

21 October 2022

To Corporate Relations Department. BSE Limited 1 st Floor, New Trading Ring, Rotunda Building, P J Tower, Dalal Street, Fort, Mumbai 400 001	To Corporate Listing Department. National Stock Exchange of India Ltd Exchange Plaza, 5 th Floor Plot No.C-1, G Block, Bandra-Kurla Complex, Bandra (East), Mumbai 400 051
BSE Code: 532978	NSE Code: BAJAJFINSV

Dear Sir/Madam,

Sub.: Outcome of Meeting of Board of Directors

In terms of the provisions of Regulation 30 (read with Part A of Schedule III) and Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as amended, this is to inform that Board, at its meeting held today, i.e., 21 October 2022, approved the unaudited standalone and consolidated financial results of the Company prepared as per Indian Accounting Standard (Ind AS) for the quarter and half year ended 30 September 2022.

A copy of the said standalone and consolidated financial results along with Limited Review reports and press release are enclosed herewith. The Limited Review Reports are submitted with unmodified opinion(s) (free from any qualifications).

The Board Meeting commenced at 11.00 a.m. and concluded at 1:15 p.m. 

We request you to kindly take this on record.

Thanking you,

Yours faithfully,
For **BAJAJ FINSERV LIMITED**



UMA SHENDE
COMPANY SECRETARY

Email ID: investors@bajajfinserv.in



Encl.: As above

Bajaj Finserv Limited

Independent Auditor's review report on unaudited standalone quarterly financial results and standalone year-to-date results of Bajaj Finserv Limited under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors of
Bajaj Finserv Limited

Introduction

1. We have reviewed the accompanying statement of unaudited standalone financial results of Bajaj Finserv Limited ('the Company') for the quarter ended 30 September 2022 and year to date results for the period from 1 April 2022 to 30 September 2022 ('the Statement'), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors of the Company, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard ('Ind AS') 34 'Interim Financial Reporting' specified in section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.

Scope of Review

3. We conducted our review in accordance with the Standard on Review Engagements ('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 Statement is free of material misstatement. 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.

Conclusion

4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the applicable Ind AS and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.



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Other Matter

5. Attention is drawn to the fact that the unaudited standalone financial results of the Company for the corresponding quarter ended 30 September 2021 and for the period from 01 April 2021 to 30 September 2021 were reviewed by predecessor auditor whose report dated 28 October 2021, expressed an unmodified conclusion on those unaudited standalone financial results.

Our conclusion on the Statement is not modified in respect of the above matter.

For **KKC & Associates LLP**

Chartered Accountants

(formerly Khimji Kunverji & Co LLP)

Firm Registration Number: 105146W/W100621

Ketan S Vikamsey

Ketan S Vikamsey

Partner

ICAI Membership No: 044000

UDIN: 22044000BAMWQZ7371



Place: Mumbai

Date: 21 October 2022

Independent Auditor's review report on unaudited consolidated quarterly financial results and consolidated year-to-date results of Bajaj Finserv Limited under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors of
Bajaj Finserv Limited

Introduction

1. We have reviewed the accompanying statement of unaudited consolidated financial results of Bajaj Finserv Limited ('the Parent' or 'the Company') and its subsidiaries (the Parent and its subsidiaries together referred to as 'the Group') and its share of the net profit after tax / net loss and total comprehensive income/(loss) of its joint venture for the quarter ended 30 September 2022 and year to date results for the period from 1 April 2022 to 30 September 2022 ('the Statement'), being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard ('Ind AS') 34 'Interim Financial Reporting' prescribed under section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.

Scope of Review

3. We conducted our review of the Statement in accordance with the Standard on Review Engagements ('SRE') 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular Issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

4. The Statement includes the result of the following entities:

Name of the entity	Relationship
Bajaj Finserv Limited	The Holding Company
Bajaj Finance Limited	Subsidiary
Bajaj Allianz General Insurance Company Limited	Subsidiary
Bajaj Allianz Life Insurance Company Limited	Subsidiary
Bajaj Finserv Direct Limited	Subsidiary
Bajaj Finserv Health Limited	Subsidiary
Bajaj Finserv Asset Management Limited	Subsidiary



Bajaj Finserv Mutual Fund Trustee Limited	Subsidiary
Bajaj Finserv Ventures Limited	Subsidiary
Bajaj Housing Finance Limited	Subsidiary of Bajaj Finance Limited
Bajaj Finance Securities Limited	Subsidiary of Bajaj Finance Limited
Bajaj Allianz Financial Distributors Limited	Joint Venture, including its wholly owned subsidiary Bajaj Allianz Staffing Solutions Limited

Conclusion

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors and management prepared financial information referred to in paragraph 7 & 8 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Ind AS and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Other Matters

6. Attention is drawn to the following:

- 6.1 The auditors of Bajaj Allianz Life Insurance Company Limited ('BALIC'), a subsidiary, have reported that the actuarial valuation of liabilities for life policies in force and for policies in respect of which premium has been discontinued but liability exists as at 30 September 2022 is the responsibility of the Appointed Actuary (the "Appointed Actuary") and in his opinion, the assumption for such valuation are in accordance with Ind AS 104 "Insurance Contract", Ind AS 109 "Financial Instrument", the guidelines and norms issued by Insurance Regulatory and Development Authority of India ("IRDAI" / "Authority") and the Institute of Actuaries of India in concurrence with the Authority. BALIC's auditors have relied on the appointed actuary's certificate in this regard for forming opinion on the Valuation of liabilities for policies in force and for policies in respect of which premium has been discontinued but liability exist.

Our conclusion on the Statement is not modified in respect of this matter based on the conclusion expressed by the auditors of BALIC.

- 6.2 We, in case of Bajaj Allianz General Insurance Company Limited ('BAGIC'), a subsidiary, have reported that the actuarial valuation of liabilities for Incurred But Not Reported and Incurred But Not Enough Reported claims of the Company is responsibility of the Appointed Actuary. The actuarial valuation of these liabilities as at 30 September 2022 has been duly certified by the appointed actuary. The appointed actuary has also certified that in his opinion, the assumptions for such valuation are in accordance with the guidelines and norms issued by the Insurance Regulatory and Development Authority of India ('IRDAI') and the Institute of Actuaries of India in concurrence with IRDAI, Ind AS 104 "Insurance Contracts" and Ind AS 109 "Financial Instruments". We have relied upon Appointed Actuary's certificate in this regard for forming conclusion.

Our conclusion on the Statement is not modified in respect of this matter.

7. We did not review the financial results of four subsidiaries included in the Statement, whose financial results, reflect total assets of Rs. 3,25,374.35 crores as at 30 September 2022 and total revenues of Rs. 15,364.66 crores and Rs. 26,878.76 crores, total net profit after tax of Rs. 2,924.91 crore and Rs. 5,451.22 crores and total comprehensive income of Rs. 3,208.21 crores and Rs. 5,033.61 crores for the quarter ended 30 September 2022



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and for the period from 1 April 2022 to 30 September 2022 respectively, and cash outflows (net) of Rs. 3,492.89 crores for the period from 1 April 2022 to 30 September 2022, as considered in the Statement. These financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of the above matter.

8. The Statement includes the financial information of five subsidiaries, which have not been reviewed by the auditors, whose financial information reflect total assets of Rs. 1,086.43 crores as at 30 September 2022 and total revenue of Rs. 132.65 crores and Rs. 246.92 crores, total net loss of Rs. 67.27 crores and Rs. 138.67 crores and total comprehensive loss of Rs. 67.04 crores and Rs. 138.21 crores for the quarter ended 30 September 2022 and for the period from 1 April 2022 to 30 September 2022 respectively, and cash outflows (net) of Rs. 20.31 crores for the period from 1 April 2022 to 30 September 2022, as considered in the Statement. The Statement also includes the Group's share of net profit after tax of Rs. 0.12 crores and net loss of Rs. 0.73 crores and total comprehensive income of Rs. 0.12 crores and total comprehensive loss of Rs. 0.73 crores for the quarter ended 30 September 2022 and for the period from 1 April 2022 to 30 September 2022, respectively, in respect of one joint venture, based on its financial information which have not been reviewed by their auditors. According to the information and explanations given to us by the Management, these financial information are not material to the Group.

Our conclusion on the Statement is not modified in respect of the above matter.

9. Attention is drawn to the fact that the unaudited consolidated financial results of the Company for the corresponding quarter ended 30 September 2021 and for the period from 1 April 2021 to 30 September 2021 were reviewed by predecessor auditor whose report dated 28 October 2021, expressed an unmodified conclusion on those unaudited consolidated financial results.

Our conclusion on the Statement is not modified in respect of the above matter.

For **KKC & Associates LLP**

Chartered Accountants

(formerly Khimji Kunverji & Co LLP)

Firm Registration Number: 105146W/W10062

Ketan S Vikamsey

Ketan S Vikamsey

Partner

ICAI Membership No: 044000

UDIN: 22044000BAMWTI6112



Place: Mumbai

Date: 21 October 2022



Bajaj Finserv Limited

CIN : L65923PN2007PLC130075

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

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

Website : www.bajajfinserv.in ; E-mail : investors@bajajfinserv.in ; Telephone : +91 20 71576064

Statement of standalone unaudited financial results for the quarter and half year ended 30 September 2022

(₹ In Crore)

Particulars	Quarter ended			Half year ended		Year ended
	30.09.2022 (Reviewed)	30.06.2022 (Reviewed)	30.09.2021 (Reviewed)	30.09.2022 (Reviewed)	30.09.2021 (Reviewed)	31.03.2022 (Audited)
1 Income						
Interest income	24.32	17.87	18.07	42.19	34.80	71.83
Dividend income	635.64	313.02	317.82	948.66	317.82	510.66
Rental income	0.49	0.48	0.48	0.97	0.96	1.93
Windpower income	9.31	7.96	10.34	17.27	15.29	29.38
Net gain on fair value changes	1.57	1.91	2.37	3.48	3.10	10.03
Total revenue from operations	671.33	341.24	349.08	1,012.57	371.97	623.83
Other income	18.09	15.60	18.32	33.69	36.25	105.17
Total income	689.42	356.84	367.40	1,046.26	408.22	729.00
2 Expenses						
Employee benefits expenses	30.78	30.53	32.56	61.31	61.06	111.77
Depreciation, amortisation and impairment	0.79	0.78	1.24	1.57	2.44	4.22
Other expenses	15.32	13.37	16.63	28.69	27.22	49.79
Total expenses	46.89	44.68	50.43	91.57	90.72	165.78
3 Profit before tax (1-2)	642.53	312.16	316.97	954.69	317.50	563.22
4 Tax expense						
Current tax	155.82	77.97	79.93	233.79	80.07	141.29
Deferred tax	1.63	1.14	(1.45)	2.77	(1.43)	(2.30)
Total tax expense	157.45	79.11	78.48	236.56	78.64	138.99
5 Profit after tax (3-4)	485.08	233.05	238.49	718.13	238.86	424.23
6 Other comprehensive income, net of tax						
(a) Items that will not be reclassified to profit or loss	(0.08)	(0.07)	(0.08)	(0.15)	(0.15)	(1.60)
(b) Items that will be reclassified to profit or loss	-	-	-	-	-	-
Total other comprehensive income, net of tax	(0.08)	(0.07)	(0.08)	(0.15)	(0.15)	(1.60)
7 Total comprehensive income (5+6)	485.00	232.98	238.41	717.98	238.71	422.63
8 Paid-up equity share capital (Face value of ₹ 1) (See note 4)	159.14	79.57	79.57	159.14	79.57	79.57
9 Other equity						4,288.63
10 Earnings per share (₹) (not annualised) (See note 4)						
Basic	3.0	1.5	1.5	4.5	1.5	2.7
Diluted	3.0	1.5	1.5	4.5	1.5	2.7



Notes:

1. Disclosure of standalone assets and liabilities (Balance Sheet) as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as at 30 September 2022 -

(₹ In Crore)

	Particulars	As at	As at	As at
		30.09.2022	30.09.2021	31.03.2022
		(Reviewed)	(Reviewed)	(Audited)
A	Assets			
1	Financial assets			
	Cash and cash equivalents	9.52	3.93	21.62
	Bank balances other than cash and cash equivalents	0.45	0.41	0.43
	Trade receivables	3.63	4.86	2.70
	Investment in subsidiaries and joint venture	3,236.04	2,474.66	3,039.04
	Other investments	1,874.65	1,504.92	1,152.24
	Other financial assets	27.91	37.65	56.61
	Sub-total - Financial assets	5,152.20	4,026.43	4,272.64
2	Non-financial assets			
	Current tax assets (net)	48.40	24.08	48.40
	Investment property	5.17	5.30	5.24
	Property, plant and equipment	110.07	150.99	105.06
	Capital work-in-progress	4.08	4.06	4.08
	Other non-financial assets	3.70	4.68	3.00
	Sub-total - Non-financial assets	171.42	189.11	165.78
	Total - Assets	5,323.62	4,215.54	4,438.42
B	Liabilities and equity			
1	Financial liabilities			
	Trade payables			
	Total outstanding dues of micro enterprises and small enterprises	-	-	-
	Total outstanding dues of creditors other than micro enterprises and small enterprises	4.41	5.35	2.03
	Other financial liabilities	25.45	25.94	38.42
	Sub-total - Financial liabilities	29.86	31.29	40.45
2	Non-financial liabilities			
	Current tax liabilities (net)	91.45	17.41	17.41
	Deferred tax liabilities (net)	6.51	5.15	3.79
	Provisions	7.15	5.34	5.60
	Other non-financial liabilities	4.35	4.62	2.97
	Sub-total - Non-financial liabilities	109.46	32.52	29.77
3	Equity			
	Equity share capital	159.14	79.57	79.57
	Other equity	5,025.16	4,072.16	4,288.63
	Sub-total - Equity	5,184.30	4,151.73	4,368.20
	Total - Liabilities and Equity	5,323.62	4,215.54	4,438.42



Notes (contd) :

2. Disclosure of standalone statement of cash flows as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the half year ended 30 September 2022 -

(₹ In Crore)

Particulars	Half year ended		Year ended
	30.09.2022	30.09.2021	31.03.2022
	(Reviewed)	(Reviewed)	(Audited)
I. Operating activities			
Profit before tax	954.69	317.50	563.22
Adjustments to reconcile profit before tax to net cash flows:			
Depreciation, amortisation and impairment	1.57	2.44	4.22
Share based payments to employees	12.31	11.11	21.01
Loss on sale of property, plant and equipment	-	0.22	-
Profit on sale of investments, net	(3.48)	(3.10)	(10.03)
Surplus on sale of assets	(0.01)	-	(32.55)
Amortisation of premium/discount on acquisition of debt securities	(12.08)	(1.39)	(2.26)
	953.00	326.78	543.61
Change in assets and liabilities			
(Increase)/decrease in trade receivables	(0.93)	(4.34)	(2.18)
(Increase)/decrease in other financial assets and non-financial assets	28.00	(1.66)	(18.94)
(Increase)/decrease in other bank balances	(0.02)	100.01	99.99
Increase/(decrease) in liabilities and provisions	(7.88)	(2.51)	3.30
Reimbursement of share based payments	111.62	107.13	107.13
(Purchase) / sale of money market mutual funds, etc., net	(28.17)	(300.34)	20.52
Net cash flow from operating activities before income-tax	1,055.62	225.07	753.43
Income-tax paid	(159.76)	(57.30)	(142.84)
Net cash flow from / (used in) operating activities	895.86	167.77	610.59
II. Investing activities			
Purchase of property, plant and equipment	(6.59)	(2.92)	(16.89)
Sales proceeds of assets	0.10	0.74	91.69
Investment in subsidiaries	(197.00)	(80.00)	(644.39)
Sale of investments	888.40	295.99	528.60
Purchase of investments	(1,567.08)	(395.75)	(588.75)
(Investment in)/Realisation from treasury shares by ESOP trust	39.63	41.60	64.25
Net cash flow from / (used in) investing activities	(842.54)	(140.34)	(565.49)
III. Financing activities			
Dividend paid	(63.63)	(47.75)	(47.73)
Share issue expenses	(1.83)	-	-
Rights issue proceeds (net of expenses)	0.04	-	-
Net cash flow from / (used in) financing activities	(65.42)	(47.75)	(47.73)
Net change in cash and cash equivalents	(12.10)	(20.32)	(2.63)
Cash and cash equivalents as at the beginning of the period	21.62	24.25	24.25
Cash and cash equivalents as at the end of the period	9.52	3.93	21.62



Notes (contd) :

- 3 On 22 July 2022, the Allotment Committee allotted 143,483 equity shares of face value of ₹ 5 each under Bajaj Finserv Limited Employee Stock Option Scheme. The shares were listed on BSE Limited and National Stock Exchange of India Limited w.e.f. 27 July 2022.
- 4 Pursuant to approval of the Members -
- i) Authorised share capital of the Company was increased from ₹ 100 crore consisting of 200,000,000 equity shares of face value of ₹ 5 each to ₹ 200 crore consisting of 2,000,000,000 equity shares of face value of ₹ 1 each. The issued capital was 159,281,546 equity shares of face value of ₹ 5 each as on the record date, i.e. 14 September 2022 (end of the day), are sub-divided into 796,407,730 equity shares of face value of ₹ 1 each.
- ii) On 15 September 2022, the Allotment Committee allotted 796,407,730 equity shares of face value of ₹ 1 each as bonus shares in the proportion of one bonus equity share of face value of ₹ 1 for every one equity share of face value of ₹ 1 held as on the record date, by capitalising an amount of ₹ 79.64 crore from securities premium. The bonus shares were listed on BSE Limited and National Stock Exchange of India Limited w.e.f. 22 September 2022.
- iii) Consequently, in terms of the Employee Stock Option Scheme of the Company, the grant price and the number of outstanding stock options in respect of stock options granted under the Employee Stock Option Scheme were proportionately adjusted.
- iv) The above changes are reflected in the Earnings per share for all periods.
- 5 The above results have been reviewed by the Audit Committee, approved by the Board of Directors in the meeting held on 21 October 2022 and subjected to a limited review by the statutory auditors.
- 6 Figures for previous year / period have been regrouped wherever necessary.



By order of the Board of Directors
For Bajaj Finserv Limited

Sanjiv Bajaj
Chairman & Managing Director

Pune
21 October 2022



Bajaj Finserv Limited

CIN : L65923PN2007PLC130075

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

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

Website : www.bajajfinserv.in ; E-mail : investors@bajajfinserv.in ; Telephone : +91 20 71576064

Statement of consolidated unaudited financial results for the quarter and half year ended 30 September 2022

(₹ In Crore)

Particulars	Quarter ended			Half year ended		Year ended
	30.09.2022 (Reviewed)	30.06.2022 (Reviewed)	30.09.2021 (Reviewed)	30.09.2022 (Reviewed)	30.09.2021 (Reviewed)	31.03.2022 (Audited)
1 Income						
Interest income	9,727.87	8,971.49	7,732.97	18,699.36	14,670.29	31,318.91
Dividend income	33.92	49.96	25.21	83.88	64.52	108.16
Rental income	0.96	1.06	0.88	2.02	2.05	4.36
Fees and commission income	1,133.57	1,006.00	709.50	2,139.57	1,269.67	2,963.42
Net gain on fair value change	838.89	(1,673.09)	1,203.64	(834.20)	1,747.04	1,058.02
Sale of energy generated and services	32.31	86.52	70.97	118.83	125.10	340.49
Premium and other operating income from insurance business	8,667.27	7,067.15	7,914.69	15,734.42	13,494.45	31,429.84
Others	368.43	379.17	350.36	747.60	584.55	1,182.88
Total revenue from operations	20,803.22	15,888.26	18,008.22	36,691.48	31,957.67	68,406.08
Other income	0.11	0.12	-	0.23	-	32.90
Total income	20,803.33	15,888.38	18,008.22	36,691.71	31,957.67	68,438.98
2 Expenses						
Employee benefits expenses	2,082.42	1,977.18	1,641.56	4,059.60	2,879.87	6,559.58
Finance costs	2,961.23	2,563.84	2,381.93	5,525.07	4,572.39	9,498.26
Fees and commission expense	1,018.17	913.17	904.59	1,931.34	1,495.06	3,442.04
Impairment of financial instruments - lending assets	734.15	754.78	1,300.34	1,488.93	3,050.66	4,803.40
Impairment of financial instruments - investments	22.12	12.96	1.55	35.08	31.30	86.45
Claims paid	3,833.18	3,488.83	4,155.64	7,322.01	6,930.09	16,384.73
Reinsurance ceded	2,023.16	1,273.07	1,967.17	3,296.23	2,890.53	5,969.74
Net change in insurance / investment contract liabilities	2,289.07	(91.53)	1,700.24	2,197.54	3,461.09	5,754.19
Depreciation, amortisation and impairment	168.40	157.27	138.16	325.67	270.31	562.73
Other expenses	1,413.33	1,244.47	1,024.66	2,657.80	1,816.71	4,106.92
Total expenses	16,545.23	12,294.04	15,215.84	28,839.27	27,398.01	57,168.04
3 Share of profit/(loss) of joint venture	(0.30)	(0.43)	(0.10)	(0.73)	(0.28)	(0.36)
4 Profit before tax (1-2+3)	4,257.80	3,593.91	2,792.28	7,851.71	4,559.38	11,270.58
5 Tax expense						
Current tax	1,280.67	1,155.35	658.10	2,436.02	1,236.89	2,847.31
Deferred tax	(19.47)	(139.03)	136.31	(158.50)	(108.03)	109.74
Total tax expense	1,261.20	1,016.32	794.41	2,277.52	1,128.86	2,957.05
6 Profit after tax (4-5)	2,996.60	2,577.59	1,997.87	5,574.19	3,430.52	8,313.53
7 Profit attributable to non-controlling interests	1,439.67	1,268.21	875.74	2,707.88	1,475.62	3,756.76
8 Profit for the period (6-7)	1,556.93	1,309.38	1,122.13	2,866.31	1,954.90	4,556.77
9 Other comprehensive income, net of tax						
(a) Items that will not be reclassified to profit or loss	42.72	(58.18)	13.22	(15.46)	23.71	8.23
(b) Items that will be reclassified to profit or loss	300.29	(1,211.72)	182.86	(911.43)	(82.22)	(589.48)
Total other comprehensive income, net of tax	343.01	(1,269.90)	196.08	(926.89)	(58.51)	(581.25)
10 Total comprehensive income (6+9)	3,339.61	1,307.69	2,193.95	4,647.30	3,372.01	7,732.28
11 Profit attributable to:						
Owners of the company	1,556.93	1,309.38	1,122.13	2,866.31	1,954.90	4,556.77
Non-controlling interests	1,439.67	1,268.21	875.74	2,707.88	1,475.62	3,756.76
12 Total comprehensive income attributable to:						
Owners of the company	1,807.00	383.19	1,265.04	2,190.19	1,911.22	4,118.82
Non-controlling interests	1,532.61	924.50	928.91	2,457.11	1,460.79	3,613.46
13 Paid-up equity share capital (Face value of ₹ 1) (See note 7)	159.14	79.57	79.57	159.14	79.57	79.57
14 Other equity						40,167.23
15 Earnings per share (₹) (not annualised) (See note 7)						
Basic	9.8	8.2	7.1	18.0	12.3	28.6
Diluted	9.8	8.2	7.1	18.0	12.3	28.6



Segment-wise revenue, results and capital employed

(₹ In Crore)

	Particulars	Quarter ended			Half year ended		Year ended
		30.09.2022	30.06.2022	30.09.2021	30.09.2022	30.09.2021	31.03.2022
		(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
1	Segment revenue						
	Insurance						
	Gross written premium						
	Life insurance	4,155.48	4,368.74	3,813.10	8,524.22	6,328.58	16,127.05
	General insurance	4,781.44	3,118.98	5,034.46	7,900.42	7,528.82	13,788.07
		8,936.92	7,487.72	8,847.56	16,424.64	13,857.40	29,915.12
	Less: Premium for investment contracts of life insurance	371.44	1,307.35	710.36	1,678.79	971.84	2,184.47
	Reserve for unexpired risk of general insurance	739.73	50.63	1,060.11	790.36	845.04	241.12
		7,825.75	6,129.74	7,077.09	13,955.49	12,040.52	27,489.53
	Investment and other income(excluding accretions to unit linked holders)	2,961.21	554.13	3,208.29	3,515.34	5,520.19	9,591.19
	Insurance total	10,786.96	6,683.87	10,285.38	17,470.83	17,560.71	37,080.72
	Investments and others	812.76	463.15	427.43	1,275.91	511.19	995.53
	Retail financing	9,974.47	9,282.71	7,732.07	19,257.18	14,475.07	31,640.41
	Windmill	9.31	7.96	10.34	17.27	15.29	29.38
		21,583.50	16,437.69	18,455.22	38,021.19	32,562.26	69,746.04
	Less : Inter-segment revenue	780.17	549.31	447.00	1,329.48	604.59	1,307.06
	Total	20,803.33	15,888.38	18,008.22	36,691.71	31,957.67	68,438.98
2	Segment profit before tax						
	Insurance						
	Life insurance	147.07	(123.97)	232.92	23.10	154.21	42.90
	General insurance	422.50	212.04	621.60	634.54	1,096.75	1,735.31
	Insurance total	569.57	88.07	854.52	657.64	1,250.96	1,778.21
	Investments and others	(176.41)	(193.76)	(130.26)	(370.17)	(247.83)	(514.10)
	Retail financing	3,859.75	3,695.19	2,062.66	7,554.94	3,550.35	10,000.15
	Windmill	4.89	4.41	5.36	9.30	5.90	6.32
	Total profit before tax	4,257.80	3,593.91	2,792.28	7,851.71	4,559.38	11,270.58
3	Capital employed						
	Segment assets						
	Insurance						
	Life insurance	86,540.17	83,083.21	83,970.47	86,540.17	83,970.47	86,585.90
	General insurance	35,536.09	32,648.18	35,127.01	35,536.09	35,127.01	32,866.45
	Insurance total	1,22,076.26	1,15,731.39	1,19,097.48	1,22,076.26	1,19,097.48	1,19,452.35
	Investments and others	1,828.24	1,898.94	970.21	1,828.24	970.21	1,131.67
	Retail financing	2,35,167.10	2,21,990.48	1,87,082.13	2,35,167.10	1,87,082.13	2,12,100.06
	Windmill	36.77	37.26	39.87	36.77	39.87	35.31
	Unallocable	48.40	10.71	24.08	48.40	24.08	48.40
	Subtotal	3,59,156.77	3,39,668.78	3,07,213.77	3,59,156.77	3,07,213.77	3,32,767.79
	Segment liabilities						
	Insurance						
	Life insurance	78,896.65	75,836.02	74,324.28	78,896.65	74,324.28	78,013.42
	General insurance	27,869.64	25,103.54	27,352.46	27,869.64	27,352.46	24,819.55
	Insurance total	1,06,766.29	1,00,939.56	1,01,676.74	1,06,766.29	1,01,676.74	1,02,832.97
	Investments and others	233.89	216.48	135.91	233.89	135.91	193.88
	Retail financing	4,387.83	3,997.05	3,640.07	4,387.83	3,640.07	3,533.94
	Windmill	-	-	1.06	-	1.06	0.69
	Unallocable	91.45	17.41	17.41	91.45	17.41	17.41
	Subtotal	1,11,479.46	1,05,170.50	1,05,471.19	1,11,479.46	1,05,471.19	1,06,578.89
	Capital employed						
	Insurance						
	Life insurance	7,643.52	7,247.19	9,646.19	7,643.52	9,646.19	8,572.48
	General insurance	7,666.45	7,544.64	7,774.55	7,666.45	7,774.55	8,046.90
	Insurance total	15,309.97	14,791.83	17,420.74	15,309.97	17,420.74	16,619.38
	Investments and others	1,594.35	1,682.46	834.30	1,594.35	834.30	937.79
	Retail financing	2,30,779.27	2,17,993.43	1,83,442.06	2,30,779.27	1,83,442.06	2,08,566.12
	Windmill	36.77	37.26	38.81	36.77	38.81	34.62
	Unallocable	(43.05)	(6.70)	6.67	(43.05)	6.67	30.99
	Total	2,47,677.31	2,34,498.28	2,01,742.58	2,47,677.31	2,01,742.58	2,26,188.90



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*	52.49%	Retail financing	Subsidiary
(d) Bajaj Finserv Direct Limited#	80.13%	Others	Subsidiary
(e) Bajaj Finserv Health Limited	100%	Others	Subsidiary
(f) Bajaj Finserv Ventures Limited	100%	Others	Subsidiary
(g) Bajaj Finserv Mutual Fund Trustee Limited	100%	Others	Subsidiary
(h) Bajaj Finserv Asset Management Limited	100%	Others	Subsidiary
(i) Bajaj Allianz Financial Distributors Limited**	50%	Others	Joint venture

* The consolidated financial results of Bajaj Finance Limited include 100% interest in both, Bajaj Housing Finance Limited and Bajaj Financial Securities Limited as a subsidiary.

** The consolidated financial results of Bajaj Allianz Financial Distributors Limited include 100% interest in Bajaj Allianz Staffing Solutions Limited.

The remaining 19.87% shareholding is held by Bajaj Finance Limited.

2. Disclosure of consolidated assets and liabilities (Balance Sheet) as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as at 30 September 2022 -

(* In Crore)

Particulars	As at	As at	As at
	30.09.2022 (Reviewed)	30.09.2021 (Reviewed)	31.03.2022 (Audited)
A Assets			
1 Financial assets			
Cash and cash equivalents	1,599.49	3,837.97	4,087.16
Bank balances other than cash and cash equivalents	652.09	1,292.94	315.87
Derivative financial instruments	537.82	39.13	136.63
Trade receivables	3,645.45	4,322.84	3,004.81
Loans	2,13,189.00	1,61,235.57	1,91,853.14
Investment in a joint venture	12.65	13.39	13.37
Shareholders' investments	34,594.44	33,870.36	28,499.00
Policyholders' investments	88,024.99	87,454.36	90,709.71
Other financial assets	3,796.28	3,358.75	2,738.45
Sub-total - Financial assets	3,46,052.21	2,95,425.31	3,21,358.14
2 Non-financial assets			
Current tax assets (net)	270.44	194.95	311.60
Deferred tax assets (net)	1,117.87	1,119.70	951.17
Investment property	35.21	35.98	35.59
Property, plant and equipment	1,943.66	1,568.56	1,718.88
Right-of-use asset	667.52	502.94	592.78
Capital work-in-progress	61.16	63.75	53.64
Intangible assets under development	130.13	149.53	59.17
Goodwill on consolidation	689.34	689.34	689.34
Other intangible assets	531.07	343.91	548.99
Other non-financial assets	8,776.03	8,239.50	7,399.66
Sub-total - Non-financial assets	14,222.43	12,908.16	12,360.82
Total - Assets	3,60,274.64	3,08,333.47	3,33,718.96
B Liabilities and equity			
1 Financial liabilities			
Trade payables			
Total outstanding dues of micro enterprises and small enterprises	24.32	6.44	22.03
Total outstanding dues of creditors other than micro enterprises and small enterprises	5,056.54	5,663.69	3,986.91
Other payables			
Total outstanding dues of micro enterprises and small enterprises	-	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	1,388.25	938.41	812.95
Derivative financial instruments	320.17	106.14	219.71
Debt securities	70,949.93	61,018.77	71,505.55
Borrowings	64,359.95	47,346.79	54,363.56
Deposits	39,422.24	28,720.47	30,799.52
Subordinated debts	3,566.37	3,723.46	3,845.77
Insurance contracts liabilities	89,008.83	84,114.28	85,593.46
Investment contracts liabilities	10,383.08	10,095.19	10,898.95
Lease liabilities	748.14	567.39	664.78
Other financial liabilities	990.33	1,053.30	917.90
Sub-total - Financial liabilities	2,86,218.15	2,43,354.33	2,63,631.09
2 Non-financial liabilities			
Current tax liabilities (net)	870.19	440.00	312.40
Deferred tax liabilities (net)	65.52	378.04	305.75
Provisions	315.89	254.39	233.59
Other non-financial liabilities	2,373.72	2,231.96	2,916.21
Sub-total - Non-financial liabilities	3,625.32	3,304.39	3,767.95
3 Equity			
Equity share capital	159.14	79.57	79.57
Other equity	42,303.05	37,806.36	40,167.23
Equity attributable to owners of the Company	42,462.19	37,885.93	40,246.80
Non-controlling interest	27,968.98	23,788.82	26,073.12
Sub-total - Total equity	70,431.17	61,674.75	66,319.92
Total - Liabilities and Equity	3,60,274.64	3,08,333.47	3,33,718.96



Notes (contd) :

3. Disclosure of consolidated statement of cash flows as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the half year ended 30 September 2022 -

(₹ In Crore)

Particulars	Half year ended		Year ended
	30.09.2022	30.09.2021	31.03.2022
	(Reviewed)	(Reviewed)	(Audited)
I. Operating activities			
Profit before tax	7,851.71	4,559.38	11,270.58
Adjustments to reconcile profit before tax to net cash flows:			
Interest income	(18,699.36)	(14,670.29)	(31,318.91)
Dividend income	(83.88)	(64.52)	(108.16)
Rental income	(2.02)	(2.05)	(4.36)
Unwinding of discount on security deposit	(0.88)	(0.20)	(0.69)
Realised gain on sale of investment	(436.75)	(276.48)	(369.65)
Depreciation and amortisation	325.67	270.31	562.73
Share of (profit)/loss of joint venture	0.73	0.28	0.36
Impairment on financial instruments	1,524.01	3,081.96	4,889.85
Net (gain)/loss on disposal of property, plant and equipment	6.06	10.20	(7.53)
Finance costs	5,525.07	4,572.39	9,498.26
Share based payment to employees	251.05	60.55	255.84
Net gain on financial instruments at fair value through profit or loss	834.20	(1,747.04)	(1,058.02)
Interest from loans (other than financing activity)	(26.90)	(21.05)	(44.22)
Remeasurement gain/(loss) on defined benefit plans	0.46	(0.02)	0.91
Service fees for management of assigned portfolio of loans	(21.23)	(35.34)	(74.96)
Provision for doubtful debts	1.91	(1.25)	(0.09)
	(2,950.15)	(4,263.17)	(6,508.06)
Cash inflow from service asset	45.78	41.35	86.25
Cash inflow from interest on loans under financing activity	16,803.23	12,814.43	27,605.27
Cash outflow towards finance cost	(6,559.23)	(4,376.10)	(8,961.17)
Cash from operation before working capital changes	7,339.63	4,216.51	12,222.29
Working capital changes			
(Increase) / decrease in trade and other receivables	(665.89)	(1,409.81)	(424.55)
(Increase) / decrease in loans	(23,001.20)	(17,439.22)	(49,594.36)
(Increase) / decrease in other financial assets	(1,145.70)	(1,440.34)	(216.53)
(Increase) / decrease in other non-financial assets	(288.45)	(124.65)	(179.39)
(Increase) / Decrease re-insurance assets	(1,142.04)	(1,764.79)	(787.12)
Increase / (decrease) in trade payables	622.81	732.58	780.30
Increase / (decrease) in other payables	1,125.73	1,041.71	(714.88)
Increase / (decrease) in other financial liabilities	82.62	192.12	185.11
Increase / (decrease) in provisions	81.67	31.26	0.29
Increase / (decrease) in other non-financial liabilities	(544.59)	(180.12)	508.29
Increase / (Decrease) insurance contract liabilities	2,744.22	5,535.71	7,726.06
Net cash flow from / (used in) from operating activities before income-tax	(14,791.19)	(10,609.04)	(30,494.49)
Income-tax paid (net of refunds)	(1,836.50)	(1,322.10)	(3,175.50)
Net cash flow from / (used in) operating activities	(16,627.69)	(11,931.14)	(33,669.99)



Notes (contd) :

3. Disclosure of consolidated statement of cash flows as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the half year ended 30 September 2022 -

(₹ In Crore)

Particulars	Half year ended		Year ended
	30.09.2022	30.09.2021	31.03.2022
	(Reviewed)	(Reviewed)	(Audited)
II. Investing activities			
Purchase of property, plant and equipment	(385.04)	(202.63)	(651.18)
Proceeds from sale of property, plant and equipment	42.51	37.76	159.86
Purchase of intangible assets	(135.53)	(70.36)	(258.62)
Purchase of investments measured at amortised cost	(38,134.85)	(78,754.82)	(1,11,465.51)
Proceeds from investments measured at amortised cost	36,109.40	72,247.42	1,01,027.25
Expenses related to investments	(4.58)	(4.99)	(9.88)
Purchase of investments measured at FVTOCI	(6,602.27)	(2,340.95)	(3,291.40)
Proceeds from sale of investments measured at FVTOCI	1,795.72	2,083.84	2,081.76
Purchase of investments measured at FVTPL	(1,42,795.34)	(96,120.80)	(2,26,925.43)
Proceeds from sale of investments measured at FVTPL	1,42,316.30	98,424.47	2,35,388.89
Loan against policies	(39.40)	(20.53)	(36.64)
Rent / interest / dividend received	2,538.18	2,263.95	4,968.61
Interest received on investment measured at FVTPL and FVTOCI	269.44	126.74	400.58
Fixed deposits placed during the year	(117.14)	(105.66)	(516.11)
Fixed deposits matured during the year	95.00	149.00	509.00
(Investment in)/Realisation from treasury shares by ESOP trust	39.63	41.60	64.25
Net cash flow from / (used in) investing activities	(5,007.97)	(2,245.96)	1,445.43
III. Financing activities			
Issue of equity share capital (including securities premium)	99.25	119.31	172.90
Share issue expenses	(1.83)	-	-
Dividends paid	(744.88)	(332.34)	(400.30)
Deposits received, net	8,382.81	2,566.20	4,784.07
Short term borrowing availed (net)	402.19	2,059.26	4,702.39
Long term borrowing availed	28,301.04	18,918.38	41,166.52
Long term borrowing repaid	(18,347.62)	(10,482.99)	(17,889.57)
Payment of lease liability	(155.15)	(78.02)	(210.25)
Net cash flow from / (used in) financing activities	17,935.81	12,769.80	32,325.76
Net change in cash and cash equivalents	(3,699.85)	(1,407.30)	101.20
Cash and cash equivalents as at the beginning of the period	7,913.08	7,811.88	7,811.88
Cash and cash equivalents as at the end of the period	4,213.23	6,404.58	7,913.08
Cash and cash equivalents as per Balance Sheet	1,599.49	3,837.97	4,087.16
Other short-term liquid investment	2,628.21	2,661.96	3,896.16
Temporary overdraft, units receivable and others	(14.47)	(95.35)	(70.24)
	4,213.23	6,404.58	7,913.08



Notes (contd) :

4. Key standalone financial information is given below:

(₹ In Crore)

Particulars	Quarter ended			Half year ended		Year ended
	30.09.2022	30.06.2022	30.09.2021	30.09.2022	30.09.2021	31.03.2022
	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
Total income	689.42	356.84	367.40	1,046.26	408.22	729.00
Profit before tax	642.53	312.16	316.97	954.69	317.50	563.22
Profit after tax	485.08	233.05	238.49	718.13	238.86	424.23

5. Bajaj Finance Ltd. (BFL) and its subsidiary Bajaj Housing Finance Ltd. (BHFL), subsidiaries of the Company hold a management and macro-economic overlay of ₹ 1,000 crore, in aggregate as at 30 September 2022 towards geo-political situation and rising inflation.
6. On 22 July 2022, the Allotment Committee allotted 143,483 equity shares of face value of ₹ 5 each under Bajaj Finserv Limited Employee Stock Option Scheme. The shares were listed on BSE Ltd. and National Stock Exchange of India Ltd. w.e.f. 27 July 2022.
7. Pursuant to approval of the Members -
- i) Authorised share capital of the Company was increased from ₹ 100 crore consisting of 200,000,000 equity shares of face value of ₹ 5 each to ₹ 200 crore consisting of 2,000,000,000 equity shares of face value of ₹ 1 each. The issued capital was 159,281,546 equity shares of face value of ₹ 5 each as on the record date, i.e. 14 September 2022 (end of the day), are sub-divided into 796,407,730 equity shares of face value of ₹ 1 each.
- ii) On 15 September 2022, the Allotment Committee allotted 796,407,730 equity shares of face value of ₹ 1 each as bonus shares in the proportion of one bonus equity share of face value of ₹ 1 for every one equity share of face value of ₹ 1 held as on the record date, by capitalising an amount of ₹ 79.64 crore from securities premium. The bonus shares were listed on BSE Limited and National Stock Exchange of India Limited w.e.f. 22 September 2022.
- iii) Consequently, in terms of the Employee Stock Option Scheme of the Company, the grant price and the number of outstanding stock options in respect of stock options granted under the Employee Stock Option Scheme were proportionately adjusted.
- iv) The above changes are reflected in the Earnings per share for all periods.
8. The above results have been reviewed by the Audit Committee, approved by the Board of Directors in the meeting held on 21 October 2022 and subjected to a limited review by the statutory auditors.
9. Figures for previous year / period have been regrouped wherever necessary.



By order of the Board of Directors
For Bajaj Finserv Limited

Sanjiv Bajaj
Sanjiv Bajaj
Chairman & Managing Director

Pune
21 October 2022

Press release
Financial results – Q2 FY23
Consolidated total income: ₹ 20,803 crore ↑ 16%
Consolidated profit after tax: ₹ 1,557 crore ↑ 39%

A meeting of the Board of Directors of Bajaj Finserv Limited was held today to consider and approve the results for Q2 FY23.

Details about BFS, the businesses carried by its subsidiaries, its group structure and GAAP followed, are included at the end of this release.

While the economic conditions improved significantly, inflationary pressures remained throughout H1 FY23. The RBI increased repo rate by 190 basis points during H1 FY23, with clear inflation targeting as well as to balance impact of rate increases by central banks across the world. On economy, it had mixed impact as witnessed by increase in automobile sales, improvement in credit growth, but reports of a somewhat sluggish rural economy. The general insurance sector was characterised by intense price competition in the motor segment, while the life insurance sector recorded muted growth of 5% in individual rated new business. In this environment, our companies continued to do well.

In Q2 of FY 2023,

- BFL recorded **highest ever quarterly consolidated profit** after tax of ₹ **2,781 crore**. Its wholly owned subsidiary, BHFL recorded **growth of 84%** in profit after tax.
- BAGIC's **gross written premium excluding bulky** tender-driven crop and government health business **grew by 13%**. Its underwriting performance improved as it recorded a **combined ratio below 100%**.
- BALIC continued its excellent performance and recorded **growth of 32%** in individual rated new business premium and recorded **40% growth in new business value**.
- Consequently, **BFS' consolidated results reflected an all-time high quarterly profit**.

1. Highlights – Q2 FY23 v/s Q2 FY22 *

✓ Consolidated total income	- ₹ 20,803 crore	v/s ₹ 18,008 crore	↑ 16%
✓ Consolidated profit after tax (See note below)	- ₹ 1,557 crore	v/s ₹ 1,122 crore	↑ 39%
✓ Bajaj Finance, consolidated profit after tax	- ₹ 2,781 crore	v/s ₹ 1,481 crore	↑ 88%
✓ General insurance, profit after tax	- ₹ 336 crore	v/s ₹ 425 crore	↓ 21%
✓ Life insurance, shareholders' profit after tax	- ₹ 159 crore	v/s ₹ 104 crore	↑ 53%

Highlights – H1 FY23 v/s H1 FY22*

✓ Consolidated total income	- ₹ 36,692 crore	v/s ₹ 31,958 crore	↑ 15%
✓ Consolidated profit after tax (See note below)	- ₹ 2,866 crore	v/s ₹ 1,955 crore	↑ 47%
✓ Bajaj Finance, consolidated profit after tax	- ₹ 5,377 crore	v/s ₹ 2,483 crore	↑ 117%
✓ General insurance, profit after tax	- ₹ 747 crore	v/s ₹ 788 crore	↓ 5%
✓ Life insurance, shareholders' profit after tax	- ₹ 283 crore	v/s ₹ 188 crore	↑ 51%

**All figures under Ind AS except for general and life insurance which are as per Indian GAAP*

Bajaj Finserv Limited

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

Under Ind AS, the insurance subsidiaries have chosen to hold a large part of the equity securities portfolio as Fair Value Through Profit and Loss Account. Unrealised Mark-to-market gain/(loss) on investments (post tax) included in consolidated profit are explained in table.

₹ In Crore	Q2 FY23	Q2 FY22	Change YoY	H1 FY23	H1 FY22	Change YoY
Consolidated profit after tax	1,557	1,122	39%	2,866	1,955	47%
Less/Add: Unrealised MTM gain/(loss) of insurance subsidiaries included above, net of tax	(21)	105		(304)	130	
Consolidated profit after tax, excluding MTM gain/(loss)	1,578	1,017	55%	3,170	1,825	74%

2. Performance of material subsidiaries

A synopsis of the **quarterly performance** of the individual companies is given below:

A. Bajaj Finance Limited (BFL) – Consolidated – Ind AS

- i) Total income for Q2 FY23 **increased** by **29%** to ₹ **9,972 crore** v/s ₹ 7,735 crore in Q2 FY22.
- ii) Profit after tax for Q2 FY23 **increased** by **88%** to ₹ **2,781 crore** v/s ₹ 1,481 crore in Q2 FY22 mainly led by robust AUM growth, higher net interest income and better asset performance.
This includes profit after tax of its 100% mortgage subsidiary, BHFL, of ₹ **306 crore** in Q2 FY23 v/s ₹ 166 crore in Q2 FY22 – an **increase** of **84%**.
- iii) Assets Under Management (AUM) as on 30 September 2022 was ₹ 218,366 crore v/s ₹ 166,937 crore as on 30 September 2021 – an **increase** of **31%**. This includes AUM of ₹ 62,931 crore of BHFL, which recorded a **growth** of **42%** over the AUM as on 30 September 2021.
- iv) Gross NPA and Net NPA as on 30 September 2022 stood at 1.17% and 0.44% respectively as against 2.45% and 1.10% as on 30 September 2021. Provisioning coverage ratio on stage 3 assets is 62%. BFL holds a management and macro-economic overlay of ₹ 1,000 crore as on 30 September 2022.
- v) Capital adequacy ratio (including Tier-II capital) as on 30 September 2022 stood at **25.13%**. The Tier-I capital stood at 23.14%.
For BHFL, the capital adequacy ratio (including Tier-II capital) stood at **24.58%**.

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

Summary of standalone financial results of BHFL is given in **Annexure C**.

B. Bajaj Allianz General Insurance Company Limited (BAGIC) – Indian GAAP

- i) Gross written premium for Q2 FY23 decreased by 5% to ₹ **4,781 crore** v/s ₹ 5,034 crore in Q2 FY22.
Excluding tender-driven crop and government health insurance premium, BAGIC's gross written premium **increased** by **13%** to ₹ **3,088 crore** in Q2 FY23 from ₹ 2,740 crore in Q2 FY22.
- ii) Net earned premium for Q2 FY23 was ₹ **2,090 crore** v/s ₹ 2,046 crore in Q2 FY22.
- iii) Claim ratio improved to **75.5%** in Q2 FY23 v/s 77.6% in Q2 FY22, even with one time impact of ₹ 34 crore (net) on account of the court order in respect to Osmanabad Kharif 2020 Crop season.

- iv) Combined ratio stood at **99.8%** in Q2 FY23 v/s 98.5% in Q2 FY22.
- v) Sequentially (from Q1 FY23), claim ratio and combined ratio improved by 2.4% and 4.8% respectively due to better selection of business and measures taken for expenses management.
- vi) Underwriting loss stood at **₹ 18 crore** for Q2 FY23 v/s profit of ₹ 4 crore in Q2 FY22.
- vii) Investment and other income (net) for Q2 FY23 stood at **₹ 468 crore** v/s ₹ 562 crore mainly due to lower profit on sale of investments of ₹ 81 crore (before tax).
- viii) Profit after tax for Q2 FY23 **stood at ₹ 336 crore** v/s ₹ 425 crore in Q2 FY22.
- ix) As on 30 September 2022, the solvency ratio was **362%**, which is well above the minimum regulatory requirement of 150%.
- x) Assets Under Management (AUM), represented by cash and investments as on 30 September 2022 stood at **₹ 26,052 crore** v/s ₹ 24,070 crore as on 30 September 2021 – an **increase of 8%**.

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

C. Bajaj Allianz Life Insurance Company Limited (BALIC) – Indian GAAP

- i) New business premium for Q2 FY23 stood at **₹ 2,235 crore** v/s ₹ 2,227 crore in Q2 FY22.
 - a) Individual rated new business premium was **₹ 1,072 crore** in Q2 FY23 v/s ₹ 813 crore in Q2 FY22 – a **growth of 32%**.
 - b) Group protection new business was **₹ 517 crore** in Q2 FY23 v/s ₹ 494 crore in Q2 FY22 – an **increase of 5%**.
- ii) Renewal premium for Q2 FY23 was **₹ 1,920 crore** v/s ₹ 1,586 crore in Q2 FY22 – an **increase of 21%**.
- iii) Gross written premium for Q2 FY23 **increased by 9%** to **₹ 4,155 crore** from ₹ 3,813 crore in Q2 FY22.
- iv) Shareholders' profit after tax during Q2 FY23 increased to **₹ 159 crore** v/s ₹ 104 crore in Q2 FY22, mainly due to higher profit on sale of investments.
- v) Net New Business Value (NBV), which is the metric used to measure profitability of life insurance business, was **significantly higher** at **₹ 190 crore** in Q2 FY23 v/s ₹ 136 crore in Q2 FY22 – an **increase of 40%**.
- vi) Solvency ratio stood at a healthy **532%** as on 30 September 2022 as against the minimum regulatory requirement of 150%.
- vii) Assets Under Management (AUM), represented by total investments stood at **₹ 86,907 crore** as on 30 September 2022 v/s ₹ 81,429 crore as on 30 September 2021 – an **increase of 7%**.

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

3. Stock split and bonus by Bajaj Finserv Limited

Bajaj Finserv Limited increased its Authorised share capital from ₹ 100 crore to ₹ 200 crore. The Company completed sub-division of equity shares of face value of ₹ 5 each to ₹ 1 each and issue of one fully paid bonus equity share of the face value of ₹ 1 each against one equity share of the face value of ₹ 1 each.

S Sreenivasan

CFO

21 October 2022

Annexure A - Consolidated results of BFS - (Ind AS)

(₹ In Crore)		Q2 FY23	Q2 FY22	H1 FY23	H1 FY22	FY22
1	Income					
	Interest income	9,727.87	7,732.97	18,699.36	14,670.29	31,318.91
	Dividend income	33.92	25.21	83.88	64.52	108.16
	Rental income	0.96	0.88	2.02	2.05	4.36
	Fees and commission income	1,133.57	709.50	2,139.57	1,269.67	2,963.42
	Net gain on fair value change	838.89	1,203.64	(834.20)	1,747.04	1,058.02
	Sale of energy generated and services	32.31	70.97	118.83	125.10	340.49
	Premium and other operating income from insurance business	8,667.27	7,914.69	15,734.42	13,494.45	31,429.84
	Others	368.43	350.36	747.60	584.55	1,182.88
	Total revenue from operations	20,803.22	18,008.22	36,691.48	31,957.67	68,406.08
	Other income	0.11	-	0.23	-	32.90
	Total income	20,803.33	18,008.22	36,691.71	31,957.67	68,438.98
2	Expenses					
	Employee benefits expenses	2,082.42	1,641.56	4,059.60	2,879.87	6,559.58
	Finance costs	2,961.23	2,381.93	5,525.07	4,572.39	9,498.26
	Fees and commission expense	1,018.17	904.59	1,931.34	1,495.06	3,442.04
	Impairment of financial instruments - lending assets	734.15	1,300.34	1,488.93	3,050.66	4,803.40
	Impairment of financial instruments - investments	22.12	1.55	35.08	31.30	86.45
	Claims paid	3,833.18	4,155.64	7,322.01	6,930.09	16,384.73
	Reinsurance ceded	2,023.16	1,967.17	3,296.23	2,890.53	5,969.74
	Net change in insurance / investment contract liabilities	2,289.07	1,700.24	2,197.54	3,461.09	5,754.19
	Depreciation, amortisation and impairment	168.40	138.16	325.67	270.31	562.73
	Other expenses	1,413.33	1,024.66	2,657.80	1,816.71	4,106.92
	Total expenses	16,545.23	15,215.84	28,839.27	27,398.01	57,168.04
3	Share of profit/(loss) of joint venture	(0.30)	(0.10)	(0.73)	(0.28)	(0.36)
4	Profit before tax (1-2+3)	4,257.80	2,792.28	7,851.71	4,559.38	11,270.58
5	Tax expense					
	Current tax	1,280.67	658.10	2,436.02	1,236.89	2,847.31
	Deferred tax	(19.47)	136.31	(158.50)	(108.03)	109.74
	Total tax expense	1,261.20	794.41	2,277.52	1,128.86	2,957.05
6	Profit after tax (4-5)	2,996.60	1,997.87	5,574.19	3,430.52	8,313.53
7	Profit attributable to non-controlling interests	1,439.67	875.74	2,707.88	1,475.62	3,756.76
8	Profit for the period (6-7)	1,556.93	1,122.13	2,866.31	1,954.90	4,556.77
9	Other comprehensive income, net of tax					
	(a) Items that will not be reclassified to profit or loss	42.72	13.22	(15.46)	23.71	8.23
	(b) Items that will be reclassified to profit or loss	300.29	182.86	(911.43)	(82.22)	(589.48)
	Total other comprehensive income, net of tax	343.01	196.08	(926.89)	(58.51)	(581.25)
10	Total comprehensive income (6+9)	3,339.61	2,193.95	4,647.30	3,372.01	7,732.28
11	Profit attributable to:					
	Owners of the company	1,556.93	1,122.13	2,866.31	1,954.90	4,556.77
	Non-controlling interests	1,439.67	875.74	2,707.88	1,475.62	3,756.76
12	Total comprehensive income attributable to:					
	Owners of the company	1,807.00	1,265.04	2,190.19	1,911.22	4,118.82
	Non-controlling interests	1,532.61	928.91	2,457.11	1,460.79	3,613.46
13	Paid-up equity share capital (Face value of ₹ 1)	159.14	79.57	159.14	79.57	79.57
14	Other equity					40,167.23
15	Earnings per share (₹) (not annualised)					
	Basic	9.8	7.1	18.0	12.3	28.6
	Diluted	9.8	7.1	18.0	12.3	28.6

Annexure B - Summary financial results of BFL (consolidated) - (Ind-AS)

₹ In Crore	Q2 FY23	Q2 FY22	H1 FY23	H1 FY22	FY22
Total income	9,972	7,735	19,257	14,480	31,648
Interest expenses	2,971	2,398	5,616	4,651	9,748
Net interest income	7,001	5,337	13,641	9,829	21,900
Operating expenses	2,515	2,033	4,897	3,408	7,593
Loan losses and provisions*	734	1,300	1,489	3,051	4,803
Profit before tax	3,752	2,004	7,255	3,370	9,504
Profit after tax	2,781	1,481	5,377	2,483	7,028

*also referred as Impairment on financial assets

Annexure C - Summary financial results of BHFL (standalone) - (Ind-AS)

₹ In Crore	Q2 FY23	Q2 FY22	H1 FY23	H1 FY22	FY22
Total income	1,340	901	2,563	1,723	3,767
Profit after tax	306	166	622	327	710

Annexure D - Summary financial results of BAGIC - (Indian GAAP)

₹ In Crore	Q2 FY23	Q2 FY22	H1 FY23	H1 FY22	FY22
Gross written premium	4,781	5,034	7,900	7,529	13,788
Net earned premium	2,090	2,046	3,942	3,861	7,779
Underwriting result	(18)	4	(78)	19	33
Investment and other income (net)	468	562	1,078	1,032	1,760
Profit before tax	450	566	1,000	1,051	1,793
Profit after tax	336	425	747	788	1,339

Key ratios

Claim ratio	75.5%	77.6%	76.6%	76.8%	73.0%
Combined ratio	99.8%	98.5%	102.0%	100.5%	99.6%

Annexure E - Summary financial results of BALIC - (Indian GAAP)

₹ In Crore	Q2 FY23	Q2 FY22	H1 FY23	H1 FY22	FY22
New business premium	2,235	2,227	5,152	3,523	9,136
Individual rated new business premium*	1,072	813	1,967	1,306	3,686
Group protection new business premium	517	494	1,091	820	2,287
Renewal premium	1,920	1,586	3,372	2,806	6,991
Gross written premium	4,155	3,813	8,524	6,329	16,127
Shareholders' profit	203	186	403	381	679
Amount transferred from the policyholders' account to the shareholders' account (net)	(44)	(82)	(120)	(193)	(355)
Total shareholders' profit after tax	159	104	283	188	324

* Individual rated new business premium = 100% of Regular premium + 10% of Single premium policies sold.

About BFS:

Bajaj Finserv Limited is the holding company for the various financial services businesses under the Bajaj group. Its vision is to provide financial solutions for retail and SME customers through their life cycle. These involve: (i) asset acquisition and lifestyle enhancement through financing, (ii) asset protection through general insurance, (iii) family protection through life and health insurance, (iv) providing healthcare needs for the family, (v) offering savings products, (vi) wealth management, and (vii) retirement planning and annuities. Through these businesses that offer various attractive solutions, BFS serves millions of customers.

BFS participates in the financing business through its 52.49% holding in Bajaj Finance Limited (BFL) and in the life, general and health insurance businesses through its 74% holding in two unlisted subsidiaries, Bajaj Allianz General Insurance Company Limited (BAGIC) and Bajaj Allianz Life Insurance Company Limited (BALIC).

BFS has an 80.13% stake in Bajaj Finserv Direct Limited (BFSD), which is a digital marketplace for financial services products from loans to insurance, mutual funds, investments, lifestyle products, payments and e-commerce. The balance 19.87% is held by BFL.

Bajaj Finserv Health Limited (BFHL), which is a health tech venture seeking to create a digital preventive, personalised and pre-paid health solution is a wholly-owned subsidiary of BFS.

Bajaj Finserv Ventures Limited, Bajaj Finserv Asset Management Limited and Bajaj Finserv Mutual Fund Trustee Limited are wholly-owned subsidiaries of BFS. Bajaj Finserv Asset Management Limited is awaiting final approval from the Securities and Exchange Board of India for commencement of the mutual fund business.

Bajaj Housing Finance Limited (BHFL), which is a profitable and fast growing enterprise engaged in various aspects of housing finance and development and Bajaj Financial Securities Limited (BFinsec), which is a stockbroker that provides its clients a full suite of investment products and services in an all-in-one digital platform, are wholly-owned subsidiaries of Bajaj Finance Limited.

Both BFS and BFL are included in the benchmark BSE Sensex and Nifty 50 index of large cap stocks.

The results of these subsidiaries are reflected in the consolidated results of the Company.

As required by regulation, BFS has adopted Indian Accounting Standards (Ind AS). The insurance companies are not covered under Ind AS. They have prepared Ind AS financials only for the purpose of consolidation. Accordingly, standalone numbers relating to BAGIC and BALIC reported above are based on non-Ind AS accounting standards (Indian GAAP) as applicable to insurance companies.