

FAX NO. 022 26598237/ 8238 / 66418125 / 8126

October 15, 2013

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

Dear Sir/s:

**Sub : Unaudited Financial Results for the quarter and
half year ended 30 September 2013 – limited review**

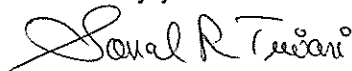
In terms of the provisions of clause 41 of the listing agreement, the Unaudited Stand-alone Financial Results for the quarter and half year ended 30 September 2013 subjected to a limited review by the auditors of the company and Consolidated Financial Results for the said quarter and half year ended 30 September 2013 were taken on record by our board of directors at its meeting held today, the 15 October 2013.

Accordingly, please find enclosed the following :

- a) Certified true copy of Unaudited Stand-alone and Consolidated Financial Results for the quarter and half year ended 30 September 2013;
- b) Limited Review Report for the quarter and half year ended 30 September 2013;
and
- c) One copy of the press release

Thanking you,

Yours faithfully,
for Bajaj Finserv Limited,



SONAL R TIWARI
COMPANY SECRETARY

Encl: as above

Confirmation copy sent by hand delivery

Bajaj Finserv Limited

Corporate Office: 6th Floor, Bajaj Finserv Corporate Office, Off Pune-Ahmednagar Road, Viman Nagar, Pune - 411 014, Maharashtra, INDIA

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

Tel +91 20 3040 5700 Fax +91 20 3040 5792 www.bajajfinserv.in



Bajaj Finserv Limited

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

Corporate Office : Off Pune - Ahmednagar Road, Viman Nagar, Pune - 411 014

Statement of standalone unaudited financial results for the quarter and half year ended 30 September 2013

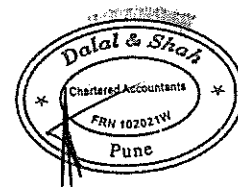
(₹ In Crore)

	Particulars	Quarter ended			Half year ended		Year ended
		30.09.2013 (Unaudited)	30.06.2013 (Unaudited)	30.09.2012 (Unaudited)	30.09.2013 (Unaudited)	30.09.2012 (Unaudited)	31.03.2013 (Audited)
1	Income from Operations	80.48	28.45	66.94	108.93	91.94	141.47
2	Expenses						
	(a) Employee benefits expense	3.48	3.81	3.70	7.29	7.05	12.95
	(b) Depreciation	0.32	0.32	0.32	0.64	0.64	1.28
	(c) Other expenses (See note 2)	9.55	9.47	9.16	19.02	17.10	31.85
	Total expenses	13.35	13.60	13.18	26.95	24.79	46.09
3	Profit from operations before other income, finance costs and exceptional items (1-2)	67.13	14.85	53.76	81.98	67.15	95.38
4	Other income	2.80	3.12	2.42	5.92	4.99	10.78
5	Profit from ordinary activities before finance costs and exceptional items (3+4)	69.93	17.97	56.18	87.90	72.14	106.16
6	Finance costs	-	-	-	-	-	-
7	Profit from ordinary activities after finance costs but before exceptional items (5-6)	69.93	17.97	56.18	87.90	72.14	106.16
8	Exceptional items						
	Provision for loss of Renewable Energy Certificates (RECs) (See note 3)	(7.24)	-	-	(7.24)	-	-
	Provision for diminution in value of investment in Bajaj Financial Solutions Limited	-	-	-	-	-	(27.00)
9	Profit from ordinary activities before tax (7+8)	62.69	17.97	56.18	80.66	72.14	79.16
10	Tax expense	6.33	6.86	9.21	13.19	15.15	28.32
11	Net Profit from ordinary activities after tax (9-10)	56.36	11.11	46.97	67.47	56.99	50.84
12	Paid up Equity Share Capital (Face value of ₹ 5)	79.56	79.56	72.34	79.56	72.34	79.56
13	Reserves excluding Revaluation Reserves						2,327.95
14	Basic and Diluted Earnings Per Share (₹) (not annualised) before and after extraordinary items	3.5	0.7	3.2	4.2	3.9	3.3

	Particulars	Quarter ended			Half year ended		Year ended
		30.09.2013	30.06.2013	30.09.2012	30.09.2013	30.09.2012	31.03.2013
A	Particulars of shareholding						
1	Public shareholding @						
	Number of shares	65,419,093	65,419,093	59,500,720	65,419,093	59,500,720	65,419,093
	Percentage of shareholding	41.11%	41.11%	41.12%	41.11%	41.12%	41.11%
2	Promoters and Promoter Group Shareholding						
	(a) Pledged / Encumbered						
	Number of shares	-	-	-	-	-	-
	Percentage of shares (as a % of the total shareholding of promoters and promoter group)	-	-	-	-	-	-
	Percentage of shares (as a % of the total share capital of the company)	-	-	-	-	-	-
	(b) Non-encumbered						
	Number of shares	93,703,259	93,703,259	85,182,790	93,703,259	85,182,790	93,703,259
	Percentage of shares (as a % of the total shareholding of promoters and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
	Percentage of shares (as a % of the total share capital of the company)	58.89%	58.89%	58.88%	58.89%	58.88%	58.89%

@ including equity shares represented by GDRs

	Quarter ended
	30.09.2013
B	Investor complaints
	Pending at the beginning of the quarter
	Received during the quarter
	Disposed of during the quarter
	Remaining unresolved at the end of the quarter



Notes:

1. Disclosure of standalone assets and liabilities as per clause 41(I)(ea) of the listing agreement for the half year ended 30 September 2013 -

(₹ In Crore)

	Particulars	As at 30.09.2013 (Unaudited)	As at 30.09.2012 (Unaudited)	As at 31.03.2013 (Audited)
A	Equity and liabilities			
1	Shareholders' funds			
	(a) Share capital	79.56	72.34	79.56
	(b) Reserves and surplus	2,395.42	1,429.68	2,327.95
	Sub-total - Shareholders' funds	2,474.98	1,502.02	2,407.51
2	Non-current liabilities			
	(a) Deferred tax liabilities (net)	7.37	7.78	8.82
	(b) Other long term liabilities	2.92	2.65	2.65
	(c) Long-term provisions	1.65	1.58	1.44
	Sub-total - Non-current liabilities	11.94	12.01	12.91
3	Current liabilities			
	(a) Trade payables	5.00	4.47	2.37
	(b) Other current liabilities	3.81	3.63	4.68
	(c) Short-term provisions	39.25	28.66	53.98
	Sub-total - Current liabilities	48.06	36.76	61.03
	Total - Equity and liabilities	2,534.98	1,550.79	2,481.45
B	Assets			
1	Non-current assets			
	(a) Fixed assets	69.45	70.32	69.90
	(b) Non-current investments	2,179.00	1,346.65	2,201.56
	(c) Long-term loans and advances	24.59	22.87	24.21
	(d) Other non-current assets	1.80	-	-
	Sub-total - Non-current assets	2,274.84	1,439.84	2,295.67
2	Current assets			
	(a) Current investments	216.37	54.07	165.16
	(b) Trade receivables	16.58	17.25	1.63
	(c) Cash and bank balances	2.58	3.24	2.11
	(d) Short-term loans and advances	0.36	4.68	3.47
	(e) Other current assets	24.25	31.71	13.41
	Sub-total - Current assets	260.14	110.95	185.78
	Total - Assets	2,534.98	1,550.79	2,481.45



Notes (contd.) :

2. Other expenses include following -

(₹ In Crore)

Particulars	Quarter ended			Half year ended		Year ended
	30.09.2013	30.06.2013	30.09.2012	30.09.2013	30.09.2012	31.03.2013
Operation & maintenance charges of windmill	1.96	1.97	1.88	3.93	3.80	7.63
Energy generation expenses	5.22	4.03	3.96	9.25	5.73	8.89

3. Due to the sudden drop in the demand for Renewable Energy Certificates (RECs) on the energy exchange during the year, considerable uncertainty has emerged over the ultimate recoverability of this "Green Initiative" incentive.

Hence in accordance with the accounting policy followed by the company, revenue from RECs is recognised only to the extent of certainty and the uncertain portion is deferred for recognition as and when collected.

Consequently, the company has recognised a provision for the loss that may be incurred due to such uncertainty, in respect of previous recognition of Revenue from RECs, aggregating ₹ 7.24 crore, expected to be a one time charge and hence disclosed as an exceptional item.

4. Utilisation of rights issue proceeds :

(₹ In Crore)

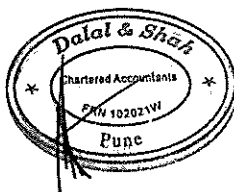
Particulars	Amount
Amount receivable from rights issue - as per letter of offer	940.44
Less : Amount not received on shares kept in abeyance	1.92
Amount received from rights issue - (A)	938.52
Deployment of rights issue proceeds :	
(a) Investment in Bajaj Finance Limited - conversion of warrants	63.96
(b) Investment in Bajaj Finance Limited - subscription to rights issue	478.67
(c) Share issue expenses	3.16
(d) General corporate purposes - investment in mutual funds	185.36
Total deployment of rights issue proceeds - (B)	731.15
Balance amount to be utilised (A - B)	207.37
Interim utilisation of balance rights issue proceeds :	
(a) Investment in debentures	101.02
(b) Investment in money market instruments and mutual funds	106.35
Total	207.37

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

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

7. ₹ 1 crore is equal to ₹ 10 million.

8. The above results have been reviewed by the Audit Committee, approved by the Board of Directors in the meeting held on 15 October 2013 and subjected to a limited review by the statutory auditors.



BY ORDER OF THE BOARD OF DIRECTORS
FOR BAJAJ FINSERV LIMITED

RAHUL BAJAJ
CHAIRMAN

Pune

Date: 15 October 2013



Bajaj Finserv Limited

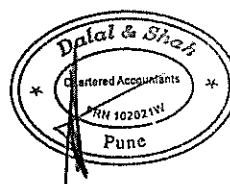
Registered Office : Mumbai - Pune Road, Akurdi, Pune 411 035

Corporate Office : Off Pune - Ahmednagar Road, Viman Nagar, Pune - 411 014

Statement of consolidated unaudited financial results for the quarter and half year ended 30 September 2013

(₹ In Crore)

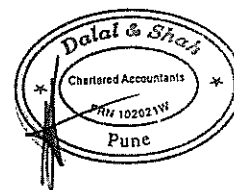
Particulars	Quarter ended			Half year ended		Year ended
	30.09.2013 (Unaudited)	30.06.2013 (Unaudited)	30.09.2012 (Unaudited)	30.09.2013 (Unaudited)	30.09.2012 (Unaudited)	31.03.2013 (Audited)
Gross revenue						
i. Gross written premium						
a) Life Insurance - Bajaj Allianz Life Insurance Co. Ltd.	1,433.56	884.13	1,592.10	2,317.69	2,803.54	6,892.70
b) General Insurance - Bajaj Allianz General Insurance Co. Ltd.	1,143.41	1,097.87	976.41	2,241.28	1,953.74	4,109.39
ii. Gross income - Bajaj Finance Ltd.	963.98	932.43	736.66	1,896.41	1,439.68	3,111.37
iii. Income from windpower generation - Bajaj Finserv Ltd.	27.33	21.91	33.21	49.24	54.67	73.38
iv. Investment income (excluding accretions on unit linked investment)	466.76	504.77	363.33	971.53	683.25	1,548.72
v. Others	20.94	24.23	19.17	45.17	37.92	77.97
Total	4,055.98	3,465.34	3,720.88	7,521.32	6,972.80	15,813.53
1 Income						
a. Income from operations	1,308.61	1,269.81	1,007.83	2,578.42	1,935.31	4,154.95
b. Transfer from Policyholders' Account	-	-	-	-	-	917.48
Total income from operations (net)	1,308.61	1,269.81	1,007.83	2,578.42	1,935.31	5,072.43
2 Expenses						
(a) Transfer to Policyholders' Account	(0.62)	6.79	(0.33)	6.17	1.94	2.35
(b) Employee benefits expense	102.95	105.59	83.59	208.54	163.37	334.28
(c) Marketing and other commission	52.61	57.49	40.58	110.10	86.07	182.66
(d) Recovery cost	41.50	35.84	29.33	77.34	57.13	119.58
(e) Loan losses and provisions	52.32	63.88	53.38	116.20	85.40	181.75
(f) Depreciation	5.40	4.42	3.76	9.82	7.38	17.27
(g) Other expenses	111.51	107.38	75.05	218.89	150.24	325.31
Total expenses	365.67	381.39	285.36	747.06	551.53	1,163.20
3 Profit from operations before other income, finance costs and exceptional items (1-2)	942.94	888.42	722.47	1,831.36	1,383.78	3,909.23
4 Other income	0.81	1.06	0.29	1.87	0.74	2.46
5 Profit from ordinary activities before finance costs and exceptional items (3+4)	943.75	889.48	722.76	1,833.23	1,384.52	3,911.69
6 Finance costs	379.85	331.05	293.19	710.90	556.29	1,203.58
7 Profit from ordinary activities after finance costs but before exceptional items (5-6)	563.90	558.43	429.57	1,122.33	828.23	2,708.11
8 Exceptional items						
Provision for loss of Renewable Energy Certificates (RECs) (See note 6)	(7.24)	-	-	(7.24)	-	-
9 Profit from ordinary activities before tax (7+8)	556.66	558.43	429.57	1,115.09	828.23	2,708.11
10 Tax expense	159.61	156.85	118.96	316.46	232.24	493.94
11 Net Profit from ordinary activities after tax (9-10)	397.05	401.58	310.61	798.63	595.99	2,214.17
12 Add: Share of Profit after tax on Investments in Associates	-	-	-	-	-	-
13 Less: Minority Interest in Net Income of subsidiaries	120.51	122.78	93.77	243.29	183.92	640.53
14 Net Profit after taxes, minority interest and share of profit / (loss) of associates (11+12-13)	276.54	278.80	216.84	555.34	412.07	1,573.64
15 Paid up Equity Share Capital (Face value of ₹ 5)	79.56	79.56	72.34	79.56	72.34	79.56
16 Reserves excluding Revaluation Reserves						7,723.53
17 Basic and Diluted Earnings Per Share (₹) (not annualised) before and after extraordinary items	17.4	17.5	14.7	34.9	27.9	103.0



	Particulars	Quarter ended			Half year ended		Year ended
		30.09.2013	30.06.2013	30.09.2012	30.09.2013	30.09.2012	31.03.2013
A	Particulars of shareholding						
1	Public shareholding @						
	Number of shares	65,419,093	65,419,093	59,500,720	65,419,093	59,500,720	65,419,093
	Percentage of shareholding	41.11%	41.11%	41.12%	41.11%	41.12%	41.11%
2	Promoters and Promoter Group Shareholding						
	(a) Pledged / Encumbered						
	Number of shares	-	-	-	-	-	-
	Percentage of shares (as a % of the total shareholding of promoters and promoter group)	-	-	-	-	-	-
	Percentage of shares (as a % of the total share capital of the company)	-	-	-	-	-	-
	(b) Non-encumbered						
	Number of shares	93,703,259	93,703,259	85,182,790	93,703,259	85,182,790	93,703,259
	Percentage of shares (as a % of the total shareholding of promoters and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
	Percentage of shares (as a % of the total share capital of the company)	58.89%	58.89%	58.88%	58.89%	58.88%	58.89%

@ including equity shares represented by GDRs

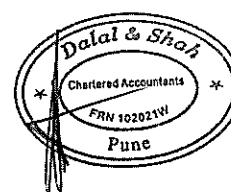
	Quarter ended
	30.09.2013
B	Investor complaints
	Pending at the beginning of the quarter
	Received during the quarter
	Disposed of during the quarter
	Remaining unresolved at the end of the quarter



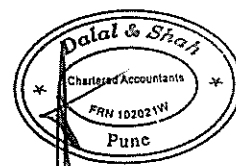
Segment-wise revenue, results and capital employed

(₹ In Crore)

	Particulars	Quarter ended			Half year ended		Year ended
		30.09.2013 (Unaudited)	30.06.2013 (Unaudited)	30.09.2012 (Unaudited)	30.09.2013 (Unaudited)	30.09.2012 (Unaudited)	31.03.2013 (Audited)
1	Segment revenue						
	Insurance						
	Gross written premium						
	Life Insurance	1,433.56	884.13	1,592.10	2,317.69	2,803.54	6,892.70
	General Insurance	1,143.41	1,097.87	976.41	2,241.28	1,953.74	4,109.39
		2,576.97	1,982.00	2,568.51	4,558.97	4,757.28	11,002.09
	Less: Reinsurance ceded	218.75	220.70	239.97	439.45	481.81	963.88
	Reserve for unexpired risk	64.37	72.97	113.58	137.34	229.35	278.82
		2,293.85	1,688.33	2,214.96	3,982.18	4,046.12	9,759.39
	Investment and other income(excluding accretions to unit linked holders)	460.96	497.38	360.83	958.34	677.41	1,510.05
	Insurance total	2,754.81	2,185.71	2,575.79	4,940.52	4,723.53	11,269.44
	Investments & Others	76.89	33.89	55.32	110.78	80.18	156.84
	Retail financing	963.98	932.43	736.66	1,896.41	1,439.68	3,111.37
	Windmill	27.33	21.91	33.21	49.24	54.67	73.38
		3,823.01	3,173.94	3,400.98	6,996.95	6,298.06	14,611.03
	Less : Inter-segment revenue	50.15	2.27	33.65	52.42	36.42	40.20
	Total	3,772.86	3,171.67	3,367.33	6,944.53	6,261.64	14,570.83
2	Segment profit / (loss) before tax and finance costs						
	Insurance						
	Life Insurance	121.30	132.84	103.24	254.14	189.29	1,343.56
	General Insurance	165.48	141.12	111.65	306.60	203.69	421.54
	Insurance total	286.78	273.96	214.89	560.74	392.98	1,765.10
	Investments & Others	15.97	7.39	3.60	23.36	7.09	45.22
	Retail financing	241.29	261.73	184.02	503.02	383.64	842.54
	Windmill	12.62	15.35	27.06	27.97	44.52	55.25
	Total	556.66	558.43	429.57	1,115.09	828.23	2,708.11
	Less: Finance costs	-	-	-	-	-	-
	Total profit before tax	556.66	558.43	429.57	1,115.09	828.23	2,708.11
3	Capital employed						
	Insurance						
	Life Insurance	4,965.22	4,864.40	3,695.55	4,965.22	3,695.55	4,795.19
	General Insurance	1,354.80	1,229.17	1,016.26	1,354.80	1,016.26	1,130.78
	Insurance total	6,320.02	6,093.57	4,711.81	6,320.02	4,711.81	5,925.97
	Investments & Others	758.90	726.81	286.98	758.90	286.98	727.74
	Retail financing	19,815.84	17,996.86	14,606.73	19,815.84	14,606.73	16,914.92
	Windmill	54.94	49.85	62.72	54.94	62.72	34.63
	Unallocable	(19.72)	(39.41)	(10.62)	(19.72)	(10.62)	(34.53)
	Total	26,929.98	24,827.68	19,657.62	26,929.98	19,657.62	23,568.73



Notes:				
1. The consolidated financial results include results of the following companies:				
	Name of the company	% shareholding and voting power of Bajaj Finserv Limited	Segment	Consolidated as
(a)	Bajaj Allianz Life Insurance Company Limited	74%	Insurance - life	Subsidiary
(b)	Bajaj Allianz General Insurance Company Limited	74%	Insurance - general	Subsidiary
(c)	Bajaj Finance Limited	61.99%	Retail Financing	Subsidiary
(d)	Bajaj Financial Solutions Limited *	100%	Others	Subsidiary
(e)	Bajaj Allianz Financial Distributors Limited	50%	Others	Joint venture
* The consolidated financial results of Bajaj Financial Solutions Limited include 100% interest in Bajaj Financial Securities Limited as a subsidiary.				
2. Disclosure of consolidated assets and liabilities as per clause 41(l)(ea) of the listing agreement for the half year ended 30 September 2013 - (₹ In Crore)				
	Particulars	As at 30.09.2013 (Unaudited)	As at 30.09.2012 (Unaudited)	As at 31.03.2013 (Audited)
A	Equity and liabilities			
1	Shareholders' funds			
	(a) Share capital	79.56	72.34	79.56
	(b) Reserves and surplus	8,270.99	5,434.87	7,723.53
	(c) Fair value change account	-	-	(1.61)
	Sub-total - Shareholders' funds	8,350.55	5,507.21	7,801.48
2	Fund for future appropriations	499.68	661.67	174.06
3	Minority Interest	3,109.57	2,148.43	2,898.92
4	Non-current liabilities			
	(a) Long-term borrowings	7,362.98	6,587.77	7,360.58
	(b) Deferred tax liabilities (net)	7.37	7.78	8.82
	(c) Linked liabilities	1,795.41	1,344.34	1,708.15
	(d) Other long term liabilities	51.38	65.57	42.77
	(e) Policy liabilities	9,232.72	6,196.93	8,043.37
	(f) Long-term provisions	116.67	76.76	83.91
	Sub-total - Non-current liabilities	18,566.53	14,279.15	17,247.60
5	Current liabilities			
	(a) Short-term borrowings	5,437.57	2,724.19	2,080.14
	(b) Trade payables	4,869.93	4,194.43	4,562.96
	(c) Linked liabilities	19,688.23	27,707.15	22,788.43
	(d) Other current liabilities	3,741.61	3,936.71	5,029.00
	(e) Policy liabilities	778.63	502.55	725.16
	(f) Short-term provisions	2,217.55	2,011.46	2,071.13
	Sub-total - Current liabilities	36,733.52	41,076.49	37,256.82
	Total - Equity and liabilities	67,259.85	63,672.95	65,378.88
B	Assets			
1	Non-current assets			
	(a) Fixed assets	788.16	713.11	780.63
	(b) Goodwill on consolidation	429.03	195.05	429.03
	(c) Non-current investments	10,587.35	8,813.06	9,249.25
	(d) Policyholders' investments	9,155.66	6,337.56	8,162.20
	(e) Assets held to cover linked liabilities	3,368.27	4,153.40	3,295.22
	(f) Deferred tax assets (net)	146.26	131.77	131.22
	(g) Long-term loans and advances	211.04	173.76	214.70
	(h) Receivable under financing activity	10,887.78	8,124.64	9,548.19
	(i) Other non-current assets	740.56	549.46	871.70
	Sub-total - Non-current assets	36,314.11	29,191.81	32,682.14
2	Current assets			
	(a) Current investments	1,341.13	555.27	686.65
	(b) Policyholders' investments	740.26	389.65	607.25
	(c) Assets held to cover linked liabilities	18,115.37	24,898.09	21,201.36
	(d) Assets held to cover discontinued funds	66.26	27.96	48.98
	(e) Receivable under financing activity	8,094.35	6,590.53	7,195.45
	(f) Trade receivables	303.89	218.50	353.02
	(g) Cash and bank balances	941.77	771.30	1,603.14
	(h) Short-term loans and advances	422.22	331.87	371.05
	(i) Other current assets	920.49	697.97	629.84
	Sub-total - Current assets	30,945.74	34,481.14	32,696.74
	Total - Assets	67,259.85	63,672.95	65,378.88



Notes (contd.) :

3. For the purpose of consolidated financials the surplus of the insurance business revenue accounts together with shareholders income in accordance with the reporting framework of IRDA, amounting to ₹ 576.28 crore for the current half year, has been recognised as "income from operations" (corresponding previous half year surplus ₹ 397.94 crore and previous year surplus ₹ 856.02 crore). Transfers from Policyholders' revenue accounts is recognised in total income, but does not form part of segment revenue as for reporting segment information, segment revenues for both insurance businesses represent the premiums earned and other income.

4. Policyholders' surplus, if any, will be transferred to shareholders' account at the yearend on the basis of audited accounts.

5. In accordance with the directions of IRDA, Bajaj Allianz General Insurance Company Limited ('the Company'), together with other direct general insurance companies, had participated in the Motor Pool from 01 April 2007 till 31 March 2012, when the Pool was dismantled and replaced by a Declined Risk Pool (DRP).

In financial year 2011-12, in accordance with the Orders of IRDA, the Company had deferred transitional liability of ₹ 239.77 crore to be absorbed equally over the financial years 2012-13 and 2013-14. Accordingly, for the period ended 30 September 2013, the Company has absorbed prorated transitional losses of ₹ 59.94 crore and the deferred transitional liability as on 30 September 2013 is ₹ 59.94 crore.

6. Due to the sudden drop in the demand for Renewable Energy Certificates (RECs) on the energy exchange during the year, considerable uncertainty has emerged over the ultimate recoverability of this "Green Initiative" incentive.

Hence in accordance with the accounting policy followed by the company, revenue from RECs is recognised only to the extent of certainty and the uncertain portion is deferred for recognition as and when collected.

Consequently, the company has recognised a provision for the loss that may be incurred due to such uncertainty, in respect of previous recognition of Revenue from RECs, aggregating ₹ 7.24 crore, expected to be a one time charge and hence disclosed as an exceptional item.

7. Utilisation of rights issue proceeds :

(₹ In Crore)

Particulars	Amount
Amount receivable from rights issue - as per letter of offer	940.44
Less : Amount not received on shares kept in abeyance	1.92
Amount received from rights issue - (A)	938.52
Deployment of rights issue proceeds :	
(a) Investment in Bajaj Finance Limited - conversion of warrants	63.96
(b) Investment in Bajaj Finance Limited - subscription to rights issue	478.67
(c) Share issue expenses	3.16
(d) General corporate purposes - investment in mutual funds	185.36
Total deployment of rights issue proceeds - (B)	731.15
Balance amount to be utilised (A - B)	207.37

Interim utilisation of balance rights issue proceeds :

(a) Investment in debentures	101.02
(b) Investment in money market instruments and mutual funds	106.35
Total	207.37

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

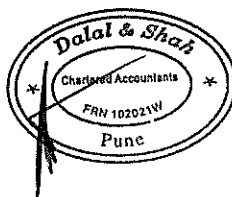
(₹ In Crore)

Particulars	Quarter ended			Half year ended		Year ended
	30.09.2013	30.06.2013	30.09.2012	30.09.2013	30.09.2012	
Income from operations & other income	83.28	31.57	69.36	114.85	96.93	152.25
Profit before tax	62.69	17.97	56.18	80.66	72.14	79.16
Profit after tax	56.36	11.11	46.97	67.47	56.99	50.84

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

10. ₹ 1 crore is equal to ₹ 10 million.

11. The above results have been reviewed by the Audit Committee, approved by the Board of Directors in the meeting held on 15 October 2013 and subjected to a limited review by the statutory auditors.



BY ORDER OF THE BOARD OF DIRECTORS
FOR BAJAJ FINSERV LIMITED

RAHUL BAJAJ
CHAIRMAN

Pune

Date: 15 October 2013

The Board of Directors
Bajaj Finserv Limited
Bajaj Auto Limited Complex
Mumbai-Pune Road,
Akurdi, Pune :- 411035

1. We have reviewed the results of Bajaj Finserv Limited (the "Company") for the quarter ended September 30, 2013 which are included in the accompanying 'Statement of standalone unaudited financial results for the quarter and half year ended 30 September 2013' and the statement of assets and liabilities as on that date (the "Statement"), except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the Management but have neither been reviewed nor been audited by us. The Statement has been prepared by the Company pursuant to Clause 41 of the Listing Agreement with the Stock Exchanges in India, which has been initialled by us for identification purposes. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, *"Review of Interim Financial Information Performed by the Independent Auditor of the Entity"* issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement.
3. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion
4. We have only traced the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' in the Statement from the disclosures made by the Management and are, therefore, not expressing a review opinion thereon.
5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 as per Section 211(3C) of the Companies Act, 1956 and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

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



.....
Anish P Amin
Partner
Membership Number: 40451

Pune
October 15, 2013

Press Release

Financial Results – Q2 FY14

Gross revenue ↑ 9%; Profit after tax ↑ 28%

A meeting of the Board of Directors of Bajaj Finserv Limited was held today to consider and approve the results for Q2 FY14.

Bajaj Finserv Limited (BFS), a holding company, represents Bajaj Group in the financial services space through its subsidiaries, whose results it consolidates. Bajaj Finserv participates in the insurance business through - 74% holding in Bajaj Allianz Life Insurance Company Ltd. and Bajaj Allianz General Insurance Company Ltd. and in the lending business through - 61.99% holding in Bajaj Finance Ltd.

In a challenging economic environment of slow growth, high inflation and high interest rates, the Company has performed well.

HIGHLIGHTS – Q2 FY14 v/s Q2 FY13

✓ Consolidated gross revenue	– ₹ 4,056 crore	v/s ₹ 3,721 crore	↑ 9%
✓ Consolidated income from operations	– ₹ 1,309 crore	v/s ₹ 1,008 crore	↑ 30%
✓ Consolidated profit after tax	– ₹ 277 crore	v/s ₹ 217 crore	↑ 28%
✓ Bajaj Finance, profit after tax	– ₹ 167 crore	v/s ₹ 129 crore	↑ 30%
✓ General insurance, profit after tax	– ₹ 113 crore	v/s ₹ 78 crore	↑ 45%
✓ Life insurance, shareholders' profit after tax	– ₹ 107 crore	v/s ₹ 89 crore	↑ 20%

HIGHLIGHTS - H1 FY14 v/s H1 FY13

✓ Consolidated gross revenue	– ₹ 7,521 crore	v/s ₹ 6,973 crore	↑ 8%
✓ Consolidated income from operations	– ₹ 2,578 crore	v/s ₹ 1,935 crore	↑ 33%
✓ Consolidated profit after tax	– ₹ 555 crore	v/s ₹ 412 crore	↑ 35%
✓ Bajaj Finance, profit after tax	– ₹ 343 crore	v/s ₹ 267 crore	↑ 28%
✓ General insurance, profit after tax	– ₹ 213 crore	v/s ₹ 142 crore	↑ 50%
✓ Life insurance, shareholders' profit after tax	– ₹ 222 crore	v/s ₹ 163 crore	↑ 36%

Summary of consolidated results is given in **Annexure A**.

A synopsis on the performance of the individual companies is given below:

A. Bajaj Finance Limited (BFL)

- Total income for Q2 FY14 **increased** by **31%** to **₹ 964 crore** v/s ₹ 737 crore in Q2 FY13.
- Profit after tax for Q2 FY14 **increased** by **30%** to **₹ 167 crore** v/s ₹ 129 crore in Q2 FY13.
- Deployments **increased** by **20%** to **₹ 5,199 crore** in Q2 FY14 v/s ₹ 4,334 crore in Q2 FY13.
- Assets under management stood at **₹ 19,829 crore** as on 30 September 2013 v/s ₹ 17,517 crore as on 31 March 2013.
- Net NPA for Q2 FY14 stood at **0.26%**.
- Capital adequacy ratio stood at a healthy **20.9%**.

Summary of financial results is given in **Annexure B**.

B. Bajaj Allianz General Insurance Company Limited (BAGIC)

- Gross written premium (excluding motor pool) for Q2 FY14 **increased** by **17%** to **₹ 1,143 crore** v/s ₹ 976 crore in Q2 FY13.
- Profit after tax **increased** by **45%** to **₹ 113 crore** in Q2 FY14 v/s ₹ 78 crore in Q2 FY13.
- Net earned premium (excluding motor pool) for Q2 FY14 stood at **₹ 881 crore** v/s ₹ 639 crore in Q2 FY13 – an **increase** of **38%**.
- Underwriting profit for Q2 FY14 was **₹ 56 crore** v/s ₹ 49 crore in Q2 FY13 – an **increase** of **14%**.
Investment income for Q2 FY14 **increased** by **23%** from ₹ 117 crore to **₹ 144 crore**.
- Claim ratio (including motor pool losses) stood at **70.2%** in Q2 FY14 v/s 67.5% in Q2 FY13.
- Combined ratio (including motor pool losses) was **95.8%** in Q2 FY14 v/s 96.2% in Q2 FY13.
- Cash and investments as on 30 September 2013 stood at **₹ 6,339 crore**.

Summary of financial results and key ratios is given in **Annexure C**.

C. Bajaj Allianz Life Insurance Company Limited (BALIC)

- New business premium for Q2 FY14 was ₹ 659 crore v/s ₹ 651 crore in Q2 FY13.
- Shareholders' profit during the current quarter was ₹ 107 crore v/s ₹ 89 crore in Q2 FY13 – an increase of 20%.
- Renewal premium for Q2 FY14 was ₹ 775 crore v/s ₹ 941 crore in Q2 FY13.
- Gross written premium was ₹ 1,434 crore in Q2 FY14 v/s ₹ 1,592 crore in Q2 FY13.
- Solvency ratio stood at a healthy 710% as on 30 September 2013 as against the minimum regulatory requirement of 150%.
- Total investments as at 30 September 2013 stood at ₹ 36,961 crore.

Summary of financial results is given in **Annexure D**.



Sanjiv Bajaj
Managing Director
15 October 2013

Annexure A - Consolidated results of BFS

(₹ In Crore)		Q2 FY14	Q2 FY13	H1 FY14	H1 FY13	FY13
	Gross revenue					
	i. Gross written premium					
	a) Life Insurance - Bajaj Allianz Life Insurance Co. Ltd.	1,433.56	1,592.10	2,317.69	2,803.54	6,892.70
	b) General Insurance - Bajaj Allianz General Insurance Co. Ltd.	1,143.41	976.41	2,241.28	1,953.74	4,109.39
	ii. Gross income - Bajaj Finance Ltd.	963.98	736.66	1,896.41	1,439.68	3,111.37
	iii. Income from windpower generation - Bajaj Finserv Ltd.	27.33	33.21	49.24	54.67	73.38
	iv. Investment income (excluding accretions on unit linked investment)	466.76	363.33	971.53	683.25	1,548.72
	v. Others	20.94	19.17	45.17	37.92	77.97
	Total	4,055.98	3,720.88	7,521.32	6,972.80	15,813.53
1	Income					
a.	Income from operations	1,308.61	1,007.83	2,578.42	1,935.31	4,154.95
b.	Transfer from Policyholders' Account	-	-	-	-	917.48
	Total income from operations (net)	1,308.61	1,007.83	2,578.42	1,935.31	5,072.43
2	Expenses					
	(a) Transfer to Policyholders' Account	(0.62)	(0.33)	6.17	1.94	2.35
	(b) Employee benefits expense	102.95	83.59	208.54	163.37	334.28
	(c) Marketing and other commission	52.61	40.58	110.10	86.07	182.66
	(d) Recovery cost	41.50	29.33	77.34	57.13	119.58
	(e) Loan losses and provisions	52.32	53.38	116.20	85.40	181.75
	(f) Depreciation	5.40	3.76	9.82	7.38	17.27
	(g) Other expenses	111.51	75.05	218.89	150.24	325.31
	Total expenses	365.67	285.36	747.06	551.53	1,163.20
3	Profit from operations before other income, finance costs and exceptional items (1-2)	942.94	722.47	1,831.36	1,383.78	3,909.23
4	Other income	0.81	0.29	1.87	0.74	2.46
5	Profit from ordinary activities before finance costs and exceptional items (3+4)	943.75	722.76	1,833.23	1,384.52	3,911.69
6	Finance costs	379.85	293.19	710.90	556.29	1,203.58
7	Profit from ordinary activities after finance costs but before exceptional items (5-6)	563.90	429.57	1,122.33	828.23	2,708.11
8	Exceptional items					
	Provision for loss of Renewable Energy Certificates (RECs)	(7.24)	-	(7.24)	-	-
9	Profit from ordinary activities before tax (7+8)	556.66	429.57	1,115.09	828.23	2,708.11
10	Tax expense	159.61	118.96	316.46	232.24	493.94
11	Net Profit from ordinary activities after tax (9-10)	397.05	310.61	798.63	595.99	2,214.17
12	Add: Share of Profit after tax on Investments in Associates	-	-	-	-	-
13	Less: Minority Interest in Net Income of subsidiaries	120.51	93.77	243.29	183.92	640.53
14	Net Profit after taxes, minority interest and share of profit / (loss) of associates (11+12-13)	276.54	216.84	555.34	412.07	1,573.64
15	Basic and Diluted Earnings Per Share (₹) (not annualised) before and after extraordinary items	17.4	14.7	34.9	27.9	103.0

Annexure B - Summary financial results of BFL

₹ In Crore	Q2 FY14	Q2 FY13	H1 FY14	H1 FY13	FY13
Total income	964	737	1,896	1,440	3,111
Interest expenses	382	295	713	558	1,205
Net interest income	582	442	1,183	882	1,906
Operating expenses	277	199	547	400	852
Loan losses and provisions	52	53	116	85	182
Profit before tax	253	190	520	397	872
Profit after tax	167	129	343	267	591
Earnings per share (EPS), basic, ₹	33.6*	30.2*	68.9*	62.9*	135.7
Earnings per share (EPS), diluted, ₹	33.4*	29.8*	68.4*	61.9*	134.7

*Not annualised

Annexure C - Summary financial results of BAGIC

₹ In Crore	Q2 FY14	Q2 FY13	H1 FY14	H1 FY13	FY13
Gross written premium *	1,143	976	2,241	1,916	4,063
Net earned premium *	881	639	1,697	1,240	2,709
Underwriting profit excluding motor pool losses	56	49	93	110	180
Provision for motor pool losses	-34	-54	-69	-123	-235
Investment income	144	117	283	217	477
Profit before tax	166	112	307	204	422
Profit after tax	113	78	213	142	295

Key ratios

Claim ratio (excluding pool losses)**	66.7%	59.0%	66.9%	57.8%	62.0%
Claim ratio (including pool losses)**	70.2%	67.5%	70.6%	68.6%	72.4%
Combined ratio (excluding pool losses)***	92.2%	87.6%	92.9%	86.2%	89.4%
Combined ratio (including pool losses)***	95.8%	96.2%	96.6%	96.2%	99.5%

* Figures are excluding inward reinsurance premiums from motor pool

** (Net claims incurred divided by Net Earned Premium).

*** (Net claims incurred divided by Net Earned Premium) + (Expenses of management including net Commission divided by Net Written Premium).

Claim ratios and Combined ratios for Q2 FY13, H1 FY13 and FY13 are re-stated in accordance with the Master Circular on 'Preparation of Financial statements of General Insurance Business' issued by IRDA effective from 1 April 2013.

Pool losses include the impact of the erstwhile IMTPIP and Declined Risk Pool.

Annexure D - Summary financial results of BALIC

₹ In Crore	Q2 FY14	Q2 FY13	H1 FY14	H1 FY13	FY13
Gross written premium	1,434	1,592	2,318	2,804	6,893
New business premium	659	651	1,097	1,135	2,988
Renewal premium	775	941	1,221	1,669	3,905
Policyholders' surplus*	145	220	326	433	863
Shareholders' profit	107	89	222	163	368
Total profit (policyholders' + shareholders')	252	309	548	596	1,231
Total shareholders' profit **					1,286

** Policyholders' surplus, if any, will be transferred to shareholders' account in Q4 FY14 after audited accounts.

**Shareholders' profit for the year comprises of profit for the year - ₹ 368 crore, distribution of surplus from policyholders' account - ₹ 833 crore and release from "reserve for lapsed unit linked policies unlikely to be revived" - ₹ 85 crore.