


UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2007

(Rs. in Million)

	QUARTER ENDED 30.06.2007 (Reviewed)	QUARTER ENDED 30.06.2006 (Reviewed)	YEAR ENDED 31.03.2007 (Audited)
Sales in numbers	571,591	647,094	2,721,824
Gross Sales & Income from Operations	23616.0	25053.6	108342.7
Less: Excise duty	2524.9	3027.0	13138.6
Net Sales & Income from Operations	21091.1	22026.6	95204.1
Other Income	1026.9	945.6	5556.4
TOTAL INCOME	22118.0	22972.2	100760.5
TOTAL EXPENDITURE :			
a) (Increase)/decrease in stock-in-trade	27.0	224.0	9.0
b) Materials	15233.2	15319.9	69001.1
c) Staff Cost	986.7	844.0	3015.2
d) Other expenditure	2121.6	2085.7	9329.6

e) Expenses capitalised	(31.0)	(65.7)	(320.5)
Interest	0.6	7.3	53.4
GROSS PROFIT AFTER INTEREST BUT BEFORE DEPRECIATION AND TAXATION	3779.9	4557.0	19672.7
Export incentives accrued in previous year written off	-	103.9	103.9
Compensation paid under Voluntary Retirement Schemes	-	11.8	385.7
Depreciation	490.2	481.2	1902.6
PROFIT BEFORE TAX	3289.7	3960.1	17280.5
Provision for Taxation (Including Deferred Taxes and Fringe Benefit Tax)	1025.0	1300.0	4900.9
NET PROFIT	2264.7	2660.1	12379.6
Prior period adjustments (net)	-	-	(8.6)
Profit after prior period adjustments	2264.7	2660.1	12371.0
Paid up Equity Share Capital (Face value of Rs 10/-)	1011.8	1011.8	1011.8
Reserves excluding Revaluation Reserves			54331.4
Basic and Diluted Earnings per Share of Rs. 10/- each (not annualised) (Rs).	22.4	26.3	122.3
Aggregate of Public Shareholding :			
No. of shares	68,718,900	69,000,745	68,986,672
Percentage of Shareholding	67.92%	68.19%	68.18%

CONSOLIDATED FINANCIAL AND SEGMENT-WISE RESULTS OF BAJAJ AUTO LIMITED AND ITS SUBSIDIARIES, JOINT VENTURES AND ASSOCIATES

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2007

(Rs. in Million)

	QUARTER ENDED 30.06.2007	QUARTER ENDED 30.06.2006	YEAR ENDED 31.03.2007 (Audited)
Net Sales / Income from operations	22064.3	22942.8	101186.7
TOTAL EXPENDITURE :			
a) Materials	15297.1	15553.8	68990.5
b) Staff Cost	1007.2	850.0	3059.5
c) Other expenditure	2199.9	2078.6	9428.3
d) Expenses capitalised	(31.0)	(65.7)	(320.5)
Interest	0.6	7.3	55.4
Gross Profit after Interest but before Depreciation & Taxation	3590.5	4518.8	19973.5
Export incentives accrued in previous year written off	-	103.9	103.9
Compensation paid under Voluntary Retirement Schemes	-	11.8	385.7
Depreciation	491.2	481.9	1905.9

Profit before Tax and share of profit on Investments in Associates	3099.3	3921.2	17578.0
Add: Share of Profit after tax on Investments in Associates	18.3	14.3	203.9
Profit before Tax	3117.6	3935.5	17781.9
Provision for Taxation (Including Deferred Taxes & Fringe Benefit Tax)	1159.7	1419.3	5279.5
Net Profit	1957.9	2516.2	12502.4
Prior period adjustments			
Tax credits pertaining to earlier years	-	-	4.9
Others (net)	-	-	(8.6)
Profit after prior period adjustments	1957.9	2516.2	12498.7
Less: Minority Interest in Net Income of subsidiaries	(53.6)	(41.5)	5.2
	2011.5	2557.7	12493.5
Adjustments on account of write down of deferred tax assets	-	-	10.7
Income attributable to consolidated group	2011.5	2557.7	12482.8

SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. in Million)

	QUARTER ENDED 30.06.2007	QUARTER ENDED 30.06.2006	YEAR ENDED 31.03.2007 (Audited)
Segment Revenue			
Automotive	21082.6	22039.7	95255.6
Insurance	20054.6	9662.4	66231.5
Investment & Others	1043.8	952.4	5592.5
Total	42181.0	32654.5	167079.6
Less:Inter segment Revenue	96.1	61.6	520.0
Net Sales/Income from operations	42084.9	32592.9	166559.6
Segment Profit/(Loss) before Tax and Interest			
Automotive	2200.2	3109.2	12017.6
Insurance	(49.8)	(40.8)	453.3
Investment & Others	967.8	874.4	5366.4
Total	3118.2	3942.8	17837.3
Less: Interest	0.6	7.3	55.4
Total Profit Before Tax	3117.6	3935.5	17781.9
Capital Employed			
Automotive	11287.3	7410.8	10108.5

Insurance	7827.3	5383.3	7968.2
Investment & Others	66988.9	63399.4	66061.0
Unallocable	(4292.3)	(4408.5)	(3867.7)
Total	81811.2	71785.0	80270.0

NOTE:

The consolidated financial results include results of the following companies:

Name Of The Company	% shareholding and voting power of Bajaj Auto Limited and Subsidiaries	Segment	Consolidated as
a) Bajaj Auto Holdings Limited	100%	Investment	Subsidiary
b) Bajaj Allianz General Insurance Company Limited	74%	Insurance - general	Subsidiary
c) Bajaj Allianz Life Insurance Company Limited	74%	Insurance - life	Subsidiary
d) PT. Bajaj Auto Indonesia	95%	Automotive	Subsidiary

e) Bajaj Holdings & Investment Limited	100%	Investment	Subsidiary
f) Bajaj Finserv Limited	100%	Investment	Subsidiary
g) Maharashtra Scooters Limited	24%	Automotive & Investments	Joint venture
h) Bajaj Allianz Financial Distributors Limited	50%	Investment	Joint venture
i) Bajaj Auto Finance Limited	44.42%	Hire Purchase Financing	Associate

NOTES:

1. Gross Written Premium (GWP) for the quarter ended June 30, 2007 of general and life insurance business is Rs. 5,737.3 million and Rs. 10,598.7 million respectively. The corresponding figure for the quarter ended June 30, 2006 was Rs. 4501.4 million and Rs. 7321.9 million respectively.

As a result, the impact of unrealised loss (net) consequent to foreign currency fluctuations, in respect of effective hedging instruments, represented by Forward Covers to hedge future exports, aggregating Rs. 16824 lakhs, are carried as a Hedging Reserve to be ultimately set off when the underlying transaction arises, in the profit and loss account, as against the practice of recognizing the same in the profit and loss account, on valuation at the end of each period.

2. For the purpose of consolidated financials the net result of the insurance business revenue accounts together with shareholders income and transfers in accordance with the reporting framework of IRDA amounting to a net loss of Rs. 44.3 million prior to elimination of inter segment revenue of Rs. 17.8 million for the quarter ended June 30, 2007 has been included in a manner consistent with the parent's reporting format as was done for the previous periods. However, for reporting segment information, segment revenues for both insurance

businesses represent the premiums earned and other income.

3. The results for the quarter ended June 30, 2007 have been subjected to "Limited Review" by the auditors.
4. The Scheme of arrangement, involving the demerger of the undertakings of the company resulting into three entities viz. Bajaj Auto Limited, Bajaj Finserv Limited and Bajaj Holdings & Investment Limited, was approved by the Board of Directors at its meeting held on 17 May 2007.

Pending approval of the Honourable High Court of Bombay, the above results of the company continue to be prepared as a single entity.

5. Figures for previous year / period have been regrouped wherever necessary.
6. The company did not have any investor complaints pending as on 1 April 2007 and as on 30 June 2007. There were five investors' complaints received and disposed of during the quarter ended 30 June 2007.
7. The above results have been reviewed by the Audit Committee and taken on record in the meeting of Board of Directors held on July 12, 2007.

**BY ORDER OF THE BOARD OF DIRECTORS
FOR BAJAJ AUTO LIMITED**

**RAHUL BAJAJ
CHAIRMAN**

Pune

Date : July 12, 2007

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