and Securities Premium Account have increased by Rs. 14.5 Million and Rs. 741.5 Million respectively.
- (ii) In compliance with the Notification dated March 31, 2009 issued by Ministry of Corporate Affairs, the Company has exercised the option as inserted by Paragraph 46 to the Accounting Standard AS-11 "The Effect of Changes in Foreign Exchange Rates". Accordingly Foreign Exchange Gain of Rs. 597.4 Million for the six months ended Mar. 31, 2010 has been adjusted to Capital Assets.

10. For the year ended Sept.30, 2010 :

- (i) Pursuant to the Scheme of Amalgamation ("the Scheme") under Sections 391 to 394 of the Companies Act, 1956, the Hon'ble High Court of Bombay pronounced an Order on November 26, 2010, sanctioning the Scheme of amalgamation of Bajaj Hindusthan Sugar and Industries Limited (BHSIL or amalgamating company), a subsidiary company with the company with effect from the appointed date 1st April, 2010. BHSIL is engaged in the business of manufacturing of sugar, alcohol and it's allied products.

The Scheme became effective on December 20, 2010 upon filing the said Order with the Registrar of Companies, Maharashtra, Mumbai as required under Section 394(3) of the Companies Act, 1956.

In accordance with the Scheme and as per the approval of the Hon'ble High Court of Bombay :

a) All the assets, liabilities, rights and obligations of BHSIL have been transferred to and vested with the Company with effect from 1st April, 2010 and have been recorded at their respective fair values, under the purchase method of accounting for amalgamation.

b) 37,000,000 Equity shares of Re. 1/- each fully paid up are to be issued to the equity share holders of the amalgamating Company whose names are registered in the register of members on record date and to the Trust created as per the terms of the Scheme by the company against it's investments in and advances to amalgamating company, without payment being received in cash. Pending allotment, the face value of such shares has been shown as "Equity Share Suspense".

c) Excess of the fair value of net assets taken over by the Company over the paid up value of Equity Shares to be issued and allotted of Rs. 8,756.3 Million has been credited to Amalgamation Reserve Account except the Statutory Reserve which has been credited to the similar reserve of the company; Beneficial Interest in the Trust referred to in (b) above has been recorded at the book value of the underlying assets i.e. Rs. 6,937.2 Million; net effect on fair valuation of assets and liabilities of the Company identified by the Board as prescribed by the Scheme to be fair valued based on the reports by an independent valuer / management estimates of Rs. 1,448.8 Million has been debited to Amalgamation Reserve Account; the balance in Amalgamation Reserve Account after netting off the cost of Rs. 87.0 Million being the stamp duty and other expenditure payable on Amalgamation an amount of Rs. 7,220.5 Million is credited to Securities Premium Account. The additional depreciation on account of fair valuation of fixed assets of the company aggregating to Rs. 310.0 Million has been debited to the Profit & Loss account.

Had the Scheme not prescribed this accounting treatment, the aggregate amount of Rs. 14,066.3 Million being the effect of fair valuation of fixed assets of the company would have been credited to Revaluation Reserve and Rs.15,602.1 Million being expenses on amalgamation and fair valuation of current assets would have been debited to Profit & Loss account with a corresponding effect on the profit for the year.

d) From the effective date the authorised share capital will stand increased to Rs. 180,00,00,000 consisting of 180,00,00,000 Equity Shares of Re.1/- each without any further act or deed on the part of the Company, including payment of stamp duty and Registrar of Companies fees and the Memorandum of Association and Articles of Association of the Company stand amended accordingly without any further act or deed on the part of the Company.

e) BHSIL stands dissolved without being wound up from the Effective Date.

- (ii) The Company has allotted 14,500,000 new Equity Shares on January 4, 2010, upon receipt of the entire remaining sum of Rs.567.0 Million representing 75% of the total value for such warrants and exercise of the rights by a promoter group entity of the Company on all the 14,500,000 warrants allotted earlier on May 18, 2009 on preferential basis carrying right to subscribe for and be allotted one (1) fully paid equity share of face value Re. 1 each per warrant, at a price of Rs. 52.14 per equity share in accordance with the SEBI Preferential Issue Guidelines. Subsequently, after the allotment of these new Equity Shares, the paid up Equity Share Capital and Securities Premium Account have increased by Rs. 14.5 Million and Rs.741.5 Million respectively.



11. For the year ended Sept.30, 2009 :

- (i) Out of outstanding Foreign Currency Convertible Bonds (FCCBs) aggregating to US\$ 119.50 million, FCCBs of the aggregate face value of US\$ 19.93 million were repurchased at discount and cancelled during the year. The resultant gain (net of expenses) of Rs. 337.15 Million on account of the extinguishment of corresponding liability has been accounted for under the head "Other Income".
 - (ii) The Company has allotted 14,500,000 warrants on preferential basis to the promoter group of the Company on May 18, 2009 after receipt of a sum of Rs. 189.01 Million representing 25% of the total value for such warrants in accordance with the SEBI Preferential Issue Guidelines. Each warrant entitles the holder to subscribe for and be allotted one (1) equity share of the company any time within a period of 18 months from the date of allotment of the warrants. The issue proceeds in this regard have been utilised for repayment of debts.
 - (iii) In compliance with the Notification dated March 31, 2009 issued by Ministry of Corporate Affairs, the Company has exercised the option as inserted by Paragraph 46 to the Accounting Standard AS-11 "The Effect of Changes in Foreign Exchange Rates". Accordingly Foreign Exchange Loss of Rs. 1,322.84 Million for the year ended September 30, 2009 has been adjusted to Capital Assets. For the accounting year ended September 30, 2008, foreign exchange loss of Rs. 584.87 Million (net of Provision Rs. 836.53 Million, Gross Rs. 1,421.40 Million) was debited to profit and loss account. In terms of the said notification, while the gross loss of Rs. 1,421.40 Million has been carried to the capital assets and credited to General Reserve, Provision for Exchange Fluctuation of Rs. 836.53 Million now not required, has been written back to the Profit and Loss Account as Provision no longer required and reflected under the head "Other Income".
12. The previous year's figures have been regrouped, rearranged and reclassified wherever necessary and are to be read in relation to the amounts and other disclosures relating to the current year.

Group President (GRC) &
Company Secretary

Directors



BAJAJ HINDUSTHAN LTD.
Consolidated Balance Sheet as at March 31 and September 30

	Schedules	As at Mar. 31, 2011 Rs. Million Reviewed	As at Mar. 31, 2010 Rs. Million Reviewed	As at Sept. 30, 2010 Rs. Million Audited	As at Sept. 30, 2009 Rs. Million Audited
I. Sources of Funds:					
Shareholders' Funds					
Capital	1	228.4	191.4	191.4	176.9
Equity Share Suspense		-	-	37.0	-
Equity Warrants		-	-	-	189.0
Stock option outstanding		153.0	161.8	153.0	161.8
Reserves & Surplus	2	30,173.0	21,962.5	28,456.7	20,607.4
		30,554.4	22,315.7	28,838.1	21,135.1
Minority interest		6,581.0	622.1	2,029.7	650.6
Loan Funds					
Secured Loans	3	71,612.1	43,621.9	50,763.8	28,657.8
Unsecured Loans	4	5,535.3	6,177.4	12,733.7	11,904.8
		77,147.4	49,799.3	63,497.5	40,562.6
Deferred Tax Liability		1,336.4	720.5	838.5	486.1
Total		115,619.2	73,457.6	95,203.8	62,834.4
II. Application of Funds:					
Fixed Assets	5				
Gross Block		69,609.0	52,503.7	68,668.0	52,951.3
Less: Depreciation		12,568.7	12,237.2	11,097.7	10,598.3
Net Block		57,040.3	40,266.5	57,570.3	42,353.0
Capital Work in progress		22,257.8	5,867.1	9,306.1	1,548.0
		79,298.1	46,133.6	66,876.4	43,901.0
Investments	6	7,939.3	6,252.7	6,939.0	1.2
Current Assets, Loans & Advances	7				
Inventories		23,311.8	38,166.4	19,674.3	9,564.4
Sundry Debtors		1,827.7	1,037.8	1,528.7	498.6
Cash & Bank Balances		12,541.6	1,547.3	5,257.7	1,272.7
Loans & Advances		14,855.0	21,356.2	14,351.0	18,593.9
		52,536.1	62,107.7	40,811.7	29,929.6
Less: Current Liabilities & Provisions	8				
Current Liabilities		23,865.6	39,334.5	17,491.8	9,027.0
Provisions		300.7	1,701.9	1,931.5	1,970.4
		24,166.3	41,036.4	19,423.3	10,997.4
Net Current Assets		28,369.8	21,071.3	21,388.4	18,932.2
Miscellaneous Expenses (to the extent not written off)		12.0	-	-	-
Total		115,619.2	73,457.6	95,203.8	62,834.4
Notes Forming part of the accounts	16				



Group President (GRC) &
Company Secretary

Directors

BAJAJ HINDUSTHAN LTD.

Consolidated Profit & Loss Account for the period ended March 31 and year ended September 30

	Schedules	2010-11 (6 Months) Rs. Million Reviewed	2009-10 (6 Months) Rs. Million Reviewed	2009-10 (12 Months) Rs. Million Audited	2008-09 (12 Months) Rs. Million Audited
Income :					
Gross Sales /Income from Operations	9	28,932.4	14,951.2	33,048.0	21,152.9
Less: Excise Duty		745.3	423.5	1,033.7	893.4
Net Sales /Income from Operations		28,187.1	14,527.7	32,014.3	20,259.5
Other Income	10	184.5	733.7	1,392.5	3,075.7
		28,371.6	15,261.4	33,406.8	23,335.2
Expenditure :					
Raw Materials Consumed	11	27,683.7	27,576.9	32,190.8	10,734.6
Manpower Cost	12	1,050.2	1,038.4	1,838.9	1,653.3
Other Expenses	13	2,129.7	1,946.4	3,871.6	2,184.4
Interest & Finance charges (Net)	14	2,572.8	1,474.9	3,681.2	2,781.3
Depreciation		1,717.8	1,655.5	3,440.3	3,456.6
(Increase) / Decrease in Stocks	15	(8,723.8)	(19,175.9)	(9,986.7)	1,473.5
		26,430.4	14,518.2	35,036.1	22,283.7
Profit/ (Loss) for the period/ year before Exceptional Items & Taxation		1,941.2	745.2	(1,629.3)	1,051.5
Exceptional items:					
Surplus on cessation of subsidiary		-	-	(1,949.3)	-
Profit / Loss for the period/ year before Taxation		1,941.2	745.2	320.0	1,051.5
Less: Provision for Taxation:					
Current Tax		419.9	255.8	166.0	331.8
Deferred Tax		497.9	234.4	(94.0)	446.8
Wealth Tax		1.2	0.5	1.1	1.0
Fringe Benefit Tax		-	-	-	7.8
		919.0	490.7	73.1	787.4
Less: MAT credit entitlement		419.6	255.5	165.2	331.3
		499.4	235.2	(92.1)	456.1
Profit for the period/ year		1,441.8	510.0	412.1	595.4
Less: Minority interest		-	(28.5)	(28.5)	(22.4)
Income attributed to consolidated group		1,441.8	538.5	440.6	617.8
Add: Balance Brought Forward		(842.6)	(1,761.0)	(1,761.0)	(1,540.8)
Pre-acquisition Loss of Subsidiary		(0.1)	-	-	-
Excess / (Short) provision for tax		(7.7)	(0.3)	(0.3)	(16.2)
Dividend paid of earlier years		(25.9)	(10.2)	(10.2)	-
Corporate Dividend Tax on Dividend paid		(4.3)	(1.7)	(1.7)	-
Depreciation of earlier years written back (Refer Note (V) of Schedule 5)		218.6	-	-	-
Debenture Redemption Reserve (no longer required)		625.0	1,375.0	750.0	-
		(37.0)	(398.2)	(1,023.2)	(1,557.0)
		1,404.8	140.3	(582.6)	(939.2)
Transfers to:					
Reserve for Molasses Storage Tanks		2.1	1.7	3.5	2.0
General Reserve		-	-	100.3	400.0
Debenture Redemption Reserve		-	-	-	275.0
Proposed Dividend		-	-	134.0	123.8
Corporate Dividend Tax on Proposed Dividend		-	-	22.2	21.0
Balance carried to Balance Sheet		1,402.7	138.6	(842.6)	(1,761.0)
Basic Diluted Earning per Share:					
Net Profit		1,652.7	538.2	440.3	601.6
Weighted Average No. of Shares*		228,357,111	191,357,111	206,133,823	150,148,207
Basic Earning per Share in Rupees (Face Value Re. 1/- each)		7.24	2.81	2.14	4.01
Diluted Earning per Share:					
Net Profit		1,652.7	538.2	440.3	601.6
Weighted Average No. of Shares*		228,357,111	191,357,111	206,133,823	164,648,207
Diluted Earning per Share in Rupees (Face Value Re 1/- each)		7.24	2.81	2.14	3.65

* Including equity shares to be issued on amalgamation in the year 2009-2010.

Notes Forming part of the accounts

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Group President (GRC) &
Company Secretary

Directors

	2010-11 (6 Months) Rs. Million	2009-10 (6 Months) Rs. Million	2009-10 (12 Months) Rs. Million	2008-09 (12 Months) Rs. Million
	Reviewed	Reviewed	Audited	Audited
A. Cash Flow from operating activities:				
Net Profit/ (Loss) before Exceptional item and Taxation	1,941.2	745.2	(1,629.3)	1,051.5
Adjustment for:				
Depreciation	1,717.8	1,655.5	3,440.3	3,456.6
(Gain) / Loss due to Foreign Exchange Fluctuation	-	(612.4)	(140.0)	-
Provision for Foreign Exchange Gain written back	-	-	-	(1,211.2)
Loss/ (Surplus) on sale of Fixed Assets (Net)	(39.4)	(2.6)	(2.5)	12.7
Interest and Finance Charges	3,124.4	1,825.1	4,481.3	3,587.4
Dividend Received	(0.1)	(33.4)	(37.1)	(4.7)
Profit on sale of investment	-	(0.1)	(166.2)	-
Interest Received	(551.6)	(350.2)	(800.1)	(806.1)
Employee's Compensation Expenses (ESOP Cost)	-	-	(8.8)	-
	<u>4,251.1</u>	<u>2,481.9</u>	<u>6,766.9</u>	<u>5,034.7</u>
Operating Profit before working capital changes	6,192.3	3,227.1	5,137.6	6,086.2
Adjustment for:				
Trade and other receivables	(185.9)	(2,712.5)	(341.0)	(2,258.0)
Inventories	(3,637.5)	(28,602.0)	(15,955.3)	(1,640.7)
Trade payables	6,449.7	30,928.8	3,962.1	(309.5)
Cash generated from operations	8,818.6	2,841.4	(7,196.6)	1,878.0
Direct taxes paid	(294.8)	(292.2)	(396.3)	(142.2)
Net Cash from/ (used in) operating activities	<u>8,523.8</u>	<u>2,549.2</u>	<u>(7,592.9)</u>	<u>1,735.8</u>
B. Cash Flow from investing activities:				
Purchase of Fixed Assets	(14,013.8)	(4,990.4)	(10,118.0)	(1,660.0)
Sale of Fixed Assets	133.4	45.4	27.8	56.0
Purchase of Investments	(1,201.3)	(37,992.4)	(45,712.9)	(5,892.8)
Sale of Investments	201.0	31,741.0	45,878.4	5,892.3
Pre Acquisition Loss of Subsidiary	(0.1)	-	-	-
Loans and Advances	(331.5)	(298.0)	(614.0)	(460.7)
Dividend Received	0.1	33.4	37.1	4.7
Interest Received	551.6	350.2	800.1	806.1
Exchange Fluctuation Reserve on consolidation	33.9	(4.0)	(5.3)	6.2
Net cash used in investing activities	<u>(14,626.7)</u>	<u>(11,114.8)</u>	<u>(9,706.8)</u>	<u>(1,248.2)</u>
C. Cash Flow from financing activities:				
Proceeds from borrowings (Net of repayments)	12,110.3	10,296.2	23,026.8	(4,276.7)
Issue of Convertible Warrants	-	-	-	189.0
On conversion of Equity Warrants	-	567.0	567.0	-
Minority interest	4,551.3	-	2,118.8	-
Issue of Equity Shares & Premium thereon	-	-	-	7,231.8
Issue Expenses	-	-	-	(198.7)
Incorporation expenses	(12.0)	-	-	-
Interest paid	(3,076.4)	(1,866.0)	(4,272.1)	(3,802.3)
Dividend paid	(186.4)	(157.0)	(155.8)	(98.3)
Net cash from/(used in) financing activities	<u>13,386.8</u>	<u>8,840.2</u>	<u>21,284.7</u>	<u>(955.2)</u>
Net increase/(decrease) in cash and cash equivalents	7,283.9	274.6	3,985.0	(467.6)
Cash and Cash equivalents - (Opening Balance)				
Earmarked for specific purposes	145.1	359.8	359.8	29.2
Other Balances	5,112.6	912.9	912.9	1,711.1
	<u>5,257.7</u>	<u>1,272.7</u>	<u>1,272.7</u>	<u>1,740.3</u>
Cash and Cash equivalents - (Closing Balance)				
Earmarked for specific purposes	267.3	25.9	145.1	359.8
Other Balances	12,274.3	1,521.4	5,112.6	912.9
	<u>12,541.6</u>	<u>1,547.3</u>	<u>5,257.7</u>	<u>1,272.7</u>

Notes:

1 The above cash flow statement has been prepared under the "Indirect Method" as set out in Accounting Standard - 3 on Cash Flow Statement.

2 Figures in brackets indicate cash outflow and without brackets indicate cash inflow.



Group President (GRC) &
Company Secretary

Directors

BAJAJ HINDUSTHAN LTD.

SCHEDULES FORMING PART OF CONSOLIDATED ACCOUNTS

Schedules 1 to 16 annexed to and forming part of the Consolidated Balance Sheet as at March 31 and September 30 and Consolidated Profit and Loss Account for the period/ year ended on that date.

	As at Mar. 31, 2011 Rs. Million	As at Mar. 31, 2010 Rs. Million	As at Sept. 30, 2010 Rs. Million	As at Sept. 30, 2009 Rs. Million
	Reviewed	Reviewed	Audited	Audited
Schedule 1 - Capital				
Authorised:				
1,800,000,000 (800,000,000), (800,000,000), (300,000,000) Equity Shares of Re 1/- each.	1,800.0	800.0	800.0	300.0
Nil, (Nil), (Nil), (500,000,000) Unclassified Shares of Rs. 1/- each.	-	-	-	500.0
	<u>1,800.0</u>	<u>800.0</u>	<u>800.0</u>	<u>800.0</u>
Issued, Subscribed & Paid up:				
228,357,111 (191,357,111), (191,357,111), (176,857,111) Equity Shares of Re 1/- each.	228.4	191.4	191.4	176.9
	<u>228.4</u>	<u>191.4</u>	<u>191.4</u>	<u>176.9</u>
Of the above shares :				
(i) 53,100,000, (53,100,000), (53,100,000), (53,100,000) Equity Shares were allotted as fully paid Bonus Shares by way of Capitalisation of Reserves.				
(ii) 37,000,000, (Nil), (Nil), (Nil) Equity Shares have been issued to the members of erstwhile Bajaj Hindusthan Sugar and Industries Limited pursuant to Scheme of Amalgamation.				
Schedule 2 - Reserves and Surplus				
Capital Redemption Reserve	0.5	0.6	0.5	0.6
Capital Reserve	89.1	-	89.1	-
Contingency Reserve	-	100.0	-	100.0
Securities Premium	24,561.3	17,208.0	24,501.3	16,375.2
Exchange Fluctuation Reserve on Consolidation of overseas subsidiaries	41.7	9.1	7.8	13.1
General Reserve	4,000.8	4,432.4	4,000.0	4,432.4
Debenture Redemption Reserve	37.5	37.5	662.5	1,412.5
Reserve for Molasses Storage Tanks	39.4	36.3	38.1	34.6
Balance as per Profit & Loss Account	1,402.7	138.6	(842.6)	(1,761.0)
	<u>30,173.0</u>	<u>21,962.5</u>	<u>28,456.7</u>	<u>20,607.4</u>
Schedule 3 - Secured Loans				
Debentures				
15 - 11% Secured Redeemable Non- Convertible Debentures of Rs.1,00,00,000 each series 30 of 2007-08 (redeemable at par on June 19, 2011)	150.0	150.0	150.0	150.0
Loans & Advances from Banks	65,947.5	37,602.7	44,976.6	22,323.3
Other Loans & Advances	5,514.6	5,869.2	5,637.2	6,184.5
	<u>71,612.1</u>	<u>43,621.9</u>	<u>50,763.8</u>	<u>28,657.8</u>



	As at Mar . 31, 2011 Rs. Million Reviewed	As at Mar . 31, 2010 Rs. Million Reviewed	As at Sept. 30, 2010 Rs. Million Audited	As at Sept. 30, 2009 Rs. Million Audited
Schedule 4 - Unsecured Loans				
Short Term Debentures	-	-	2,500.0	5,500.0
Zero Coupon Foreign Currency Convertible Bonds (FCCBs)	669.7	5,171.8	5,228.0	5,504.0
Short Term Loan from Banks	4,856.0	1,000.0	5,000.1	900.0
Fixed Deposits	0.8	0.8	0.8	0.8
Loan from Others	8.8	4.8	4.8	-
	<u>5,535.3</u>	<u>6,177.4</u>	<u>12,733.7</u>	<u>11,904.8</u>

* FCCB's of Rs.669.7 Million issued by amalgamated company (Bajaj Hindusthan Sugar and Industries Ltd.) in the financial year 2006-07 can be converted at the option of the bond holder into one equity share at Rs.250 per equity share, at a pre determine exchange rate of US\$ 1=Rs.42.42 at any time upto 26.04.2014.



Schedule 5 - Fixed Assets (Consolidated)

Mar. 31, 2011 - 6 Months

Rs. Million
Reviewed

Sr. No.	DESCRIPTION	GROSS BLOCK			DEPRECIATION				NET BLOCK	
		As at Oct. 1, 2010	Additions	Deductions & Adjustments	As at March. 31, 2011	As at Oct. 1, 2010	For the period	Deductions & Adjustments	Upto March. 31, 2011	As at March. 31, 2011
1	Freehold Land	4,442.2	530.1	83.5	4,888.8	-	-	-	-	4,888.8
2	Leasehold Land	8.0	-	-	8.0	1.3	0.1	0.0	1.4	6.6
3	Buildings	11,369.4	181.0	1.1	11,549.3	1,889.9	362.2	(0.0)	2,252.1	9,297.2
4	Plant & Machinery	50,341.3	312.8	4.3	50,649.8	8,549.9	1,270.1	218.7	9,601.3	41,048.5
5	Furniture, Fixtures & Office Equipments	496.2	37.8	0.1	533.9	331.5	21.1	0.2	352.4	181.5
6	Vehicles	1,426.7	6.9	36.1	1,397.5	172.5	50.2	30.9	191.8	1,205.7
7	Leased Assets:									
	- Distillery Division:									
	- Land	-	-	-	-	-	-	-	-	-
	- Buildings	84.8	0.4	(0.0)	85.2	-	-	-	-	85.2
	- Plant & Machinery	115.1	-	3.0	115.1	21.5	4.3	(0.0)	25.8	89.3
	- Furniture, Fixtures & Office Equipments	350.4	-	-	347.4	109.0	9.5	0.0	118.5	228.9
	- Intangible Assets-Computer Software	0.8	-	-	0.8	0.7	0.0	-	0.7	0.1
8	Total	68,668.0	1,069.1	128.1	69,609.0	11,097.7	1,720.8	249.8	12,568.7	57,040.3
9	Capital Work in progress	9,306.1	13,416.1	464.4	22,257.8	-	-	-	-	22,257.8
	Total	77,974.1	14,485.2	592.5	91,866.8	11,097.7	1,720.8	249.8	12,568.7	79,298.1

Note:

- (i) Building includes an amount of Rs. 500/- being value of 10 shares of Rs. 50/- each in a co-operative society.
- (ii) The assets of Distillery Division in Bajaj Hindusthan Limited at Palla Kalan were leased w.e.f. May 30, 2006.
- (iii) Additions include Rs. 1.0 Million towards Exchange fluctuation gain on foreign currency loans as per the Notification dated 31.03.2009 issued by the Ministry of Corporate Affairs.
- (iv) Deductions & Adjustments include Rs.3.0 Million received on account of capital subsidy from Ministry of New and Renewable Energy (U & I Group) Government of India.
- (v) Deductions & Adjustments include Rs.218.6 Million being depreciation writtent back of earlier years in case of our subsidiary Bajaj Eco-Tec Products Limited.
- (vi) Particulars of Capital Work in Progress

Particulars	As at Oct. 1, 2010	Additions	Deductions & Adjustments	As at March. 31, 2011
Advance to Suppliers / Contractors	6,181.7	4,058.6	-	10,240.3
Plant & Machinery / Civil work in progress	2,766.6	7,958.9	464.4	10,261.1
Preoperative Project Expenses:				
Manpower Cost	24.7	91.9	-	116.6
Power and Fuel	1.7	2.3	-	4.0
Rent	1.6	3.6	-	5.2
Rates and Taxes	7.4	21.7	-	29.1
Insurance	72.8	12.5	-	85.3
Miscellaneous Expenses	73.1	785.1	-	858.2
Interest	109.9	411.8	-	521.7
Finance Charges	65.7	66.7	-	132.4
Depreciation	0.9	3.0	-	3.9
Sub Total Preoperative Project Expenses	357.8	1,398.6	-	1,756.4
Total	9,306.1	13,416.1	464.4	22,257.8



Schedule 5 - Fixed Assets (Consolidated)

Mar. 31, 2010 - 6 Months

Rs. Million
Reviewed

Sr. No.	DESCRIPTION	GROSS BLOCK (AT COST/BOOK VALUE)			DEPRECIATION				NET BLOCK	
		As at Oct. 1, 2009	Additions	Deductions & Adjustments	As at Mar. 31, 2010	As at Oct. 1, 2009	For the period	Deductions & Adjustments	Upto Mar. 31, 2010	As at Mar. 31, 2010
1	Goodwill on consolidation	1,049.8	-	-	1,049.8	720.1	164.8	-	884.9	164.9
2	Freehold Land	1,268.2	1.8	3.0	1,267.0	-	-	-	-	1,267.0
3	Leasehold Land	-	0.4	(3.0)	3.4	-	0.2	-	0.2	3.2
4	Buildings	9,302.0	277.8	211.7	9,368.1	1,544.5	275.4	3.7	1,816.2	7,551.9
5	Plant & Machinery	40,191.0	309.6	887.4	39,613.2	7,735.9	1,161.4	4.3	8,893.0	30,720.2
6	Furniture, Fixtures & Office Equipments	511.9	9.8	4.7	517.0	332.6	23.9	4.1	352.4	164.6
7	Vehicles	226.2	65.2	15.1	276.3	146.0	13.7	4.5	155.2	121.1
8	Leased Assets:									
	a. Distillery Division:									
	- Land	18.9	-	-	18.9	-	-	-	-	18.9
	- Buildings	92.7	3.5	-	96.2	13.5	3.7	-	17.2	79.0
	- Plant & Machinery	259.4	0.7	-	260.1	90.1	9.3	-	99.4	160.7
	- Furniture, Fixtures & Office Equipments	0.8	-	-	0.8	0.7	-	-	0.7	0.1
9	Intangible Assets-Computer Software	30.4	2.5	-	32.9	14.9	3.1	-	18.0	14.9
	Total	52,951.3	671.3	1,118.9	52,503.7	10,598.3	1,655.5	16.6	12,237.2	40,266.5
10	Capital Work in progress	1,548.0	4,908.6	589.5	5,867.1	-	-	-	-	5,867.1
	Total	54,499.3	5,579.9	1,708.4	58,370.8	10,598.3	1,655.5	16.6	12,237.2	46,133.6

Note: (i) Building includes an amount of Rs. 500/- being value of 10 shares of Rs. 50/- each in a co-operative society.

(ii) The assets of Distillery Division at Palla Kalan were leased w.e.f. 30th May, 2006.

(iii) Deductions & Adjustments include Rs. 1,059.5 Million towards Exchange fluctuation gain on foreign currency loans as per the Notification dated 31.03.2009 issued by the Ministry of Corporate Affairs.

(iv) Particulars of Capital work-in-progress:

Capital Work in Progress:	As at Oct. 1, 2009	Additions	Deductions & Adjustments	As at Mar. 31, 2010
Advance to Suppliers / Contractors	177.8	4,324.6	53.3	4,449.1
Plant & Machinery / Civil work in progress	1,362.6	585.0	536.2	1,411.4
Preoperative Project Expenses :				
Miscellaneous Expenses	7.6	(1.0)	-	6.6
Sub Total Preoperative Expenses	7.6	(1.0)	-	6.6
Total	1,548.0	4,908.6	589.5	5,867.1



Schedule 5 - Fixed Assets (Consolidated)

Sept. 30, 2010 - 12 Months

Rs. Million
Audited

Sr. No.	DESCRIPTION	GROSS BLOCK (AT COST/BOOK VALUE)			DEPRECIATION			NET BLOCK	
		As at Oct. 1, 2009	Additions	Deductions & Adjustments	As at Sept. 30, 2010	For the year	Deductions & Adjustments	Upto Sept. 30, 2010	As at Sept. 30, 2010
1	Goodwill on consolidation	1,049.8	-	1,049.8	-	164.8	884.9	-	-
2	Freehold Land	1,268.2	3,663.7	489.7	4,442.2	-	-	-	4,442.2
3	Leasehold Land	-	4.4	(3.6)	8.0	1.5	0.2	1.3	6.7
4	Buildings	9,302.0	4,005.7	1,938.3	11,369.4	614.5	269.1	1,889.9	9,479.5
5	Plant & Machinery	40,191.0	22,102.5	11,952.2	50,341.3	2,527.1	1,713.1	8,549.9	41,791.4
6	Furniture, Fixtures & Office Equipments	511.9	48.5	64.2	496.2	42.2	43.3	331.5	164.7
7	Vehicles	226.2	1,246.4	45.9	1,426.7	57.7	31.2	172.5	1,254.2
8	Leased Assets:								
	a. Distillery Division:								
	- Land	18.9	65.9	-	84.8	-	-	-	84.8
	- Buildings	92.7	22.4	-	115.1	8.0	-	21.5	93.6
	- Plant & Machinery	259.4	91.0	-	350.4	18.9	-	109.0	241.4
	- Furniture, Fixtures & Office Equipments	0.8	-	-	0.8	-	-	0.7	0.1
9	Intangible Assets-Computer Software	30.4	2.7	-	33.1	6.5	-	21.4	11.7
	Total	52,951.3	31,253.2	15,536.5	68,668.0	3,441.2	2,941.8	11,097.7	57,570.3
10	Capital Work in progress	1,548.0	15,637.1	7,879.0	9,306.1	-	-	-	9,306.1
	Total	54,499.3	46,890.3	23,415.5	77,974.1	3,441.2	2,941.8	11,097.7	66,876.4

Note:

(i) Building includes an amount of Rs. 500/- being value of 10 shares of Rs. 50/- each in a co-operative society.

(ii) The assets of Distillery Division at Palla Kalan were leased w.e.f. 30th May, 2006.

(iii) Deductions & Adjustments include Rs. 72.0 Million towards Exchange fluctuation gain on foreign currency loans as per the Notification dated 31.03.2009 issued by the Ministry of Corporate Affairs.

(iv) Deductions & Adjustments include Rs. 24.0 Million received on account of capital subsidy from Ministry of New and Renewable Energy (U & I Group) Government of India.

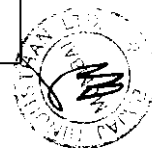
(v) As per Scheme of Amalgamation and based on the reports of independent valuer, Company has fair valued its certain fixed assets as at April 01, 2010 resulting into additions to gross block aggregating to Rs. 14,066.3 Million (included in additions column - Land Rs.2,839.3 Million, Building Rs.1,374.2 Million and Plant and Machinery Rs.9,852.8 Million). The additional depreciation on account of fair valuation of fixed assets aggregating to Rs.310.0 Million has been debited to the Profit & Loss account.

(vi) Additions include Rs.14,784.5 Million on account of amalgamation of Bajaj Hindusthan Sugar and Industries Ltd. w.e.f. April 01, 2010 as per Scheme of amalgamation

(vii) The deduction to gross block and accumulated depreciation include Rs.14,953.5 Million and Rs. 2,065.9 Million respectively on account of cessation of subsidiary (BHSIL) which has been merged with the Company w.e.f. April 01, 2010.

(iii) Particulars of Capital work-in-progress:

Capital Work in Progress:	As at Oct. 1, 2009	For the year	Capitalised	As at Sept. 30, 2010
Advance to Suppliers / Contractors	177.8	12,293.5	6,289.6	6,181.7
Plant & Machinery / Civil work in progress	1,362.6	2,993.4	1,589.4	2,766.6
Preoperative Expenses	-	-	-	-
Manpower Cost	-	24.7	-	24.7
Power and Fuel	-	1.7	-	1.7
Rent	-	1.6	-	1.6
Rates and Taxes	-	7.4	-	7.4
Insurance	-	72.8	-	72.8
Miscellaneous Expenses	7.6	65.5	-	73.1
Interest	-	109.9	-	109.9
Finance Charges	-	65.7	-	65.7
Depreciation	-	0.9	-	0.9
Sub Total Preoperative Expenses	7.6	350.2	-	357.8
Total	1,548.0	15,637.1	7,879.0	9,306.1



Schedule 5 - Fixed Assets (Consolidated)

Sept. 30, 2009 - 12 Months

Rs. Million
Audited

Sr. No.	DESCRIPTION	GROSS BLOCK (AT COST/BOOK VALUE)			DEPRECIATION			NET BLOCK	
		As at Oct. 1, 2008	Additions	Deductions & Adjustments	As at Sept. 30, 2009	For the year	Deductions & Adjustments	Upto Sept. 30, 2009	As at Sept. 30, 2009
1	Goodwill on consolidation	1,049.8	-	-	1,049.8	329.7	-	720.1	329.7
2	Land	1,233.9	34.3	-	1,268.2	-	-	-	1,268.2
3	Buildings	8,198.5	1,128.2	24.7	9,302.0	578.4	3.3	1,544.5	7,757.6
4	Plant & Machinery	35,863.7	4,385.7	58.4	40,191.0	2,430.3	22.0	7,735.9	32,455.1
5	Furniture, Fixtures & Office Equipments	498.6	20.4	7.1	511.9	59.5	4.8	332.6	179.3
6	Vehicles	244.0	10.2	28.0	226.2	28.2	19.4	146.0	80.1
7	Leased Assets:								
	- Distillery Division:								
	- Land	18.9	-	-	-	-	-	-	-
	- Buildings	58.5	34.2	-	92.7	5.7	-	13.5	79.2
	- Plant & Machinery	259.4	-	-	259.4	18.8	-	90.1	169.3
	- Furniture, Fixtures & Office Equipments	0.8	-	-	0.8	-	-	0.7	0.1
8	Intangible Assets-Computer Software	26.0	4.4	-	30.4	6.0	-	14.9	15.5
	Total	47,452.1	5,617.4	118.2	52,951.3	3,456.6	49.5	10,598.3	42,353.0
9	Capital Work in progress	1,587.5	5,337.7	5,377.2	1,548.0	-	-	-	1,548.0
	Total	49,039.6	10,955.1	5,495.4	54,499.3	3,456.6	49.5	10,598.3	43,901.0

Note: (i) Building includes an amount of Rs. 500/- being value of 10 shares of Rs. 50/- each in a co-operative society.

(ii) The assets of Distillery Division in Bajaj Hindusthan Limited at Palla Kalan were leased w.e.f. 30th May, 2006.

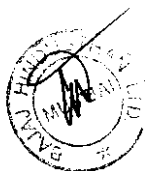
(iii) Additions during the year includes an amount of Rs. 4,268.5 Million towards Exchange fluctuation loss on foreign currency loans as per the Notification dated 31.03.2009 issued by the Ministry of Corporate Affairs.

(iv) Particulars of Capital work-in-progress:

Capital Work in Progress:	As at Oct. 1, 2008	For the year	Capitalised	As at Sept. 30, 2009
Advance to Suppliers / Contractors	204.9	507.5	534.6	177.8
Plant & Machinery / Civil work in progress	1,375.8	4,829.4	4,842.6	1,362.6
Preoperative Expenses				
Miscellaneous Expenses	6.8	0.8	-	7.6
Total	1,587.5	5,337.7	5,377.2	1,548.0



	As at Mar. 31, 2011 Rs. Million Reviewed	As at Mar. 31, 2010 Rs. Million Reviewed	As at Sept. 30, 2010 Rs. Million Audited	As at Sept. 30, 2009 Rs. Million Audited
Schedule 6 - Investments (At Cost)				
Long Term Investments :				
A. Other than Trade				
Quoted, Fully Paid Equity Shares:				
Nil, (48,000), (Nil), (48,000) Shares of Bajaj Holding & Investment Ltd. (BHIL) of Rs. 10/- each (formerly known as Bajaj Auto Ltd.)	-	0.2	-	0.2
Nil, (48,000), (Nil), (48,000) Shares of Bajaj Auto Ltd. (BAL) of 10/- each (on Demerger of Bajaj Holding & Investment Ltd. on 25.03.08)	-	0.1	-	0.1
Nil, (48,000), (Nil), (48,000) Shares of Bajaj Finserv Ltd (BFSL) of Rs. 5/- each (on Demerger of Bajaj Holding & Investment Ltd. on 25.03.08)	-	0.1	-	0.1
9,750 (9,750), (9,750), (9,750) Shares of Mukand Ltd. of Rs. 10/- each	0.3	0.3	0.3	0.3
Quoted, Fully Paid Preference Shares				
2,437, (2,437), (2,437), (2,437) 0.01% Cumulative Redeemable Preference Shares of Mukand Ltd. of Rs. 10/- each (Rs.24,370/-)	0.0	0.0	0.0	0.0
Interest in a Beneficiary Trust	6,937.2	-	6,937.2	-
B. Trade				
In Others *				
Unquoted Fully Paid Equity Shares:				
1,148,400, (1,148,400), (1,148,400) (1,148,400) Shares of Bajaj Ebiz Pvt. Ltd. of Rs.10/- each	11.5	11.5	11.5	11.5
5,000, (5,000) (5,000) (5,000) Shares of Esugarindia Clearing Corporation Ltd. of Rs.10/- each	0.1	0.1	0.1	0.1
(II) Current Investments (At lower of cost and fair value):				
Investment in Mutual Funds (Quoted fully paid):				
Nil, (59,706,874.37), (Nil), (Nil) Nos. Unit of SBI SHF Ultra Short Term Fund-Daily Dividend Option	-	1,000.1	-	-
Nil, (364,323,847.14), (Nil), (Nil) Nos. Unit of LIC MF Savings Plus Fund-Daily Dividend Plan	-	4,000.3	-	-
Nil, (499,892.97), (Nil), (Nil) Nos. Unit of UTI Treasury Advantage Fund-Institutional Plan (Daily Dividend Option)	-	500.0	-	-
Nil, (32,710,388.61), (Nil), (Nil) Nos. Unit of Reliance Money Manager Fund-Institutional Option- Daily Dividend Plan	-	500.1	-	-
Nil (202,120), (Nil) (Nil) Nos unit of UTI Treasury Advantage Fund-Institutional Plan (Growth Option)	-	250.0	-	-
4,316.172, (4,316.172), (4,316.172), (4,316.172) Nos. Unit of Franklin India Prima Plus -Growth Plan of Rs 100/- each	0.5	0.5	0.5	0.5
96,557,206, (94,802.660), (94,802.660), (Nil) Nos. Unit of Punjab National Bank, Principal Monthly Income Plan-Dividend Reinvestment Monthly of Rs.10/- each	1.1	1.0	1.0	-
59,712,755 (Nil), (Nil), (Nil) Nos. Unit of SBI Mutual Fund- Magnum Insta Cash Fund, Face Value of Rs 10/-each.	1,000.2	-	-	-
	7,950.9	6,264.3	6,950.6	12.8
	11.6	11.6	11.6	11.6
	7,939.3	6,252.7	6,939.0	1.2
*Less: Provision for diminution in value of investments				
	Mar. 31, 2011 Book Value	Mar. 31, 2010 Book Value	Sept. 30, 2010 Book Value	Sept. 30, 2009 Book Value
Quoted Investments	0.3	0.7	0.3	0.7
Unquoted Investments	7,939.0	6,252.0	6,938.7	0.5
	7,939.3	6,252.7	6,939.0	1.2
	Market Value	Market Value	Market Value	Market Value
Quoted Investments	0.5	142.4	0.7	110.4
Unquoted Investments	-	-	-	-
	0.5	142.4	0.7	110.4



	As at Mar. 31, 2011 Rs. Million Reviewed	As at Mar. 31, 2010 Rs. Million Reviewed	As at Sept. 30, 2010 Rs. Million Audited	As at Sept. 30, 2009 Rs. Million Audited
Schedule 7 - Current Assets, Loans & Advances				
Current Assets :				
(a) Inventories (At cost or net realisable value whichever is lower, unless otherwise stated, as certified and valued by the Management)				
(i) Stores, Spare Parts and Packing Materials	802.8	701.5	849.8	809.7
(ii) Raw Material	413.7	12,017.1	5,962.4	3,219.7
(iii) Finished Stock	20,934.4	23,650.7	12,327.2	4,884.6
(iv) Materials in process	192.4	308.2	88.9	104.3
(v) By-Product	968.5	1,488.9	446.0	546.1
	<u>23,311.8</u>	<u>38,166.4</u>	<u>19,674.3</u>	<u>9,564.4</u>
(b) Sundry Debtors (Unsecured, considered good unless otherwise stated)				
Debts outstanding for a period exceeding six months				
Good	481.7	140.1	569.6	20.2
Doubtful	5.8	4.3	4.3	4.3
Less : Provision	(5.8)	(4.3)	(4.3)	(4.3)
	-	-	-	-
Other Debts	1,346.0	897.7	959.1	478.4
	<u>1,827.7</u>	<u>1,037.8</u>	<u>1,528.7</u>	<u>498.6</u>
(c) Cash and Bank Balances				
Cash on hand	684.8	546.5	313.3	224.0
Balance with Scheduled Banks:				
(i) In Current Accounts	3,075.4	568.9	1,369.8	687.1
(ii) In Fixed Deposits	8,778.8	400.7	3,573.5	359.8
Balance with Non Scheduled Banks - In Current Accounts				
	2.6	31.2	1.1	1.8
	<u>12,541.6</u>	<u>1,547.3</u>	<u>5,257.7</u>	<u>1,272.7</u>
Loans and Advances:				
(d) Loans and Advances (Unsecured, considered good unless otherwise stated)				
Other Companies *	6,494.6	5,847.1	6,163.1	5,549.1
Other Company - Doubtful	22.9	22.9	22.9	22.9
Less: Provision	(22.9)	(22.9)	(22.9)	(22.9)
	-	-	-	-
Advances recoverable in cash or in kind or for value to be received	5,063.7	11,595.8	4,366.8	9,639.8
Deposits	152.8	130.1	129.5	129.2
Balance with Excise Department including Cenvat credits	1,766.2	2,349.5	2,154.8	2,133.1
MAT credit entitlement	1,232.7	903.5	813.1	647.9
Tax paid in advance (net of Provisions)	145.0	530.2	723.7	494.8
	<u>14,855.0</u>	<u>21,356.2</u>	<u>14,351.0</u>	<u>18,593.9</u>
	<u>52,536.1</u>	<u>62,107.7</u>	<u>40,811.7</u>	<u>29,929.6</u>

* Includes Secured loans to Other Companies Rs.6,405.6 Million, (Rs.5,758.1 Million), (Rs.6,074.1 Million), and (Rs.5,460.1 Million)



	As at Mar. 31, 2011 Rs. Million Reviewed	As at Mar. 31, 2010 Rs. Million Reviewed	As at Sept. 30, 2010 Rs. Million Audited	As at Sept. 30, 2009 Rs. Million Audited
Schedule 8 - Current Liabilities and Provisions				
A. Current Liabilities:				
Sundry Creditors	23,311.3	39,076.4	16,990.0	8,732.8
Interest Accrued but not due	474.2	176.0	426.1	216.9
Deposits from Stockists and others	75.2	78.5	70.8	73.3
Unclaimed Dividend	4.9	3.6	4.9	4.0
	<u>23,865.6</u>	<u>39,334.5</u>	<u>17,491.8</u>	<u>9,027.0</u>
B. Provisions:				
For Employee Benefits	167.1	127.2	139.8	159.6
For Premium on redemption of FCCBs	133.6	1,574.7	1,635.5	1,666.0
Proposed Dividend	-	-	134.0	123.8
Corporate Dividend Tax	-	-	22.2	21.0
	<u>300.7</u>	<u>1,701.9</u>	<u>1,931.5</u>	<u>1,970.4</u>
	<u>24,166.3</u>	<u>41,036.4</u>	<u>19,423.3</u>	<u>10,997.4</u>



	2010-11 (6 Months) Rs. Million	2009-10 (6 Months) Rs. Million	2009-10 12 Months Rs. Million	2008-09 12 Months Rs. Million
	Reviewed	Reviewed	Audited	Audited
Schedule 9 - Gross Sales/ Income from Operations				
Sales:				
Manufactured Goods	21,599.4	14,301.2	32,336.9	20,595.6
By Products	203.4	193.0	282.3	416.0
Power	565.9	448.3	411.4	130.1
Export	6,555.0	-	-	-
Export Incentives	-	-	-	1.3
Services:				
Air Transport	8.7	8.7	17.4	9.9
	<u>28,932.4</u>	<u>14,951.2</u>	<u>33,048.0</u>	<u>21,152.9</u>
Schedule 10 - Other Income				
Dividend	-	1.2	0.1	1.6
Income from current investments	0.1	32.2	37.0	3.1
Surplus on Sale of Assets	40.0	3.2	3.6	3.5
Lease Rent	69.6	9.6	70.5	19.2
Gain due to Foreign Exchange Fluctuation	-	490.1	479.8	952.6
Scrap / Stores sales	38.4	21.1	65.8	122.7
Profit from sale of Investment	-	0.1	166.2	-
Extinguishment of liability on buyback of FCCBs	-	-	-	337.1
Provisions no longer required / Credit balances appropriated	4.8	1.0	321.9	1,522.3
Miscellaneous Receipts	31.6	175.2	247.6	113.6
	<u>184.5</u>	<u>733.7</u>	<u>1,392.5</u>	<u>3,075.7</u>
Schedule 11 - Raw Materials Consumed*				
Opening Stock	5,962.4	3,219.7	3,219.7	129.5
Purchases	<u>22,135.0</u>	<u>36,374.3</u>	<u>36,106.5</u>	<u>13,824.8</u>
	28,097.4	39,594.0	39,326.2	13,954.3
Less: Stock on cessation of subsidiary	-	-	1,173.0	-
Less: Closing Stock	<u>413.7</u>	<u>12,017.1</u>	<u>5,962.4</u>	<u>3,219.7</u>
	<u>27,683.7</u>	<u>27,576.9</u>	<u>32,190.8</u>	<u>10,734.6</u>
* 2010-11 -Includes cost of Raw Material sold.				
Schedule 12 - Manpower Cost				
Salaries & Wages	923.0	886.5	1,605.6	1,451.5
Contribution to Provident and other funds and schemes	61.0	57.7	101.0	84.5
Contribution to other funds	25.8	55.5	63.3	32.5
Employee's Welfare Expenses	40.4	38.7	77.8	84.8
Employee's Compensation Expenses (ESOP Cost)	-	-	(8.8)	-
	<u>1,050.2</u>	<u>1,038.4</u>	<u>1,838.9</u>	<u>1,653.3</u>



	2010-11 (6 Months) Rs. Million	2009-10 (6 Months) Rs. Million	2009-10 12 Months Rs. Million	2008-09 12 Months Rs. Million
	Reviewed	Reviewed	Audited	Audited
Schedule 13 - Other Expenses				
Stores, Spares and Packing Materials consumed	807.7	760.0	965.0	511.5
Power and Fuel	231.7	336.2	522.6	292.4
Rent	35.3	32.1	61.0	38.7
Rates and Taxes	6.9	4.7	11.2	10.4
Repairs :				
Building	18.8	20.9	32.1	22.8
Machinery	257.2	192.5	367.6	241.0
Others	23.6	30.6	48.9	38.7
	299.6	244.0	448.6	302.5
Payment to Auditors for:				
Audit fees	1.7	1.4	3.1	2.5
Tax audit fees	0.4	0.3	0.5	0.3
Certification work	0.6	0.6	1.3	1.2
Out of pocket expenses (2010-11 Rs. 38,770/-)	0.0	0.3	0.4	0.2
	2.7	2.6	5.3	4.2
Payment to Cost Auditor	0.1	0.1	0.3	0.2
Insurance	50.4	45.0	89.4	79.2
Selling Commission	51.9	30.1	71.6	45.4
Selling & Distribution Expenses	302.6	178.3	317.2	350.1
Director fees	0.3	0.5	1.1	0.9
Donations (2008-09 - Rs.39,547/-)	0.1	0.4	0.4	0.0
Loss due to Foreign Exchange Fluctuation (Net)	4.3	-	-	-
Miscellaneous Expenses	334.0	311.8	1,376.8	528.9
Bad debts written off	-	-	-	3.7
Provision for Doubtful Debts / Advances	1.5	-	-	-
Loss on Assets Sold / Discarded	0.6	0.6	1.1	16.3
	2,129.7	1,946.4	3,871.6	2,184.4



	2010-11 (6 Months) Rs. Million	2009-10 (6 Months) Rs. Million	2009-10 12 Months Rs. Million	2008-09 12 Months Rs. Million
	Reviewed	Reviewed	Audited	Audited
Schedule 14 - Interest and Finance Charges (Net)				
Interest :				
Term Loans	133.1	148.8	316.6	705.7
Debentures	12.5	177.2	285.2	533.5
Working Capital Loans	841.4	293.8	957.0	857.2
Others	1,908.2	969.6	2,287.0	1,346.3
	<u>2,895.2</u>	<u>1,589.4</u>	<u>3,845.8</u>	<u>3,442.7</u>
Less: Interest Income Gross				
On Loans	391.7	331.1	698.7	671.0
On Others	159.9	19.1	101.4	135.1
	<u>551.6</u>	<u>350.2</u>	<u>800.1</u>	<u>806.1</u>
	<u>2,343.6</u>	<u>1,239.2</u>	<u>3,045.7</u>	<u>2,636.6</u>
Add: Finance charges	<u>229.2</u>	<u>235.7</u>	<u>635.5</u>	<u>144.7</u>
	<u>2,572.8</u>	<u>1,474.9</u>	<u>3,681.2</u>	<u>2,781.3</u>
Schedule 15 - (Increase)/Decrease in Stocks				
Opening Stock:				
Finished Goods	12,327.2	4,884.6	4,884.6	6,937.3
Materials in process	88.9	104.3	104.3	97.7
By-product	446.0	546.1	546.1	124.7
	<u>12,862.1</u>	<u>5,535.0</u>	<u>5,535.0</u>	<u>7,159.7</u>
Add: Stock on amalgamation				
Finished Goods	-	-	563.4	-
Materials in process	-	-	0.2	-
By-product	-	-	245.4	-
	<u>-</u>	<u>-</u>	<u>809.0</u>	<u>-</u>
Less: Stock on cessation of subsidiary				
Finished Goods	-	-	3,412.1	-
Materials in process	-	-	0.2	-
By-product	-	-	245.4	-
	<u>-</u>	<u>-</u>	<u>3,657.7</u>	<u>-</u>
Less: Closing Stock:				
Finished Goods	20,934.4	23,650.7	12,327.2	4,884.6
Materials in process	192.4	308.2	88.9	104.3
By-product	968.5	1,488.9	446.0	546.1
	<u>22,095.3</u>	<u>25,447.8</u>	<u>12,862.1</u>	<u>5,535.0</u>
	<u>(9,233.2)</u>	<u>(19,912.8)</u>	<u>(10,175.8)</u>	<u>1,624.7</u>
	<u>509.4</u>	<u>736.9</u>	<u>189.1</u>	<u>(151.2)</u>
Add/(Less): Excise Duty on Increase/Decrease in stocks.	<u>(8,723.8)</u>	<u>(19,175.9)</u>	<u>(9,986.7)</u>	<u>1,473.5</u>



1. System of Accounting:

- (i) The financial statements of Bajaj Hindusthan Ltd. ('the Company'), its Subsidiary Companies and Associate (the Group) have been prepared in compliance with the mandatory Accounting Standards notified by the Companies (Accounting Standards) Rules 2006.
- (ii) The financial statements are based on historical cost convention and are prepared on accrual basis except certain fixed assets which are valued at fair value.

2. Principles of Consolidation:

- (i) The consolidated financial statements of the Group have been prepared on the following basis:
- The consolidated financial statements of the Group are prepared in accordance with the Accounting Standard - 21 "Consolidated Financial Statements" and Accounting Standard - 23 "Accounting for Investments in Associates in Consolidated Financial Statements" notified by the Companies (Accounting Standards) Rules 2006.
 - The financial statements of the Company and its Subsidiary Companies have been consolidated on a line - by - line basis by adding together the book value of like items of assets, liabilities, income and expenses, after eliminating intra - group balances and intra - group transactions resulting in unrealised profits or unrealised cash losses.
 - Investment in the Associate has been accounted as per the equity method as prescribed in Accounting Standard - 23.
 - The consolidated financial statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented, to the extent possible, in the same manner as the Company's separate financial statements.
 - The excess of cost of investment in the Subsidiary Companies over the Company's portion of equity of the Subsidiary at the date of investment made is recognised in the financial statements as goodwill, which is written off over a period of five years. The excess of Company's portion of equity of the Subsidiary over the cost of investment therein is treated as capital reserve.
 - The financial statements of non - integral foreign operation are translated as follows:
 - The assets and liabilities are translated at the closing rate.
 - Income and Expenses items are translated at average rate prevailing during the year.
 All differences are accumulated in a foreign currency translation reserve on consolidation until the disposal of the net investment.

(ii) Companies considered in the consolidated financial statements are:

Name of the Company	Country of incorporation	Mar. 31, 2011	Mar. 31, 2010	Holding as on Sept. 30, 2010	Financial Sept. 30, 2009	Year ends on
Subsidiary:						
Bajaj Hindusthan Sugar and Industries Ltd. (up to March 31, 2010)	India	-	75.0%	75.0%	75.0%	September, 30
Bajaj Eco-tec Products Ltd. #	India	100.0%	100.0%	100.0%	100.0%	March, 31
Bajaj Aviation Private Ltd. \$ (Formerly known as Bajaj Hindusthan Holdings Private Ltd.)	India	100.0%	100.0%	100.0%	100.0%	September, 30
Bajaj Energy Private Ltd. (Formerly known as Bajaj Eco-Chem Products Private Ltd.)#	India	51.0%	51.0%	51.0%	100.0%	March, 31
Bajaj International Participações Ltda. #	Brazil	100.0%	100.0%	100.0%	100.0%	April, 30
Bajaj Hindusthan (Singapore) Pte Ltd. #	Singapore	100.0%	100.0%	100.0%	100.0%	March, 31
Lalitpur Power Generation Co.Ltd. # (w.e.f.December 10, 2010)	India	76.0%	-	-	-	March, 31
Bajaj Power Generation Pvt. Ltd. # (w.e.f.December 20, 2010)	India	100.0%	-	-	-	March, 31
Associate:						
Bajaj Ebiz Pvt. Ltd. *	India	49.5%	49.5%	49.5%	49.5%	March, 31

Management has compiled the accounts for the six months period ended at March 31, and year ended September 30 in order to consolidate the accounts with that of the Holding Company.

\$ It is a 100% subsidiary of wholly owned subsidiary namely Bajaj Eco-tec Products Ltd.

* The company has made provision for permanent diminution in the value of its investment in Bajaj Ebiz Pvt. Ltd. (An associate company). Hence no further adjustment in the value of investment is required to be made in the consolidated financial statement.

(iii) Other significant accounting policies are set out in the respective notes to account under "Statement on Significant Accounting Policies" of the Financial Statements of the Company and Subsidiary Companies.



	2010-11 (6 Months) Rs. Million	2009-10 (6 Months) Rs. Million	2009-10 (12 Months) Rs. Million	2008-09 (12 Months) Rs. Million
3. Contingent Liabilities not provided for:				
(a) In respect of disputed demands/claims against the Company not acknowledged as debts:				
(i) Central Excise matters	263.90	385.9	267.7	326.4
(ii) Trade Tax matters	59.20	21.2	25.3	5.8
(iii) Other Claims	460.40	595.7	298.3	412.2
(iv) Income-tax matters 2008-09 Rs.17,074/-	-	-	-	0.0
(b) A subsidiary has procured Imported as well as Indigenous Capital Goods under Export Promotion and Capital Goods Scheme (EPCG). The Export Obligation pending against such EPCG licenses.	281.20	281.2	281.2	281.2
4. Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances).	91,162.50	364.2	10,551.4	446.8

5. The disclosures in respect of Related Parties as required under Accounting Standard 18 (AS18) 'Related Party Disclosures' is stated herein below / set out in a separate statement annexed hereto.

a) Related parties and relationships for which disclosure is required under AS-18:

For the period ended Mar. 31, 2011 :

A. Associates and Joint Ventures

Bajaj E-biz Private Ltd. – Associate

B. Directors and their relatives

Mr. Shishir Bajaj - Chairman & Managing Director (Also key management personnel)
Mrs. Minakshi Bajaj (Wife of Mr. Shishir Bajaj)
Mr. Kushagra Bajaj - Joint Managing Director (Also key management personnel)
and also son of Mr. Shishir Bajaj
Mr. Apoorva Bajaj (Son of Mr. Shishir Bajaj)
Dr. Sanjeev Kumar, Director (Corporate and Legal Affairs) (Also key management personnel)

C. Key Management Personnel

Mr. Himanshu Shah, Managing Director, Bajaj Eco-Tec Products Ltd.

D. Enterprises over which any person described in (B) or (C) above is able to exercise significant influence

1. Bajaj Capital Ventures Private Limited
2. Bajaj Infrastructure Development Company Ltd
3. Bajaj Power Venture Pvt. Ltd.
4. Global World Power Projects Pvt Ltd

For the period ended Mar.31, 2010 :

A. Associates and Joint Ventures

Bajaj E-biz Private Ltd. – Associate

B. Directors and their relatives

Mr. Shishir Bajaj - Chairman & Managing Director (Also key management personnel)
Mrs. Minakshi Bajaj (Wife of Mr. Shishir Bajaj)
Mr. Kushagra Bajaj - Joint Managing Director (Also key management personnel)
and also son of Mr. Shishir Bajaj
Mr. Apoorva Bajaj (Son of Mr. Shishir Bajaj)
Dr. Sanjeev Kumar, Director (Corporate and Legal Affairs) (Also key management personnel)

C. Key Management Personnel

Mr. Himanshu Shah, Managing Director, Bajaj Eco-Tec Products Ltd.
Mr. Chandresh Chhaya - Manager & Company Secretary, Bajaj Hindusthan Sugar and Industries Ltd. (Up to 31.03.2010)

D. Enterprises over which any person described in (B) or (C) above is able to exercise significant influence

1. Bajaj Capital Ventures Private Limited
2. Bajaj Holding & Investment Ltd.
3. Bajaj Infrastructure Development Company Ltd
4. Shishir Bajaj Family Trust



For the year ended Sept.30, 2010 :

A. Associates and Joint Ventures

Bajaj E-biz Private Ltd. – Associate

B. Directors and their relatives

Mr. Shishir Bajaj - Chairman & Managing Director (Key management personnel)
Mrs. Minakshi Bajaj (Wife of Mr. Shishir Bajaj)
Mr. Kushagra Bajaj - Joint Managing Director (Key management personnel) and also son of Mr. Shishir Bajaj.
Mr. Apoorva Bajaj (Son of Mr. Shishir Bajaj)
Dr. Sanjeev Kumar, Director (Corporate and Legal Affairs) (Key management personnel).

C. Key Management Personnel

Mr. Himanshu Shah, Managing Director, Bajaj Eco-Tec Products Ltd.
Mr. Chandresh Chhaya - Manager & Company Secretary, Bajaj Hindusthan Sugar and Industries Ltd. (Up to 31.03.2010)

D. Enterprises over which any person described in (B) or (C) above is able to exercise significant influence

1. Bajaj Capital Ventures Private Ltd
2. Bajaj Holding & Investment Ltd.
3. Bajaj Infrastructure Development Company Ltd
4. Shishir Bajaj family Trust

For the year ended Sept.30, 2009 :

A. Associates and Joint Ventures

Bajaj E-biz Private Ltd. – Associate

B. Directors and their relatives

Mr. Shishir Bajaj - Chairman & Managing Director (Also key management personnel)
Mrs. Minakshi Bajaj (Wife of Mr. Shishir Bajaj)
Mr. Niraj Bajaj - Non Executive Director (resigned w.e.f. December 31, 2008)
Mr. Kushagra Bajaj - Joint Managing Director (Also key management personnel)
and also son of Mr. Shishir Bajaj
Mr. Apoorva Bajaj (Son of Mr. Shishir Bajaj)
Mr. I. D. Mittal - Chief Executive Director (Also key management personnel) (resigned w.e.f. February 6, 2009)
Mrs. Sureshtha Mittal - Wife of Mr. I. D. Mittal (Up to February 5, 2009)
Dr. Sanjeev Kumar, Director (Corporate and Legal Affairs) (Also key management personnel) (appointed w.e.f. March 12, 2009)

C. Key Management Personnel

Mr. Himanshu Shah, Managing Director, Bajaj Eco-Tec Products Ltd.
Mr. Yogesh Arora-Whole Time Director, Bajaj Eco-Tec Products Ltd. (resigned w.e.f. March 17, 2009)
Mr. Chandresh Chhaya - Manager & Company Secretary, Bajaj Hindusthan Sugar and Industries Ltd.

D. Enterprises over which any person described in (B) or (C) above is able to exercise significant influence

1. Bajaj Capital Ventures Private Limited
2. Bajaj Electricals Ltd. (Up to December 31, 2008)
3. Bajaj Holding & Investment Ltd.
4. The Hindusthan Housing Co. Ltd. (Up to December 31, 2008)
5. Hind Musafir Agency Ltd. (Up to December 31, 2008)
6. Mukand Ltd. (Up to December 31, 2008)



5 b) Disclosure as required under AS-18 in respect of Related Party Transactions:

Disclosure as required under AS-18 in respect of Related Party Transactions.					Rs. Million	
Transactions			Directors /Key Management Personnel	Relatives of Directors/Key Management Personnel	Enterprises described in (D) above	Total
I. Transactions during the period/year						
Purchase of Capital Goods	2010-11	(6 Months)	-	-	8,215.1	8,215.1
	2009-10	(6 Months)	-	-	-	-
	2009-10	(12 Months)	-	-	1,239.8	1,239.8
	2008-09	(12 Months)	-	-	-	-
Rendering of Services	2010-11	(6 Months)	-	-	-	-
	2009-10	(6 Months)	-	-	-	-
	2009-10	(12 Months)	-	-	-	-
	2008-09	(12 Months)	-	-	0.9	0.9
Remuneration	2010-11	(6 Months)	61.9	-	-	61.9
	2009-10	(6 Months)	53.6	-	-	53.6
	2009-10	(12 Months)	56.9	-	-	56.9
	2008-09	(12 Months)	85.0	1.0	-	86.0
Dividends received	2010-11	(6 Months)	-	-	-	-
	2009-10	(6 Months)	-	-	-	-
	2009-10	(12 Months)	-	-	-	-
	2008-09	(12 Months)	-	-	1.1	1.1
Equity Warrant Issued	2010-11	(6 Months)	-	-	-	-
	2009-10	(6 Months)	-	-	-	-
	2009-10	(12 Months)	-	-	-	-
	2008-09	(12 Months)	189.0	-	-	189.0
Rent Paid	2010-11	(6 Months)	-	-	3.6	3.6
	2009-10	(6 Months)	-	-	3.2	3.2
	2009-10	(12 Months)	-	-	7.2	7.2
	2008-09	(12 Months)	-	-	3.3	3.3
Sitting fees paid 2010-Rs.20,000/- 2010-Rs.20,000/- 2009-Rs.41,000/-	2010-11	(6 Months)	-	-	-	-
	2009-10	(6 Months)	0.0	-	-	0.0
	2009-10	(12 Months)	0.0	-	-	0.0
	2008-09	(12 Months)	0.0	-	-	0.0
Equity Share Capital Issued (Including Premium)	2010-11	(6 Months)	-	-	-	-
	2009-10	(6 Months)	-	-	756.0	756.0
	2009-10	(12 Months)	-	-	756.0	756.0
	2008-09	(12 Months)	-	-	-	-
Share Application Money Received	2010-11	(6 Months)	-	-	4,551.2	4,551.2
	2009-10	(6 Months)	-	-	-	-
	2009-10	(12 Months)	-	-	-	-
	2008-09	(12 Months)	-	-	-	-
Investment Sold	2010-11	(6 Months)	-	-	-	-
	2009-10	(6 Months)	-	-	-	-
	2009-10	(12 Months)	-	-	0.2	0.2
	2008-09	(12 Months)	-	-	-	-
Advance Given (Project)	2010-11	(6 Months)	-	-	685.0	685.0
	2009-10	(6 Months)	-	-	4,336.5	4,336.5
	2009-10	(12 Months)	-	-	6,069.5	6,069.5
	2008-09	(12 Months)	-	-	-	-
II. Amounts Outstanding at Balance Sheet date						
Deposits Outstanding	2010-11	(Mar.31, 2011)	-	-	3.6	3.6
	2009-10	(Mar.31, 2010)	-	-	3.6	3.6
	2009-10	(Sept.30, 2010)	-	-	3.6	3.6
	2008-09	(Sept.30, 2009)	-	-	3.6	3.6
Advance Given (Project)	2010-11	(Mar.31, 2011)	-	-	4,338.8	4,338.8
	2009-10	(Mar.31, 2010)	-	-	4,336.5	4,336.5
	2009-10	(Sept.30, 2010)	-	-	6,069.5	6,069.5
	2008-09	(Sept.30, 2009)	-	-	-	-



Notes:

1. Related Party relationship is as identified by the Company based on the available information and relied upon by the Auditors.
2. No amount has been written off or written back during any of the year in respect of debts due from or to related parties.
3. Significant transactions during the respective period/year are given below.

For the period ended Mar.31, 2011 :

- (i) Purchase of Capital Goods includes Rs.8,215.1 Million from Bajaj Infrastructure Development Company Ltd.
- (ii) Remuneration Includes Rs.28.0 Million to Mr. Shishir Bajaj, Rs.24.2 Million to Mr. Kushagra Bajaj, Rs.5.1 Million to Dr. Sanjeev Kumar and Rs.4.6 Million to Mr. Himanshu Shah.
- (iii) Rent Paid includes Rs.3.6 Million to Bajaj Capital Ventures Pvt. Ltd.
- (iv) Share Application Money Received includes Rs. 3,071.2 Million from Bajaj Power Ventures Pvt. Ltd. And Rs. 1,480.0 Million from Global World Power Projects Pvt. Ltd.
- (v) Advance given (Project) includes Rs. 685.0 Million to Bajaj Infrastructure Development Company Ltd.

For the period ended Mar.31, 2010 :

- (i) Remuneration Includes Rs.23.6 Million to Mr. Shishir Bajaj, Rs.20.2 Million to Mr. Kushagra Bajaj.
- (ii) Equity Share capital issued (including Premium) Rs.756.0 Million to promoter group.
- (iii) Rent Paid Rs.3.2 Million to Bajaj Capital Ventures Pvt. Ltd.
- (iv) Advance Given (Projects) of Rs.4336.5 Million given to Bajaj Infrastructure Development Company Ltd.

For the year ended Sept.30, 2010 :

- (i) Purchase of Capital Goods includes Rs.1,239.8 Million from Bajaj Infrastructure Development Company Ltd.
- (ii) Remuneration Includes Rs.20.6 Million to Mr. Shishir Bajaj, Rs.14.9 Million to Mr. Kushagra Bajaj, Rs.7.4 Million to Dr. Sanjeev Kumar and Rs.10.8 Million to Mr. Himanshu Shah.
- (iii) Equity Share capital issued (including Premium) Rs.756.0 Million to promoter group.
- (iv) Rent Paid includes Rs.7.2 Million to Bajaj Capital Ventures Pvt. Ltd.
- (v) Advances given (Project) of Rs. 6,069.5 Million to Bajaj Infrastructure Development Company Ltd.

For the year ended Sept.30, 2009 :

- (i) Remuneration Includes Rs.32.1 Million to Mr. Shishir Bajaj, Rs. 28.4 Million to Mr. Kushagra Bajaj, Rs.7.7 Million to Mr. I.D. Mittal and Rs.8.3 Million to Mr. Himanshu Shah.
- (ii) Dividend received includes Rs.1.1 Million from Bajaj Holding & Investment Ltd.
- (iii) Equity Warrants issued Rs.189.0 Million to promoter group.
- (iv) Rent Paid includes Rs.3.3 Million to Bajaj Capital Ventures Pvt. Ltd.
- (v) Rendering of services includes Rs.0.5 Million to Hind Musafir Agency Ltd. and Rs.0.4 Million to The Hindusthan Housing Co.Ltd.



6. Segment Information:

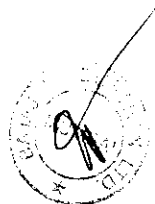
The Company has identified its Business Segments as its Primary Reportable Segments comprising of Sugar, Distillery and Power Divisions.

Primary Segment Information:

Particulars	2010-11 (6 Months) Rs. Million	2009-10 (6 Months) Rs. Million	2009-10 12 Months Rs. Million	2008-2009 12 Months Rs. Million
1. Segment Revenue				
a. Sugar	25,820.4	13,638.4	29,908.1	18,743.9
b. Distillery	1,700.0	595.3	1,657.1	1,226.3
c. Power	1,984.8	1,613.8	1,754.5	793.1
d. Bagasse Board	786.3	713.9	1,427.3	976.9
e. Others	8.7	8.7	17.4	9.9
Total	30,300.2	16,570.1	34,764.4	21,750.1
Less : Inter- segment Revenue	2,113.1	2,042.4	2,750.1	1,490.6
Net Sales / Income from Operations	28,187.1	14,527.7	32,014.3	20,259.5
2. Segment Results (Profit (+)/ Loss(-) before tax and interest)				
a. Sugar	2,547.1	1,395.3	1,980.0	1,349.8
b. Distillery	606.7	32.6	227.6	8.3
c. Power	1,688.9	1,400.3	1,235.0	385.3
d. Bagasse Board	(132.8)	(305.5)	(328.0)	(380.8)
e. Others	2.9	3.2	(748.4)	174.9
Total	4,712.8	2,525.9	2,366.2	1,537.5
Less: (i) Interest (Net)	2,572.8	1,474.9	3,681.2	2,781.3
(ii) Other Un-allocable				
Expenditure net off				
Un-allocable Income	198.8	305.8	(1,635.0)	(2,295.3)
Total Profit / (Loss) before Tax	1,941.2	745.2	320.0	1,051.5
3. Segment Assets:				
a. Sugar	75,906.9	81,417.2	74,362.4	51,105.5
b. Distillery	5,951.2	5,015.7	5,824.6	4,442.8
c. Power	31,276.4	3,494.5	14,337.9	3,404.4
d. Bagasse Board	3,728.3	3,767.4	3,443.6	3,902.2
e. Others	866.7	188.3	363.2	196.1
Total	117,729.5	93,883.1	98,331.7	63,051.0
Add: Unallocated Corporate Assets	22,056.0	20,610.9	16,295.4	10,780.8
Total Assets	139,785.5	114,494.0	114,627.1	73,831.8
4. Segment Liabilities:				
a. Sugar	8,793.5	16,972.0	7,639.0	4,216.5
b. Distillery	171.6	197.0	161.5	188.0
c. Power	186.6	31.5	188.2	112.6
d. Bagasse Board	293.2	247.5	151.5	202.1
e. Others	7.5	0.5	2.7	1.2
Total	9,452.4	17,448.5	8,142.9	4,720.4
Add: Unallocated Corporate Liabilities	14,713.9	23,587.9	11,280.4	6,277.0
Total Liabilities	24,166.3	41,036.4	19,423.3	10,997.4
5. Capital Expenditure:				
a. Sugar	125.5	473.2	359.8	3,893.7
b. Distillery	4.2	87.4	84.5	608.9
c. Power	13,063.9	29.8	8,678.2	434.2
d. Bagasse Board	14.9	11.8	15.4	502.8
e. Others	-	-	-	116.8
f. Unallocated	812.3	4,388.2	1,208.3	21.5
Total	14,020.8	4,990.4	10,346.2	5,577.9
6. Depreciation:				
a. Sugar	1,321.0	1,256.6	2,539.2	2,649.3
b. Distillery	138.0	114.6	236.8	237.8
c. Power	163.8	99.7	284.2	200.0
d. Bagasse Board	40.3	162.3	329.9	322.1
e. Others	3.3	3.2	6.5	4.9
f. Unallocated	51.4	19.1	63.7	42.5
Total	1,717.8	1,655.5	3,440.3	3,456.6
7. Non Cash Expenditure other than Depreciation:				
a. Sugar	Nil	Nil	Nil	Nil
b. Distillery	Nil	Nil	Nil	Nil
c. Power	Nil	Nil	Nil	Nil
d. Bagasse Board	Nil	Nil	Nil	Nil
e. Unallocated	Nil	Nil	Nil	Nil
Total	-	-	-	-

Other disclosures:

- The Company caters mostly to Indian markets and as such there are no reportable geographical segments. All the assets are also located in India.
- Segments have been identified in line with the Accounting Standard - 17 "Segment Reporting" taking into account the organisation structure as well as differing risks and returns.
- The Segment Revenue, Results, Assets and Liabilities include respective amounts identifiable to each of the segment and amounts allocated on reasonable basis.
- The segment performance has been worked out after attributing the realisable value of inter segment transfer of material.
- Segment assets and liabilities represents assets and liabilities in respective segment. Tax related assets & other assets and liabilities that can not be allocated to segment on reasonable basis have been disclosed as unallocable.



7. Deferred Taxation :

	As at Mar.31, 2011 Rs. Million	As at Mar.31, 2010 Rs. Million	As at Sep.30, 2010 Rs. Million	As at Sep.30, 2009 Rs. Million
Deferred Tax Liabilities:				
Depreciation	5,260.6	4,579.2	5,175.9	4,450.2
Total	5,260.6	4,579.2	5,175.9	4,450.2
Deferred Tax Assets:				
Provision for Employee Benefits	53.1	41.2	44.6	53.3
Expenses allowed on payment basis	-	3.7	-	3.7
Provision for doubtful debts / advances	0.9	0.8	0.8	0.8
Carry Forward loss and unabsorbed Depreciation	3,870.2	3,840.4	4,292.0	3,906.3
Total	3,924.2	3,886.1	4,337.4	3,964.1
Net Deferred Tax Liability / (Asset)	1,336.4	693.1	838.5	486.1

8. Disclosures in respect of derivative instruments:

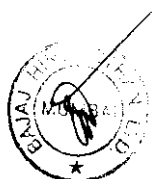
	2010-11 As at Mar.31, 2011		2009-10 As at Mar.31, 2010		2009-10 As at Sep.30, 2010		2008-09 As at Sep.30, 2009	
	Forward Contract	Option	Forward Contract	Option	Forward Contract	Option	Forward Contract	Option
(i) Derivative instruments outstanding are as under :	JPY/USD (Million)	JPY/USD (Million)	USD Million	JPY/USD Million	USD (Million)	JPY/USD (Million)	USD/ JPY (Million)	JPY/USD (Million)
Loans taken-(JPY/USD)	1,042.7	8,042.3	-	9,780.2	-	9,432.6	-	10,127.7
ECB-USD	-	-	9.3	-	9.3	-	9.0	-
FCCB-USD	-	-	-	-	77.0	56.0	-	-
Creditors-USD	-	-	257.1	-	96.1	-	14.1	-
Debtors-USD	-	-	16.80	-	-	-	-	-
(All the derivative instruments have been acquired for hedging purposes.)								
(ii) Foreign currency exposures that are not hedged :	USD/JPY (Million)		USD/JPY (Million)		USD/JPY (Million)		USD/JPY (Million)	
Debtors-USD	1.8		-		-		-	
Creditors-USD	13.3		48.6		13.3		47.0	
FCCB-USD	15.0		114.6		15.0		114.6	
ECB-USD	174.7		184.0		191.4		215.7	
ECB-JPY	1,148.9		1,148.9		1,148.9		1,148.9	
Buyers Credit-EURO	-		1.3		-		2.1	
Buyers Credit-USD	-		7.9		-		8.6	

9. For the period ended Mar.31, 2011 :

- As required by paragraph 46 inserted vide notification dated March 31, 2009 to the Accounting Standard AS-11 "The Effect of Changes in Foreign Exchange Rates", the Company had opted to adjust the exchange fluctuations on Long Term Monetary Items to the carrying cost of fixed assets. As per the notification, option for such accounting treatment is available for financial year ending on or before 31st March, 2011. Accordingly, from the current financial year, the holding company has adjusted the exchange fluctuation on long term monetary items in Profit and Loss account. Had the change not done, the profit for the current period would have been higher by Rs. 28.1 Million.
- The Scheme of Amalgamation of Bajaj Hindustan Sugar and Industries Limited (BHSIL or amalgamating company), a subsidiary company with the Company with effect from the appointed date i.e. 1st April, 2010, sanctioned by the Hon'ble High Court of Bombay vide its Order dated November 26, 2010 has become effective on December 20, 2010 upon filing the said Order with the Registrar of Companies, Maharashtra, Mumbai as required under Section 394(3) of the Companies Act, 1956. Subsequently the Company has allotted 3,70,00,000 Equity Shares of Re. 1/- each on January 05, 2011 in accordance with the terms of the sanctioned Scheme.

10. For the period ended Mar.31, 2010 :

- The Company has allotted 14,500,000 new Equity Shares on January 4, 2010, upon receipt of the entire remaining sum of Rs.567.0 Million representing 75% of the total value for such warrants and exercise of the rights by a promoter group entity of the Company on all the 14,500,000 warrants allotted earlier on May 18, 2009 on preferential basis carrying right to subscribe for and be allotted one (1) fully paid equity share of face value Re. 1 each per warrant, at a price of Rs. 52.14 per equity share in accordance with the SEBI Preferential Issue Guidelines. Subsequently, after the allotment of these new Equity Shares, the paid up Equity Share Capital and Securities Premium Account have increased by Rs. 14.5 Million and Rs.741.5 Million respectively. The net funds from the proceeds have since been utilised in full for repayment of debts.



11. For the year ended Sept.30, 2010 :

- (i) Pursuant to the Scheme of Amalgamation ("the Scheme") under Sections 391 to 394 of the Companies Act, 1956, the Hon'ble High Court of Bombay pronounced an Order on November 26, 2010, sanctioning the Scheme of amalgamation of Bajaj Hindusthan Sugar and Industries Limited (BHSIL or amalgamating company), a subsidiary company with the company with effect from the appointed date 1st April, 2010. BHSIL is engaged in the business of manufacturing of sugar, alcohol and it's allied products.

The Scheme became effective on December 20, 2010 upon filing the said Order with the Registrar of Companies, Maharashtra, Mumbai as required under Section 394(3) of the Companies Act, 1956.

In accordance with the Scheme and as per the approval of the Hon'ble High Court of Bombay :

a) All the assets, liabilities, rights and obligations of BHSIL have been transferred to and vested with the Company with effect from 1st April, 2010 and have been recorded at their respective fair values, under the purchase method of accounting for amalgamation.

b) 37,000,000 Equity shares of Re. 1/- each fully paid up are to be issued to the equity share holders of the amalgamating Company whose names are registered in the register of members on record date and to the Trust created as per the terms of the Scheme by the company against it's investments in and advances to amalgamating company, without payment being received in cash. Pending allotment, the face value of such shares has been shown as "Equity Share Suspense".

c) Excess of the fair value of net assets taken over by the Company over the paid up value of Equity Shares to be issued and allotted of Rs.8,756.3 Million has been credited to Amalgamation Reserve Account except the Statutory Reserve which has been credited to the similar reserve of the company; Beneficial Interest in the Trust referred to in (b) above has been recorded at the book value of the underlying assets i.e. Rs. 6,937.2 Million; net effect on fair valuation of assets and liabilities of the Company identified by the Board as prescribed by the Scheme to be fair valued based on the reports by an independent valuer / management estimates of Rs. 1,448.8 Million has been debited to Amalgamation Reserve Account; the balance in Amalgamation Reserve Account after netting off the cost of Rs. 87.0 Million being the stamp duty and other expenditure payable on Amalgamation an amount of Rs.7,220.5 Million is credited to Securities Premium Account. The additional depreciation on account of fair valuation of fixed assets of the company aggregating to Rs.310.0 Million has been debited to the Profit & Loss account.

Had the Scheme not prescribed this accounting treatment, the aggregate amount of Rs. 14,066.3 Million being the effect of fair valuation of fixed assets of the company would have been credited to Revaluation Reserve and Rs.1,5602.1 Million being expenses on amalgamation and fair valuation of current assets would have been debited to Profit & Loss account with a corresponding effect on the profit for the year.

d) From the effective date the authorised share capital will stand increased to Rs. 180,00,00,000 consisting of 180,00,00,000 Equity Shares of Re.1/- each without any further act or deed on the part of the Company, including payment of stamp duty and Registrar of Companies fees and the Memorandum of Association and Articles of Association of the Company stand amended accordingly without any further act or deed on the part of the Company.

e) BHSIL stands dissolved without being wound up from the Effective Date.

- (ii) The Company has allotted 14,500,000 new Equity Shares on January 4, 2010, upon receipt of the entire remaining sum of Rs.567.0 Million representing 75% of the total value for such warrants and exercise of the rights by a promoter group entity of the Company on all the 14,500,000 warrants allotted earlier on May 18, 2009 on preferential basis carrying right to subscribe for and be allotted one (1) fully paid equity share of face value Re. 1 each per warrant, at a price of Rs. 52.14 per equity share in accordance with the SEBI Preferential Issue Guidelines. Subsequently, after the allotment of these new Equity Shares, the paid up Equity Share Capital and Securities Premium Account have increased by Rs. 14.5 Million and Rs.741.5 Million respectively.

12. For the year ended Sept.30, 2009 :

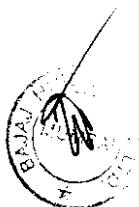
- (i) Out of outstanding Foreign Currency Convertible Bonds (FCCBs) aggregating to US\$ 134.5 million, FCCBs of the aggregate face value of US\$ 19.9 million were repurchased at discount and cancelled during the year. The resultant gain (net of expenses) of Rs. 337.1 Million on account of the extinguishment of corresponding liability has been accounted for under the head "Other Income".

- (ii) The Company has allotted 14,500,000 warrants on preferential basis to the promoter group of the Company on May 18, 2009 after receipt of a sum of Rs. 189.0 Million representing 25% of the total value for such warrants in accordance with the SEBI Preferential Issue Guidelines. Each warrant entitles the holder to subscribe for and be allotted one (1) equity share of the company any time within a period of 18 months from the date of allotment of the warrants. The issue proceeds in this regard have been utilised for repayments of debts.

- (iii) In compliance with the Notification dated March 31, 2009 issued by Ministry of Corporate Affairs, the Company has exercised the option as inserted by Paragraph 46 to the Accounting Standard AS-11 "The Effect of Changes in Foreign Exchange Rates". Accordingly Foreign Exchange Loss of Rs.1,839.1 Million for the year ended September 30, 2009 has been adjusted to Capital Assets. For the accounting year ended September 30, 2008, foreign exchange loss of Rs. 1,218.3 Million (net of Provision Rs. 1,211.1 Million, Gross Rs. 2,429.4 Million) was debited to profit and loss account. In terms of the said notification, while the gross loss of Rs. 2,429.4 Million has been carried to the capital assets and credited Rs.1,218.3 Million to General Reserve, Provision for Exchange Fluctuation of Rs. 1,211.1 Million now not required, has been written back to the Profit and Loss Account as Provision no longer required and reflected under the head "Other Income".

As a result of this change, depreciation for the year is higher by Rs. 213.2 million, loss on foreign currency fluctuation is lower by Rs. 1,839.1 million and profit for the year is higher by Rs. 1,625.9 million.

13. Previous year figures have been regrouped wherever necessary and have been shown in brackets. Figures pertaining to subsidiary companies have been regrouped / rearranged wherever required to bring them in line with Company's financial presentation.



Group President (GRC) &
Company Secretary

Directors