

PRESS RELEASE

2nd QUARTER RESULTS: FINANCIAL YEAR 2010-11

A meeting of the Board of Directors of Bajaj Holdings & Investment Limited (BHIL) was held today to consider and approve the results for the 2nd quarter of FY 2010-11.

1. CONSOLIDATED RESULTS

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

Name of the company	% shareholding and voting power of BHIL	Consolidated as
a. Bajaj Auto Limited (BAL)*	31.49%	Associate
b. Bajaj Finserv Limited (BFS)*	37.50%	Associate
c. Bajaj Auto Holdings Limited	100%	Subsidiary
d. Maharashtra Scooters Limited	24%	Joint venture

*Consolidated

With each of the underlying group companies having performed well during the current quarter, consolidated profit has almost doubled from Rs. 326 crores for Q2/2009-10 to **Rs. 649 crores** for Q2/2010-11.

- ✓ BAL (standalone) has recorded its highest ever quarterly net profit of **Rs. 682 crores** v/s Rs. 403 crores.
- ✓ BFS (consolidated) has recorded net profit of **Rs. 69 crores** v/s Rs. 44 crores.

Summary of consolidated financials of BHIL are as under:

Rs. in crores	Q2 2010-11	Q2 2009-10	H1 2010-11	H1 2009-10	FY 2009-10
Net sales & other income	427	211	574	515	719
Income from associates after tax	241	125	447	219	690
Profit before tax	665	334	1014	729	1399
Profit after tax	649	326	986	711	1363

2. STANDALONE RESULTS

The performance of the company is directly related to the performance of its investments. The equity market has been extremely buoyant. This gave the company an opportunity to book profits on some of its investments - profit on sale of investments (net) was **Rs. 374 crores** for Q2/2010-11 as compared to a profit of Rs. 180 crores during corresponding quarter of previous year.

Details of income from operation are given below:

Rs. in crores	Q2 2010-11	Q2 2009-10	H1 2010-11	H1 2009-10	FY 2009-10
Dividend :					
- From BAL & BFS	187	103	187	103	103
- From others	9	5	34	35	38
Profit on sale of investments (net)	374	180	462	436	590
Interest & other income	38	20	69	37	81
Income from Operations	608	308	752	611	812

Profit for the current quarter, on standalone basis, stood at **Rs.590 crores** for Q2/2010-11 as against Rs. 299 crores during corresponding quarter of previous year.

3. INVESTMENTS

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

Rs. in crores	30-Sep-10		31-Mar-10	
	Cost	Market Value	Cost	Market Value
Equity shares – BAL & BFS	554	16295	422	10887
Equity shares - Others	1421	3407	1432	3143
Fixed income securities	2356	2398	2164	2193
Total	4331	22100	4018	16223

Sanjiv Bajaj

Director

19th October 2010