

BAJAJ FINANCE LIMITED

22 October 2019

THE MANAGER, BSE LIMITED DCS - CRD PHIROZE JEEJEBHOY TOWERS DALAL STREET, MUMBAI - 400 001	THE MANAGER, LISTING DEPARTMENT NATIONAL STOCK EXCHANGE OF INDIA LTD. EXCHANGE PLAZA, C-1. BLOCK G, BANDRA - KURLA COMPLEX, BANDRA (EAST) MUMBAI - 400 051
SCRIP CODE: 500034	SCRIP CODE: BAJFINANCE - EQ

Dear Sir/Madam,

Sub: Outcome of Meeting of Board of Directors - unaudited standalone and consolidated financial results for the quarter and half year ended 30 September 2019

In terms of provision of Regulation 30 (read with Part A of Schedule III) and Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, this is to inform you that the Board of Directors, at its Meeting held today,

- a) approved 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 2019.

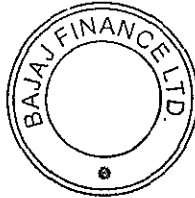
A copy of the said standalone and consolidated financial results (Annexure-1), limited review reports for standalone and consolidated financial results (Annexure-2) and press release (Annexure-3) in this respect are enclosed.

- b) Increased the limit for borrowing funds through ECBs, by way of loans and/or issuance of secured/unsecured bonds, notes, debentures, etc. up to an aggregate amount of USD 1,400 million, in one or more tranches, in accordance with the rules and regulation framed by the Reserve Bank of India, from time to time, within the overall borrowing limits approved by the shareholders.

The meeting commenced at 11.00 a.m. and concluded at 1.15 p.m.

Thanking you,
Yours faithfully,
For **BAJAJ FINANCE LIMITED**


R. VIJAY
COMPANY SECRETARY
Email ID: investor.service@bajajfinserv.in



Encl.: As above

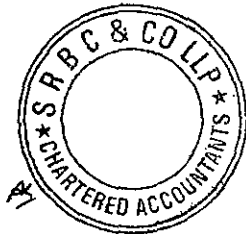
BAJAJ FINANCE LIMITED

Bajaj Finance Limited

Statement of Unaudited Standalone Financial Results for the Quarter and Half year ended 30 September 2019

(₹ In Crore)

	Particulars	Quarter ended			Half year ended		Year ended
		30.09.2019 (Reviewed)	30.06.2019 (Reviewed)	30.09.2018 (Reviewed)	30.09.2019 (Reviewed)	30.09.2018 (Reviewed)	31.03.2019 (Audited)
1	Income						
	(a) Revenue from operations						
	Interest income	4,922.39	4,642.45	3,587.78	9,564.84	6,983.10	15,345.64
	Fees and commission income	611.24	552.08	371.91	1,163.32	703.34	1,630.90
	Net gain on fair value changes	122.26	71.43	47.97	193.69	75.26	256.73
	Sale of services	3.79	3.60	23.08	7.39	42.39	62.90
	Recoveries of financial assets written off	36.95	28.22	18.37	65.17	35.44	87.80
	Total revenue from operations	5,696.63	5,297.78	4,049.11	10,994.41	7,839.53	17,383.97
	(b) Other income	1.07	7.03	11.91	8.10	13.44	16.88
	Total income	5,697.70	5,304.81	4,061.02	11,002.51	7,852.97	17,400.85
2	Expenses						
	(a) Finance costs	1,952.38	1,797.19	1,426.36	3,749.57	2,715.99	5,938.85
	(b) Fees and commission expense	266.72	228.92	187.22	495.64	341.46	761.12
	(c) Impairment on financial instruments	581.25	541.77	309.93	1,123.02	630.98	1,476.29
	(d) Employee benefits expense	560.67	522.84	398.85	1,083.51	787.17	1,721.17
	(e) Depreciation and amortisation expenses	63.79	56.47	31.85	120.26	60.55	137.37
	(f) Other expenses	412.86	413.58	278.17	826.44	591.81	1,330.75
	Total expenses	3,837.67	3,560.77	2,632.38	7,398.44	5,127.96	11,365.55
3	Profit before tax (1-2)	1,860.03	1,744.04	1,428.64	3,604.07	2,725.01	6,035.30
4	Tax expense						
	(a) Current tax	287.00	778.00	476.26	1,065.00	890.73	2,043.73
	(b) Deferred tax (credit)/charge	196.36	-158.69	32.10	37.67	80.27	101.23
	Total tax expense	483.36	619.31	508.36	1,102.67	971.00	2,144.96
5	Profit after tax (3-4)	1,376.67	1,124.73	920.28	2,501.40	1,754.01	3,890.34
6	Other comprehensive income						
	A (i) Items that will not be reclassified to profit or loss	-	-	-	-	-	(13.64)
	(ii) Income tax related to items that will not be reclassified to profit or loss	(3.41)	-	-	(3.41)	-	4.77
	B (i) Items that will be reclassified to profit or loss	14.48	5.56	(1.02)	20.04	(16.93)	16.27
	(ii) Income tax related to items that will be reclassified to profit or loss	(2.99)	(1.93)	0.36	(4.92)	5.92	(5.69)
	Total other comprehensive income, net of tax	8.08	3.63	(0.66)	11.71	(11.01)	1.71
7	Total comprehensive income for the period (5+6)	1,384.75	1,128.36	919.62	2,513.11	1,743.00	3,892.05
8	Paid-up equity share capital (Face value of ₹ 2)				115.55	115.29	115.37
9	Other equity				21,641.56	17,251.17	19,448.26
10	Earnings per share (not annualised)						
	Basic (₹)	23.83	19.49	15.97	43.33	30.46	67.52
	Diluted (₹)	23.66	19.34	15.84	42.99	30.20	66.95



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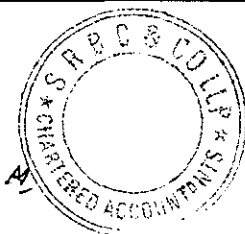
Statement of Unaudited Standalone Financial Results for the Quarter and Half year ended 30 September 2019

Notes:

- 1 Disclosure of standalone assets and liabilities as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as at 30 September 2019:

(₹ In Crore)

	Particulars	As at 30.09.2019 (Reviewed)	As at 30.09.2018 (Reviewed)	As at 31.03.2019 (Audited)
A	Assets			
1	Financial assets			
	(a) Cash and cash equivalents	542.79	1,026.08	240.00
	(b) Bank balances other than (a) above	1.90	1.63	1.69
	(c) Receivables			
	Trade receivables	816.60	831.07	805.38
	Other receivables	1,076.30	68.59	86.59
	(d) Loans	1,07,914.86	83,825.20	95,181.26
	(e) Investments	10,353.90	6,461.45	10,370.41
	(f) Other financial assets	398.36	311.55	297.04
	Sub-total - Financial assets	1,21,104.71	92,525.57	1,06,982.37
2	Non-financial assets			
	(a) Current tax assets (net)	533.35	45.82	147.80
	(b) Deferred tax assets (net)	614.82	688.63	660.83
	(c) Property, plant and equipment	612.14	413.56	495.84
	(d) Right-of-use asset	265.87	-	-
	(e) Intangible assets	167.25	117.30	158.49
	(f) Other non-financial assets	207.74	102.50	54.54
	Sub-total - Non-financial assets	2,401.17	1,367.81	1,517.50
	Total - Assets	1,23,505.88	93,893.38	1,08,499.87
B	Liabilities and equity			
	Liabilities			
1	Financial liabilities			
	(a) Trade payables			
	Total outstanding dues of micro enterprises and small enterprises	0.01	-	0.44
	Total outstanding dues of creditors other than micro enterprises and small enterprises	670.65	566.69	547.25
	(b) Other payables			
	Total outstanding dues of micro enterprises and small enterprises	-	-	-
	Total outstanding dues of creditors other than micro enterprises and small enterprises	178.21	139.43	218.64
	(c) Debt securities	42,308.17	32,550.51	39,048.97
	(d) Borrowings (other than debt securities)	33,921.04	26,340.44	29,970.67
	(e) Deposits	17,632.62	11,013.81	13,193.01
	(f) Subordinated debts	4,008.66	3,921.20	4,139.07
	(g) Other financial liabilities	2,220.71	1,574.44	1,411.81
	Sub-total - Financial liabilities	1,00,940.07	76,106.52	88,529.86
2	Non-financial liabilities			
	(a) Current tax liabilities (net)	262.29	35.72	22.37
	(b) Provisions	100.01	85.36	68.88
	(c) Other non-financial liabilities	446.40	299.32	315.13
	Sub-total - Non-financial liabilities	808.70	420.40	406.38
3	Equity			
	(a) Equity share capital	115.55	115.29	115.37
	(b) Other equity	21,641.56	17,251.17	19,448.26
	Sub-total - Equity	21,757.11	17,366.46	19,563.63
	Total - Liabilities and equity	1,23,505.88	93,893.38	1,08,499.87



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Corporate ID No.:
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www.bajajfinserv.in/finance



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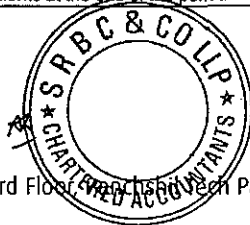
Bajaj Finance Limited

Statement of Unaudited Standalone Financial Results for the Quarter and Half year ended 30 September 2019

Notes:

- 2 Disclosure of standalone statement of cashflow as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the half year ended 30 September 2019:

Particulars	Half year ended		Year ended
	30.09.2019 (Reviewed)	30.09.2018 (Reviewed)	31.03.2019 (Audited)
			(₹ In Crore)
A. Operating activities			
Profit before tax	3,604.07	2,725.01	6,035.30
Adjustments for:			
Interest income	(9,564.84)	(6,983.10)	(15,345.64)
Depreciation and amortisation	120.26	60.55	137.37
Impairment on financial instruments	1,123.02	630.98	1,476.29
Net (gain)/loss on disposal of property, plant and equipment	0.06	(4.28)	(3.65)
Finance costs	3,749.57	2,715.99	5,938.85
Share based payment to employees	44.35	35.30	74.79
Net (gain)/ loss on financial instruments at fair value through profit or loss	(193.69)	(75.26)	(256.73)
Dividend received (₹11,438, Previous year ₹12,000)			
Service fees for management of assigned portfolio of loans	(7.39)	(42.39)	(62.90)
	(1,124.59)	(937.20)	(2,006.32)
Cash inflow from interest on loans	9,528.54	7,010.17	15,200.71
Cash inflow from service asset	29.17	33.98	68.54
Cash outflow towards finance cost	(3,516.03)	(2,856.49)	(5,862.63)
Cash from operation before working capital changes	4,917.09	3,250.46	7,400.30
Working capital changes:			
(Increase) / decrease in trade receivables	(33.00)	(237.45)	(220.17)
(Increase) / decrease in other receivables	(989.71)	(14.95)	(32.95)
(Increase) / decrease in loans	(13,888.08)	(9,020.83)	(21,110.43)
(Increase) / decrease in other financial assets	(101.53)	(56.91)	(48.09)
(Increase) / decrease in other non-financial assets	(155.90)	(48.71)	1.11
Increase / (decrease) in trade payables	122.97	127.37	108.37
Increase / (decrease) in other payables	(40.43)	(30.51)	48.70
Increase / (decrease) in other financial liabilities	808.69	324.87	162.22
Increase / (decrease) in provisions	31.13	23.65	(6.47)
Increase / (decrease) in other non-financial liabilities	131.27	75.66	91.46
	(14,114.59)	(8,857.83)	(21,006.25)
Income tax paid (net of refunds)	(1,210.63)	(901.42)	(2,169.75)
Net cash used in operating activities (A)	(10,408.13)	(6,508.79)	(15,775.70)
B. Investing activities			
Purchase of property, plant and equipment	(175.46)	(117.52)	(263.78)
Proceeds from sale of property, plant and equipment	3.01	25.77	30.45
Purchase of intangible assets	(33.05)	(29.80)	(91.00)
Purchase of investments measured at amortised cost	-	-	(44.89)
Proceeds from investments measured at amortised cost	19.66	16.12	33.60
Purchase of investments measured at FVOCI	(1,073.36)	(152.62)	(646.56)
Proceeds from sale of investments measured at FVOCI	540.10	199.20	200.07
Purchase of investments measured at FVTPL	(1,90,055.60)	(1,23,549.59)	(4,01,671.20)
Proceeds from sale of investments measured at FVTPL	1,90,924.90	1,21,772.92	3,97,722.00
Purchase of equity investments designated at FVOCI	(15.02)	-	-
Dividend received (₹11,438, Previous year ₹12,000)			
Interest received on investments measured at FVTPL and FVOCI	60.40	58.55	114.11
Investment in subsidiaries	(100.00)	(1,020.38)	(2,020.38)
Net cash generated from/ (used in) investing activities (B)	95.58	(2,797.35)	(6,637.58)
C. Financing activities			
Issue of equity share capital (including securities premium)	50.99	45.50	57.45
Dividends paid	(346.32)	(230.21)	(230.15)
Dividend distribution tax paid	(71.52)	(47.52)	(47.52)
Deposits received, net	4,180.71	3,082.46	5,264.44
Debt securities issued, net	3,146.01	1,093.27	7,549.94
Borrowings other than debt securities issued, net	3,655.47	6,161.39	9,831.79
Net cash generated from financing activities (C)	10,615.34	10,104.89	22,425.95
Net increase in cash and cash equivalents (A+B+C)	302.79	798.75	12.67
Cash and cash equivalents at the beginning of the period	240.00	227.33	227.33
Cash and cash equivalents at the end of the period	542.79	1,026.08	240.00



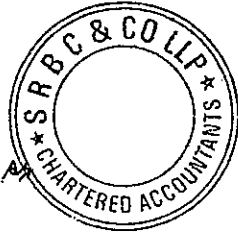
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Statement of Unaudited Standalone Financial Results for the Quarter and Half year ended 30 September 2019

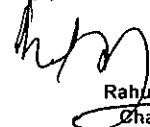
Notes:

- 3 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 22 October 2019. These financial results are available on the website of the Company viz. www.bajajfinserv.in/finance and on the website of BSE Limited (www.bseindia.com) and National Stock Exchange of India Limited (www.nseindia.com).
- 4 On 16 May 2019, the Board of Directors has approved the issue of 19,25,810 equity shares of face value of ₹ 2 at applicable grant prices to the Trustees of BFL Employee Welfare Trust under ESOS 2009. The said shares were allotted by Allotment Committee of the Board of Directors on 21 May 2019.
- 5 On 3 September 2019, the Company has invested an amount of ₹ 100 crore in Bajaj Financial Securities Limited, a wholly owned subsidiary of the Company, by subscribing to 10 crore equity shares of face value of ₹ 10 for cash at par, offered on rights basis.
- 6 The secured non-convertible debentures issued by the Company are fully secured by first pari passu charge by mortgage of the Company and its subsidiary's immovable property at Chennai and by hypothecation of book debts/loan receivables to the extent as stated in the respective information memorandum.
- 7 Effective 1 April 2019, the Company has adopted Ind AS 116- Leases and applied it to all lease contracts existing on 1 April 2019 using the Modified Retrospective Approach. Based on the same and as permitted under the specific transitional provisions in the standard, the Company has not restated the comparative figures.
On transition, the adoption of the new standard resulted in recognition of right-of-use asset and a corresponding lease liability of ₹ 213.83 crore. The effect of this adoption is not material to the profit for the period and earnings per share.
- 8 Pursuant to The Taxation Laws (Amendment) Ordinance 2019, promulgated on 20 September 2019, the Company intends to exercise the option permitted u/s 115BAA of the Income Tax Act, 1961 to compute income tax at the revised rate (i.e. 25.17%) from the current financial year. Accordingly, a net charge of ₹ 8 crore is recognised in the standalone profit after tax for the quarter ended 30 September 2019. This was a result of the gain arising due to the reduction in income tax rate amounting to ₹ 174 crore for the quarter ended 30 June 2019 offset by a charge on account of re-measurement of deferred tax assets amounting to ₹ 182 crore.
- 9 The Company is engaged primarily in the business of financing and accordingly there are no separate reportable segments as per Ind AS 108 dealing with Operating Segment.
- 10 Figures for the previous periods have been regrouped, wherever necessary, to make them comparable with the current period.
- 11 The Company has designated an exclusive email ID viz. investor.service@bajajfinserv.in for investor grievance redressal.



Pune
22 October 2019

By order of the Board of Directors
For Bajaj Finance Limited


Rahul Bajaj
Chairman

CIN : L65910MH1987PLC042961

Registered Office : Akurdi, Pune - 411 035 | Corporate Office : 4th Floor, Bajaj Finserv Corporate Office,
Off. Pune - Ahmednagar Road, Viman Nagar, Pune - 411 014 | Tel. : 020-30405060 Fax : 020-30405030

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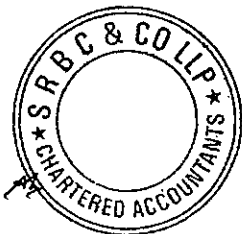
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Bajaj Finance Limited

Statement of Unaudited Consolidated Financial Results for the Quarter and Half year ended 30 September 2019

(₹ In Crore)

	Particulars	Quarter ended			Half year ended		Year ended
		30.09.2019 (Reviewed)	30.06.2019 (Reviewed)	30.09.2018 (Reviewed)	30.09.2019 (Reviewed)	30.09.2018 (Reviewed)	31.03.2019 (Audited)
1	Income						
	(a) Revenue from operations						
	Interest income	5,462.01	5,101.27	3,795.00	10,563.28	7,305.01	16,348.75
	Fees and commission income	634.65	572.03	381.50	1,206.68	727.80	1,681.87
	Net gain on fair value changes	135.79	83.03	53.75	218.82	87.22	297.90
	Sale of services	52.05	16.70	12.74	68.75	42.13	68.77
	Recoveries of financial assets written off	36.95	28.22	18.37	65.17	35.44	87.80
	Total revenue from operations	6,321.45	5,801.25	4,261.36	12,122.70	8,197.60	18,485.09
	(b) Other income	1.10	7.04	11.94	8.14	13.47	16.67
	Total income	6,322.55	5,808.29	4,273.30	12,130.84	8,211.07	18,501.76
2	Expenses						
	(a) Finance costs	2,323.42	2,113.36	1,565.43	4,436.78	2,924.52	6,623.56
	(b) Fees and commission expense	254.67	218.05	165.21	472.72	319.53	712.88
	(c) Impairment on financial instruments	594.23	550.74	314.57	1,144.97	641.32	1,501.35
	(d) Employee benefits expense	628.29	582.87	455.44	1,211.16	899.20	1,940.90
	(e) Depreciation and amortisation expenses	70.73	62.97	33.38	133.70	62.25	144.15
	(f) Other expenses	428.78	428.88	304.76	857.66	632.40	1,399.76
	Total expenses	4,300.12	3,956.87	2,838.79	8,256.99	5,479.22	12,322.60
3	Profit before tax (1-2)	2,022.43	1,851.42	1,434.51	3,873.85	2,731.85	6,179.16
4	Tax expense						
	(a) Current tax	308.12	815.05	479.82	1,123.17	895.67	2,085.89
	(b) Deferred tax (credit)/charge	208.02	-158.88	31.22	49.14	76.82	98.28
	Total tax expense	516.14	656.17	511.04	1,172.31	972.49	2,184.17
5	Profit after tax (3-4)	1,506.29	1,195.25	923.47	2,701.54	1,759.36	3,994.99
6	Other comprehensive income						
	A (i) Items that will not be reclassified to profit or loss	-	-	-	-	-	(16.32)
	(ii) Income tax related to items that will not be reclassified to profit or loss	-3.41	-	-	(3.41)	-	5.56
	B (i) Items that will be reclassified to profit or loss	14.48	5.56	(1.02)	20.04	(16.93)	16.27
	(ii) Income tax related to items that will be reclassified to profit or loss	-2.99	(1.93)	0.36	(4.92)	5.92	(5.69)
	Total other comprehensive income, net of tax	8.08	3.63	-0.66	11.71	-11.01	-0.18
7	Total comprehensive income for the period (5+6)	1,514.37	1,198.88	922.81	2,713.25	1,748.35	3,994.81
8	Paid-up equity share capital (Face value of ₹ 2)				115.55	115.29	115.37
9	Other equity				21,975.09	17,287.09	19,581.65
10	Earnings per share (not annualised)						
	Basic (₹)	26.08	20.71	16.03	46.79	30.56	69.33
	Diluted (₹)	25.89	20.55	15.90	46.43	30.29	68.75



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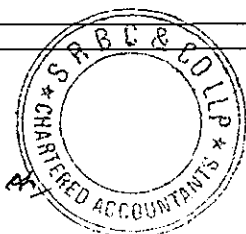
Statement of Unaudited Consolidated Financial Results for the Quarter and Half year ended 30 September 2019

Notes:

- 1 Disclosure of consolidated assets and liabilities as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as at 30 September 2019:

(₹ In Crore)

	Particulars	As at 30.09.2019 (Reviewed)	As at 30.09.2018 (Reviewed)	As at 31.03.2019 (Audited)
A	Assets			
1	Financial assets			
	(a) Cash and cash equivalents	993.90	1,171.31	347.02
	(b) Bank balances other than (a) above	1.90	1.63	1.69
	(c) Receivables			
	Trade receivables	818.38	831.07	805.38
	Other receivables	1,539.89	71.97	92.19
	(d) Loans	1,30,790.27	94,477.86	1,12,512.82
	(e) Investments	9,212.88	4,252.29	8,599.03
	(f) Other financial assets	418.63	319.42	303.08
	Sub-total - Financial assets	1,43,775.85	1,01,125.55	1,22,661.21
2	Non-financial assets			
	(a) Current tax assets (net)	547.39	56.08	149.82
	(b) Deferred tax assets (net)	611.55	696.65	669.03
	(c) Property, plant and equipment	643.98	425.80	526.51
	(d) Right-of-use asset	304.17	-	-
	(e) Goodwill	3.27	3.27	3.27
	(f) Intangible assets	173.95	117.64	165.06
	(g) Other non-financial assets	214.92	108.78	57.60
	Sub-total - Non-financial assets	2,499.23	1,408.22	1,571.29
	Total - Assets	1,46,275.08	1,02,533.77	1,24,232.50
B	Liabilities and equity			
	Liabilities			
1	Financial liabilities			
	(a) Trade payables			
	Total outstanding dues of micro enterprises and small enterprises	0.14	-	0.44
	Total outstanding dues of creditors other than micro enterprises and small enterprises	705.55	585.31	563.36
	(b) Other payables			
	Total outstanding dues of micro enterprises and small enterprises	-	-	-
	Total outstanding dues of creditors other than micro enterprises and small enterprises	248.66	187.73	280.22
	(c) Debt securities	51,918.04	37,376.92	46,681.33
	(d) Borrowings (other than debt securities)	46,292.25	29,535.48	37,574.44
	(e) Deposits	17,632.62	11,013.81	13,193.01
	(f) Subordinated debts	4,008.66	3,921.20	4,139.07
	(g) Other financial liabilities	2,523.31	2,066.52	1,671.66
	Sub-total - Financial liabilities	1,23,329.23	84,686.97	1,04,103.53
2	Non-financial liabilities			
	(a) Current tax liabilities (net)	262.29	37.47	22.37
	(b) Provisions	109.56	89.43	73.89
	(c) Other non-financial liabilities	483.36	317.52	335.69
	Sub-total - Non-financial liabilities	855.21	444.42	431.95
3	Equity			
	(a) Equity share capital	115.55	115.29	115.37
	(b) Other equity	21,975.09	17,287.09	19,581.65
	Sub-total - Equity	22,090.64	17,402.38	19,697.02
	Total - Liabilities and equity	1,46,275.08	1,02,533.77	1,24,232.50



Corporate Office Ext.: 3rd Floor, Panchshil Tech Park, Viman Nagar, Pune - 411014,
Maharashtra, India
Registered Office: Mumbai-Pune Road, Akurdi, Pune - 411035, Maharashtra, India

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Corporate ID No.:
L65910MH1987PLC042961

www.bajajfinance.com/finance



BAJAJ FINANCE LIMITED

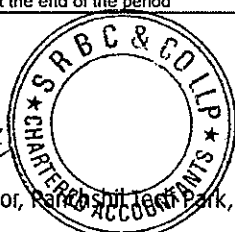
Bajaj Finance Limited

Statement of Unaudited Consolidated Financial Results for the Quarter and Half year ended 30 September 2019

Notes:

- 2 Disclosure of consolidated statement of cashflow as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the half year ended 30 September 2019:

Particulars	Half year ended		Year ended
	30.09.2019 (Reviewed)	30.09.2018 (Reviewed)	31.03.2019 (Audited)
			(₹ In Crore)
A. Operating activities			
Profit before tax	3,873.85	2,731.85	6,179.16
Adjustments for:			
Interest income	(10,563.28)	(7,305.01)	(16,348.75)
Depreciation and amortisation	133.70	62.25	144.15
Impairment on financial instruments	1,144.97	641.32	1,501.35
Net (gain)/loss on disposal of property, plant and equipment	0.05	(4.28)	(3.39)
Finance costs	4,436.78	2,924.52	6,623.56
Share based payment to employees	47.44	38.63	74.79
Net (gain)/ loss on financial instruments at fair value through profit or loss	(218.82)	(87.22)	(297.90)
Dividend received (₹11,438, Previous year ₹12,000)			
Service fees for management of assigned portfolio of loans	(47.87)	(42.13)	(68.77)
	(1,193.18)	(1,040.07)	(2,195.80)
Cash inflow from interest on loans	10,516.70	7,299.96	74.41
Cash inflow from service asset	9.69	33.72	16,148.51
Cash outflow towards finance cost	(4,048.19)	(2,970.87)	(6,344.49)
Cash from operation before working capital changes	5,285.02	3,322.74	7,682.63
Working capital changes:			
(Increase) / decrease in trade receivables	(34.78)	(237.45)	(220.17)
(Increase) / decrease in other receivables	(1,387.75)	(18.30)	(38.52)
(Increase) / decrease in loans	(19,444.43)	(16,083.98)	(34,848.03)
(Increase) / decrease in other financial assets	(115.67)	(84.98)	(50.20)
(Increase) / decrease in other non-financial assets	(160.01)	(52.62)	1.14
Increase / (decrease) in trade payables	141.90	163.58	117.83
Increase / (decrease) in other payables	(22.85)	(28.45)	75.16
Increase / (decrease) in other financial liabilities	842.64	654.38	248.46
Increase / (decrease) in provisions	35.67	27.23	(4.63)
Increase / (decrease) in other non-financial liabilities	147.66	86.82	104.96
	(19,997.61)	(15,573.79)	(34,614.00)
Income tax paid (net of refunds)	(1,280.82)	(916.40)	(2,215.32)
Net cash used in operating activities (A)	(15,993.42)	(13,167.45)	(29,146.69)
B. Investing activities			
Purchase of property, plant and equipment	(185.81)	(129.18)	(300.43)
Proceeds from sale of property, plant and equipment	3.41	25.77	31.24
Purchase of intangible assets	(33.91)	(30.14)	(97.80)
Purchase of investments measured at amortised cost	-	-	(44.89)
Proceeds from investments measured at amortised cost	19.66	16.12	33.60
Purchase of investments measured at FVOCI	(1,073.36)	(152.62)	(646.56)
Proceeds from sale of investments measured at FVOCI	540.10	199.20	200.07
Purchase of investments measured at FVTPL	(2,20,278.51)	(1,41,326.99)	(4,75,228.84)
Proceeds from sale of investments measured at FVTPL	2,20,439.27	1,40,233.11	4,70,558.01
Purchase of equity investments designated at FVOCI	(15.02)	-	-
Dividend received (₹11,438, Previous year ₹12,000)			
Interest received on investments measured at FVTPL and FVOCI	61.44	61.03	119.81
Net cash generated from/ (used in) investing activities (B)	(522.72)	(1,103.71)	(5,375.79)
C. Financing activities			
Issue of equity share capital (including securities premium)	50.99	45.50	57.45
Dividends paid	(346.32)	(230.21)	(230.15)
Dividend distribution tax paid	(71.52)	(47.52)	(47.52)
Deposits received, net	4,180.71	3,082.46	5,264.44
Debt securities issued, net	4,964.61	3,783.31	12,922.92
Borrowings other than debt securities issued, net	8,384.54	8,470.76	16,564.19
Net cash generated from financing activities (C)	17,163.02	15,104.30	34,531.33
Net increase in cash and cash equivalents (A+B+C)	646.88	833.14	8.85
Cash and cash equivalents at the beginning of the period	347.02	338.17	338.17
Cash and cash equivalents at the end of the period	993.90	1,171.31	347.02



BAJAJ FINANCE LIMITED

Bajaj Finance Limited

Statement of Unaudited Consolidated Financial Results for the Quarter and Half year ended 30 September 2019

Notes:

3 The consolidated financial results include results of the following companies:

Name of the Company	% Shareholding and voting power of Bajaj Finance Limited	Consolidated as
Bajaj Housing Finance Ltd.	100%	Subsidiary
Bajaj Financial Securities Ltd.*	100%	Subsidiary

* On 10 August 2018, the Company has acquired 100% shareholding in Bajaj Financial Securities Limited from its wholly owned subsidiary, Bajaj Housing Finance Limited.

4 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 22 October 2019. These financial results are available on the website of the Company viz. www.bajajfinserv.in/finance and on the website of BSE Limited (www.bseindia.com) and National Stock Exchange of India Limited (www.nseindia.com).

5 On 16 May 2019, the Board of Directors has approved the issue of 19,25,810 equity shares of face value of ₹ 2 at applicable grant prices to the Trustees of BFL Employee Welfare Trust under ESOS 2009. The said shares were allotted by Allotment Committee of the Board of Directors on 21 May 2019.

6 The secured non-convertible debentures issued by the Company are fully secured by first pari passu charge by mortgage of the Company and its subsidiary's immovable property at Chennai and by hypothecation of book debts/loan receivables to the extent as stated in the respective information memorandum.

7 Effective 1 April 2019, the Group has adopted Ind AS 116- Leases and applied it to all lease contracts existing on 1 April 2019 using the Modified Retrospective Approach. Based on the same and as permitted under the specific transitional provisions in the standard, the Group has not restated the comparative figures.

On transition, the adoption of the new standard resulted in recognition of right-to-use asset and a corresponding lease liability of ₹ 244.50 crore. The effect of this adoption is not material to the profit for the period and earnings per share.

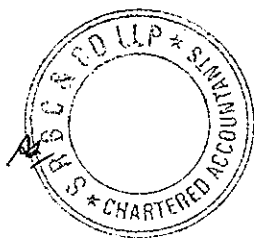
8 Pursuant to The Taxation Laws (Amendment) Ordinance 2019, promulgated on 20 September 2019, the Company and one of its subsidiary viz. BHFL intends to exercise the option permitted u/s 115BAA of the Income Tax Act, 1961 to compute income tax at the revised rate (i.e. 25.17%) from the current financial year. Accordingly, a net benefit of ₹ 1 crore is recognised in the consolidated profit after tax for the quarter ended 30 September 2019. This was a result of the gain arising due to the reduction in income tax rate amounting to ₹ 183 crore for the quarter ended 30 June 2019 offset by a charge on account of re-measurement of deferred tax assets amounting to ₹ 182 crore.

9 The Group is engaged primarily in the business of financing and accordingly there are no separate reportable segments as per Ind AS 108 dealing with Operating Segment.

10 Figures for the previous periods have been regrouped, wherever necessary, to make them comparable with the current period.

11 The Company has designated an exclusive email ID viz. investor.service@bajajfinserv.in for investor grievance redressal.

Pune
22 October 2019



By order of the Board of Directors
For Bajaj Finance Limited

[Signature]
Rahul Bajaj
Chairman

CIN : L65910MH1987PLC042961

Registered Office : Akurdi, Pune - 411 035 | Corporate Office : 4th Floor, Bajaj Finserv Corporate Office,
Off. Pune - Ahmednagar Road, Viman Nagar, Pune - 411 014 | Tel. : 020-30405060 Fax : 020-30405030

Email : investor.service@bajajfinserv.in | Website : www.bajajfinserv.in/corporate-bajaj-finance



S R B C & CO LLP

Chartered Accountants


Ground Floor
 Panchshil Tech Park, Yerwada
 (Near Don Bosco School)
 Pune - 411 006, India
 Tel : +91 20 6603 6000

Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Standalone Financial Results of the Company Pursuant to the Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**Review Report to
 The Board of Directors
 Bajaj Finance Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of Bajaj Finance Limited (the "Company") for the quarter ended September 30, 2019 and year to date from April 1, 2019 to September 30, 2019 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' ("Ind AS 34") prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our 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. 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 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.
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 recognition and measurement principles laid down in the aforesaid Ind AS 34 prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For S R B C & CO LLP
 Chartered Accountants
 ICAI Firm registration number: 324982E/E300003


 per Arvind Sethi
 Partner
 Membership No.: 089802

UDIN: 19089802AAAA bQ8230

Pune
 October 22, 2019

Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**Review Report to
The Board of Directors
Bajaj Finance Limited**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of Bajaj Finance Limited (the "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") for the quarter ended September 30, 2019 and year to date from April 1, 2019 to September 30, 2019 (the "Statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' ("Ind AS 34") prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our 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. 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 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 No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the following entities:
 - (i) Bajaj Housing Finance Limited
 - (ii) Bajaj Financial Securities Limited
5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Ind AS 34 prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. The accompanying Statement of unaudited consolidated financial results include unaudited interim financial results and other unaudited financial information in respect of one subsidiary, which have not been audited/ reviewed by its auditors, whose interim financial results reflect Group's share of total assets of Rs.125.86 crore as at September 30, 2019, Group's share of total revenues of Rs.2.42 crore and Rs.2.80 crore, Group's share of total net profit after tax of Rs.0.13 crores (loss) and Rs.0.002 crore (loss), Group's share of total comprehensive income of Rs.0.13 crore (loss) and Rs. 0.002 crore (loss), for the quarter ended September 30, 2019 and for the period from April 1,

S R B C & CO LLP

Chartered Accountants

Bajaj Finance Limited

Page 2 of 2

2019 to September 30, 2019, respectively, and net cash inflows of Rs.7.73 crore for the period from April 1, 2019 to September 30, 2019, as considered in the Statement. These unaudited interim financial results and other unaudited financial information have been approved and furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the affairs of this subsidiary is based solely on such unaudited interim financial results and other unaudited financial information. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group.

Our conclusion on the Statement in respect of matter stated in para 6 above is not modified with respect to our reliance on the financial results certified by the Management.

For S R B C & CO LLP

Chartered Accountants

ICAI Firm registration number: 324982E/E300003


per Arvind Sethi
Partner

Membership No.: 089802

UDIN: 19089802AAAAD R1218

Pune

October 22, 2019

BAJAJ FINANCE LIMITED

PRESS RELEASE

Financial results for Q2 FY20

Highest ever quarterly consolidated profit of ₹ 1,506 crore – a growth of 63% over Q2 FY19

A meeting of the Board of Directors of Bajaj Finance Limited (BFL) was held today to consider and approve the unaudited standalone and consolidated results for the quarter ended 30 September 2019.

The consolidated results of BFL include the results of its wholly owned subsidiaries viz. Bajaj Housing Finance Limited (BHFL) and Bajaj Financial Securities Limited (BFinsec).

CONSOLIDATED PERFORMANCE HIGHLIGHTS

Consolidated assets under management - ₹ 135,533 crore v/s ₹ 98,013 crore ↑ 38%
Consolidated profit after tax - ₹ 1,506 crore v/s ₹ 923 crore ↑ 63%

- **New loans booked** during Q2 FY20 **increased by 23%** to 6.47 million from 5.26 million in Q2 FY19.
- **Customer franchise** as of 30 September 2019 **increased by 29%** to 38.70 million from 30.05 million as of 30 September 2018.
- **Assets under management (AUM)** as of 30 September 2019 **grew by 38%** to ₹ 135,533 crore from ₹ 98,013 crore as of 30 September 2018.
- **Net Interest Income** for Q2 FY20 was **up by 48%** to ₹ 3,999 crore from ₹ 2,708 crore in Q2 FY19.
- **Total operating expenses to net interest income** for Q2 FY20 was 34.6% against 35.4% in Q2 FY19.
- **Loan losses and provisions (expected credit loss)** for Q2 FY20 was ₹ 594 crore as against ₹ 315 crore in Q2 FY19.
- **Profit after tax** for Q2 FY20 **grew by 63%** to ₹ 1,506 crore from ₹ 923 crore in Q2 FY19.

Pursuant to The Taxation Laws (Amendment) Ordinance 2019, promulgated on 20 September 2019, the Company and one of its subsidiary viz. BHFL intends to exercise the option permitted u/s 115BAA of the Income Tax Act, 1961 to compute income tax at the revised rate (i.e. 25.17%) from the current financial year. Accordingly, a net benefit of ₹ 1 crore is recognised in the consolidated profit after tax for the quarter ended 30 September 2019. This was a result of the gain arising due to the reduction in income tax rate amounting to ₹ 183 crore for the quarter ended 30 June 2019 offset by a charge on account of re-measurement of deferred tax assets amounting to ₹ 182 crore.

- **Gross NPA and Net NPA**, recognized as per extant RBI prudential norms and provisioned as per expected credit loss (ECL) method prescribed in Ind AS, as of 30 September 2019 stood at 1.61% and 0.65% respectively. The provisioning coverage ratio as of 30 September 2019 was 60%. Standard assets provisioning (ECL stage 1 and 2) was 91 bps under Ind AS versus about 40 bps as per RBI and NHB prudential norms.
- **Capital adequacy ratio** (including Tier-II capital) as of 30 September 2019 stood at 19.68%. The Tier-I capital stood at 15.86%.



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BAJAJ FINANCE LIMITED

A – Breakup of consolidated AUM and deposits book

(₹ In Crore)

AUM	As of 30 September 2019			Consolidated as of 30 September 2018	Growth
	BFL Standalone	BHFL	BFL Consolidated		
Consumer B2B	25,543	-	25,543	18,884	35%
Consumer B2C	26,334	672	27,006	18,509	46%
Rural lending	11,169	-	11,169	7,190	55%
SME lending	17,789	119	17,908	13,324	34%
Commercial lending	13,415	-	13,415	11,744	14%
Mortgage lending	16,696	24,924	40,492	28,362	43%
Total AUM	110,946	25,714	135,533	98,013	38%

Deposits	As of 30 September 2019			Consolidated as of 30 September 2018	Growth
	BFL Standalone	BHFL	BFL Consolidated		
Deposits book	17,633	-	17,633	11,014	60%

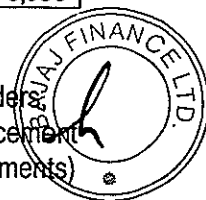
@ Approximately 15% of the consolidated borrowings and 18% of the standalone borrowings.

B – Summary of consolidated financial results

(₹ In Crore)

Particulars	Q2 FY'20	Q2 FY'19	QoQ	H1'20	H1'19	HoH	FY'19
New loans booked (number in million)	6.47	5.26	23%	13.74	10.90	26%	23.50
Assets under management	135,533	98,013	38%	135,533	98,013	38%	115,888
Receivables under financing activity	130,790	94,478	38%	130,790	94,478	38%	112,513
Interest income	5,462	3,795	44%	10,563	7,305	45%	16,349
Fees and other income	860	478	80%	1,568	906	73%	2,153
Total income	6,322	4,273	48%	12,131	8,211	48%	18,502
Interest expenses	2,323	1,565	48%	4,437	2,925	52%	6,624
Net interest income (NII)	3,999	2,708	48%	7,694	5,286	46%	11,878
Total operating expenses	1,383	958	44%	2,675	1,913	40%	4,198
Loan losses and provisions (ECL stage 1 and 2)	129	56	130%	258	150	72%	260
Loan losses and provisions (ECL stage 3 and write off)	465	259	80%	887	491	81%	1,241
Profit before tax	2,022	1,435	41%	3,874	2,732	42%	6,179
Profit after tax	1,506	923	63%	2,702	1,759	54%	3,995

- On 17 September 2019, the Board of Directors has approved, subject to the approval of shareholders, issue of securities for an aggregate amount up to ₹ 8,500 crore through Qualified Institutional Placement to Qualified Institutional Buyers in accordance with SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009.



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BAJAJ FINANCE LIMITED

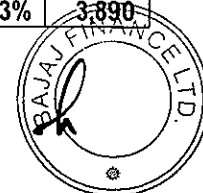
- During the quarter, the Company entered into facility agreement with various banks to avail ECB loans of USD 575 million in one or more tranches. First tranche of USD 276 million (equivalent to ₹ 1,959 crore) was drawn on 17 October 2019.
- The Company has featured among the 'Best Employers in India', 2019 by Aon Hewitt. This was the sixth year in a row that the Company received this ranking.
- During the quarter, the Company has received Economic Times Awards for 'Corporate Excellence - Company of the Year' for Bajaj Finance Limited
- During the quarter, the Company has received FE India's 'Best NBFC of the Year 2017-18' under Best Banks Awards category.

STANDALONE PERFORMANCE HIGHLIGHTS

- **Assets under management (AUM)** as of 30 September 2019 **grew by 26%** to ₹ 110,946 crore from ₹ 87,731 crore as of 30 September 2018.
- **Net interest income** for Q2 FY20 was **up by 42%** to ₹ 3,746 crore from ₹ 2,635 crore in Q2 FY19.
- **Loan losses and provisions (expected credit loss)** for Q2 FY20 was ₹ 581 crore as against ₹ 310 crore in Q2 FY19.
- **Profit after tax** for Q2 FY20 **grew by 50%** to ₹ 1,377 crore from ₹ 920 crore in Q2 FY19.

C - Summary of standalone financial results of Bajaj Finance Ltd.

Particulars	(₹ In Crore)						
	Q2' FY20	Q2' FY19	QoQ	H1 FY'20	H1 FY'19	HoH	FY'19
New loans booked (number in million)	6.45	5.24	23%	13.70	10.86	26%	23.43
Assets under management	110,946	87,731	26%	110,946	87,731	26%	98,671
Receivables under financing activity	107,915	83,825	29%	107,915	83,825	29%	95,181
Interest income	4,922	3,588	37%	9,565	6,983	37%	15,346
Fee and other income	776	473	64%	1,438	870	65%	2,055
Total income	5,698	4,061	40%	11,003	7,853	40%	17,401
Interest expenses	1,952	1,426	37%	3,750	2,716	38%	5,939
Net interest income (NII)	3,746	2,635	42%	7,253	5,137	41%	11,462
Total operating expenses	1,305	896	46%	2,526	1,781	42%	3,951
Loan losses and provisions (ECL stage 1 and 2)	125	52	140%	247	140	76%	239
Loan losses and provisions (ECL stage 3 and write off)	456	258	77%	876	491	78%	1,237
Profit before tax	1,860	1,429	30%	3,604	2,725	32%	6,035
Profit after tax	1,377	920	50%	2,501	1,754	43%	3,890



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BAJAJ FINANCE LIMITED

PERFORMANCE HIGHLIGHT OF SUBSIDIARIES

Bajaj Housing Finance Limited

- **Assets under management (AUM)** stood at ₹ 25,714 crore as on 30 September 2019.
- **Net Interest Income** for Q2 FY20 was ₹ 264 crore.
- **Profit after tax** for Q2 FY20 was ₹ 130 crore
- **Capital adequacy ratio** (including Tier-II capital) as of 30 September 2019 stood at 19.95%

D - Summary of standalone financial results of Bajaj Housing Finance Limited

(₹ In Crore)

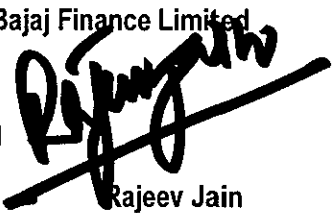
Particulars	Q2' FY20	Q2' FY19	H1' FY20	H1' FY19	FY'19
Assets under management	25,714	10,653	25,714	10,653	17,562
Receivables under financing activity	22,875	10,653	22,875	10,653	17,332
Interest income	539	204	996	319	998
Fees and other income	96	37	154	68	158
Total Income	635	241	1,150	387	1,156
Interest Expenses	371	139	688	209	685
Net Interest Income (NII)	264	102	462	178	471
Operating Expenses	88	85	170	155	297
Loan losses and provisions (ECL stage 1 and 2)	4	4	12	9	21
Loan losses and provisions (ECL stage 3 and write off)	9	1	10	1	4
Profit before tax	163	12	270	13	149
Profit after tax	130	9	200	11	110

Bajaj Financial Securities Limited


During the quarter, Bajaj Financial Securities Limited has started its broking and depository services business.

Pune
22 October 2019

For Bajaj Finance Limited



Rajeev Jain
Managing Director



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