



Bajaj Holdings & Investment Limited
(formerly Bajaj Auto Limited)

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Press release

Financial results – Q1 FY21

A meeting of the Board of Directors of Bajaj Holdings & Investment Limited (BHIL) was held today i.e. 22 July 2020 to consider and approve the results for Q1 FY21.

Details about BHIL and companies consolidated in it, are included separately at the bottom of this release.

1. Highlights - Q1 FY21 v/s Q1 FY20

- ✓ Standalone profit after tax - ₹ **43 crore** v/s ₹ 23 crore
- ✓ Consolidated profit after tax - ₹ **679 crore** v/s ₹ 669 crore

2. Standalone results

Details of standalone financials are given below:

₹ In Crore	Q1 FY21	Q1 FY20	FY20
Dividend received	4	5	1,885
Profit on fixed income securities (net)	15	3	30
Interest on investments and other income	81	75	291
Total income	100	83	2,206
Profit after tax (a)	43	23	1,827
Other comprehensive income, net of tax (b)	789	(46)	(1,161)
Total comprehensive income (a) + (b)	832	(23)	666

Since equity markets recovered significantly from steep fall in March 2020, mark to market gain on equity investments for Q1 FY21 stood at ₹ 767 crore as compared to mark to market loss of ₹ 1,248 crore for FY20 (mainly for Q4 FY20). These gains/losses are reflected in other comprehensive income.

3. Consolidated results

- ✓ Due to COVID-19 and lockdowns, Bajaj Auto's sales in numbers were lower by 64% during Q1 FY21 as compared to corresponding quarter of last year. As a result, BAL (consolidated) profit after tax stood at ₹ 396 crore in Q1 FY21 v/s ₹ 1,012 crore in Q1 FY20.
- ✓ BFS (consolidated) profit after tax stood at ₹ 1,215 crore in Q1 FY21 v/s ₹ 845 crore in Q1 FY20 – an increase of 44%. This was despite higher COVID-19 contingency provision by BFL, but also helped by mark-to-market gains on equity investments held by two insurance companies and lower claim ratio at BAGIC.
- ✓ Consequently, BHIL's consolidated profit after tax stood at ₹ 679 crore in Q1 FY21 v/s ₹ 669 crore in Q1 FY20.

Summary of consolidated financials of BHIL is as under:

₹ In Crore	Q1 FY21	Q1 FY20	FY20
Total income	105	89	436
Share of profits of associates	635	645	3,058
Profit after tax	679	669	2,992

4. Investments

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

₹ In Crore	30-Jun-20		31-Mar-20	
	Cost	Market value	Cost	Market value
Strategic equity investments in group companies	3,135	66,023	3,135	49,914
Equity shares – others	2,561	3,830	2,461	3,225
Fixed income securities	3,545	3,659	3,610	3,650
Investment properties	183	273	184	273
Total	9,424	73,785	9,390	57,062

As against a book value of ₹ 1,035 per share, NAV of the above investments was ₹ 6,630 per share as on 30 June 2020.

Anant Marathe
CFO

22 July 2020

About BHIL:

BHIL is essentially a holding and investment company.

It holds strategic stakes in Bajaj Auto Ltd., Bajaj Finserv Ltd. and Maharashtra Scooters Ltd., which it consolidates and other investments of over ₹ 7,000 crore (at market value).

As required by regulation, BHIL has adopted Indian Accounting Standards (Ind AS) from FY19 and the previous period figures are comparable.

The details of major group companies consolidated in BHIL have been given below:

Stake consolidated	Explanation	Consolidation method
Bajaj Auto Ltd. (BAL)* 35.77%	BHIL's direct stake in BAL 33.43% + MSL's 2.34% stake in BAL	Equity pick-up
Bajaj Finserv Ltd. (BFS) @ 41.63%	BHIL's direct stake in BFS 39.29% + MSL's 2.34% stake in BFS	Equity pick-up
Maharashtra Scooters Ltd. (MSL) 51%	BHIL's direct stake in MSL 51%	Full line by line consolidation

* BAL comprises of	48% stake in KTM AG, Austria Equity pickup of BHIL share in BAL's profit is net of elimination of cross-holding of BAL in BHIL of 3.14%
@ BFS comprises of	53% stake in Bajaj Finance Ltd. (BFL) 74% stake in Bajaj Allianz General Insurance Company Ltd. (BAGIC) 74% stake in Bajaj Allianz Life Insurance Company Ltd. (BALIC)

BHIL is part of BSE 200 and Nifty 200 index of top 200 companies listed in India. BAL, BFS and BFL are included in the benchmark BSE Sensex and Nifty 50 index of large cap stocks. MSL is listed too.

Annexure A - Consolidated results of BHIL

(₹ In Crore)		Q1 FY21	Q1 FY20	FY20
1	Income			
	Interest income	64.02	64.60	247.19
	Dividend income	3.79	5.24	79.11
	Rental income	4.69	4.30	18.01
	Net gain on fair value changes	16.34	3.08	33.69
	Revenue from contracts with customers - Sale of goods	1.41	1.37	15.38
	Total revenue from operations	90.25	78.59	393.38
	Other income	15.11	10.54	42.31
	Total income	105.36	89.13	435.69
2	Expenses			
	Employee benefits expenses	11.33	10.80	44.54
	Finance costs - Interest on operating lease liability	0.95	2.58	12.54
	Cost of raw materials consumed	0.50	1.09	9.39
	Changes in inventories of finished goods, work-in-progress	0.02	(0.74)	(1.73)
	Depreciation, amortisation and impairment	8.39	8.25	33.33
	Other expenses	10.80	22.37	81.76
	Total expenses	31.99	44.35	179.83
3	Share of profits of associates and joint venture	634.90	645.32	3,057.81
4	Profit before tax (1-2+3)	708.27	690.10	3,313.67
5	Tax expense			
	Current tax	29.93	19.39	87.44
	Deferred tax	(1.50)	0.60	146.04
	Total tax expense	28.43	19.99	233.48
6	Profit after tax (4-5)	679.84	670.11	3,080.19
7	Profit attributable to non-controlling interests	0.71	0.83	88.19
8	Profit for the period (6-7)	679.13	669.28	2,992.00
9	Other comprehensive income, net of tax (including share of associates and joint venture)			
	(a) Items that will not be reclassified to profit or loss	1,955.57	3,790.79	47.12
	(b) Items that will be reclassified to profit or loss	65.08	(10.76)	272.61
	Total other comprehensive income, net of tax	2,020.65	3,780.03	319.73
10	Total comprehensive income (6+9)	2,700.49	4,450.14	3,399.92
11	Profit attributable to:			
	Owners of the company	679.13	669.28	2,992.00
	Non-controlling interests	0.71	0.83	88.19
12	Total comprehensive income attributable to:			
	Owners of the company	2,194.30	4,273.67	4,339.89
	Non-controlling interests	506.19	176.47	(939.97)
13	Paid-up equity share capital (Face value of ₹ 10)	111.29	111.29	111.29
14	Other equity			27,652.25
15	Basic and diluted earnings per share (₹) (not annualised)	61.0	60.1	268.8