



Bajaj Auto Limited,
Akurdi, Pune 411 035, India.
Tel +91 20 27472851
Fax +91 20 27473398
bajajauto.com

**THE WORLD'S
FAVOURITE
INDIAN**

20 November 2024

To,
Corporate Relations Department
BSE Limited
1st Floor, New Trading Ring
Rotunda Building, P J Tower
Dalal Street, Mumbai 400 001
BSE Code: 532977

To,
Corporate Listing Department
National Stock Exchange of India Ltd.
Exchange Plaza, 5th Floor Plot No.C-1,
G Block Bandra-Kurla Complex
Bandra (East), Mumbai 400 051
NSE Code: BAJAJ-AUTO

Sub: Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations, 2015”)

Dear Sir / Madam,

Pursuant to the provisions of Regulation 30 read with sub-para 20, Para A, Part A, Schedule III of the Listing Regulations, 2015 please find mentioned below the details of the Compounding Order passed against the Company by the Reserve Bank of India:

Name of the Authority	Reserve Bank of India, Foreign Exchange Department, Mumbai.
Nature and details of the action(s) taken, initiated or order(s) passed	Compounding Order passed under Section 15(1) of the Foreign Exchange Management Act, 1999 and the regulations / rules / notifications / orders made thereunder.
Date of receipt of direction or order, including any ad-interim or interim orders, or any other communication from the authority	19 November 2024 at 5:30 p.m. (IST).
Details of the violation(s) / contravention(s) committed or alleged to be committed	<p>The matter pertains to an inadvertent ODI-FDI structure that was created in India through actions that were taken by KTM AG in 2012, vide the facts as under -</p> <p>The Company through its wholly owned subsidiary, viz. Bajaj Auto International Holdings BV, Netherlands had invested 47.99% stake in KTM AG, Austria in November 2007.</p> <p>During the year 2012, KTM AG, Austria through its wholly owned subsidiary, viz. KTM Immobilien Gmbh, Austria of its own volition, made investment to the tune of 100% in KTM Sports Motorcycle India Private Limited, a company incorporated in India under the erstwhile provisions of the Companies Act,1956 thereby</p>

	<p>making it a step-down subsidiary of Bajaj Auto Limited and inadvertently creating an ODI-FDI structure.</p> <p>The Company immediately on being made aware and in order to ensure compliance with the applicable laws and regulations, filed an application with RBI in relation to their indirect investment holding in KTM Sports Motorcycle India Private Limited. In furtherance to which, the Company on 1 September 2020 received a post-facto approval from RBI for their ODI-FDI structure.</p> <p>Subsequent to the above, the Company pursuant to the receipt of direction from RBI through email on 12 April 2024, made an application dated 16 May 2024 to the authority for compounding of contravention of the provisions of Regulation 5(1) of the Foreign Exchange Management (Transfer and Issue of any Foreign Security) Regulations, 2004 ("FEMA provisions") relating to setting up of the aforesaid ODI – FDI structure.</p> <p>Accordingly, the authority on 19 November 2024, has passed an Order compounding the contravention of the FEMA provisions relating to setting up an ODI – FDI structure by payment of a sum of Rs. 2,20,00,000/- and disposing off the matter.</p>
<p>Impact on financial, operation or other activities of the Company, quantifiable in monetary terms to the extent possible</p>	<p>The authority vide its said Order dated 19 November 2024, has levied a compounding amount of Rs. 2,20,00,000/-, requiring the same to be deposited within a period of 15 days from the date of the Order.</p> <p>The amount under this Order is not material and does not have any other impact on the operations or other activities of the Company.</p>

This is for your information and records.

Yours faithfully,
For Bajaj Auto Limited

Rajiv Gandhi
Company Secretary & Compliance Officer
ACS 11263