



Bajaj Auto Limited
Mumbai - Pune Road, Akurdi, Pune 411 035

UNAUDITED STAND-ALONE FINANCIAL RESULTS OF BAJAJ AUTO LIMITED FOR THE QUARTER ENDED SEPTEMBER 30, 2008

(Rs. In Lakhs)

	QUARTER ENDED 30.09.2008 (Unaudited)	QUARTER ENDED 30.09.2007 (Unaudited)	HALF YEAR ENDED 30.09.2008 (Unaudited)	HALF YEAR ENDED 30.09.2007 (Unaudited)	YEAR ENDED 31.03.2008 (Audited)
Sales in numbers	640,042	614,093	1,260,137	1,185,684	2,451,407
Gross Sales	264781	251973	505088	480832	968995
Less: Excise duty	19708	27560	36864	52809	102666
Net Sales	245073	224413	468224	428023	866329
Other Operating Income	9770	11769	17695	19024	38288
TOTAL INCOME	254843	236182	485919	447047	904617
EXPENDITURE :					
a) (Increase) / decrease in stock in trade and work in progress	(9984)	(2488)	(6519)	(2218)	(6785)
b) Consumption of raw materials	190728	166118	352638	311780	634844
c) Purchase of traded goods	9405	7037	18573	13707	33978
d) Employees Cost	7546	7299	18357	17073	34162
e) Depreciation and write downs	3308	4923	6661	9074	17396
f) Other expenditure	23211	20200	42563	40774	81368
g) Expenses capitalised	(449)	(258)	(757)	(568)	(2304)
Total	223765	202831	431516	389622	792659
Profit from Operations before Other Income, Interest & Exceptional Items	31078	33351	54403	57425	111958
Other Income	2210	2595	5088	5928	12267
Profit before Interest & Exceptional Items	33288	35946	59491	63353	124225
Interest	587	136	679	142	516
Profit after Interest but before Exceptional Items	32701	35810	58812	63211	123709
Exceptional items					
Compensation paid under Voluntary Retirement Schemes (See note 3)	6110	-	6110	-	10236
Profit / (Loss) from ordinary activities before tax	26591	35810	52702	63211	113473
Tax expense (Including Fringe Benefit Tax)	8100	11950	16700	21051	37878
Net Profit / (Loss) from ordinary activities after tax	18491	23860	36002	42160	75595
Prior period adjustments (net)	-	-	-	-	(17)
Net Profit / (Loss) for the period	18491	23860	36002	42160	75578
Paid up Equity Share Capital (Face value of Rs 10/-)					14468
Weighted average number of shares (in lakhs)	1447	1344	1447	1344	1395
Reserves excluding Revaluation Reserves as at 31 March 2008					144291
Basic and Diluted Earnings Per Share (Rs.) (not annualised)					
before and after extraordinary items	12.8	17.8	24.9	31.4	54.2
Public shareholding					
No. of shares (See note 4)	71,167,007		71,167,007		71,167,007
Percentage of Shareholding (See note 4)	49.19%		49.19%		49.19%

SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. In Lakhs)

	QUARTER ENDED 30.09.2008 (Unaudited)	QUARTER ENDED 30.09.2007 (Unaudited)	HALF YEAR ENDED 30.09.2008 (Unaudited)	HALF YEAR ENDED 30.09.2007 (Unaudited)	YEAR ENDED 31.03.2008 (Audited)
Segment Revenue					
Automotive	254843	236182	485919	447047	904617
Investments	2210	2595	5088	5928	12267
Total	257053	238777	491007	452975	916884
Segment Profit/(Loss) before Tax and Interest					
Automotive	24968	33351	48293	57425	101722
Investments	2210	2595	5088	5928	12267
Total	27178	35946	53381	63353	113989
Less: Interest	587	136	679	142	516
Total Profit Before Tax	26591	35810	52702	63211	113473
Capital Employed					
Automotive	140014	148759	140014	148759	136867
Investments	171039	164960	171039	164960	190020
Unallocable	(2842)	(4965)	(2842)	(4965)	(33596)
Total	308211	308754	308211	308754	293291

NOTE:

1. In order to recognize the impact of fluctuation in foreign currency rates arising out of instruments acquired to hedge highly probable forecast transaction, in appropriate accounting periods, the company has from this year decided to apply the principles of recognition set out in the International Accounting Standards as suggested by the Institute of Chartered Accountants of India, which are also reflected in the Accounting Standard 30 - Financial Instruments-Recognition and Measurement.

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. The company did not have any investor complaints pending as on 1 July 2008 and as on 30 September 2008. There were no investors' complaints received and disposed of during the quarter ended 30 September 2008.

3. The company had announced a Voluntary Retirement Scheme (VRS) on 19 July 2008 for the workmen of its Akurdi plant. The scheme was open till 25 July 2008. In response to the VRS, 2331 workmen opted for the same.

Upto previous year, expenditure incurred on voluntary early separation was entirely expensed to Profit and Loss Account in the year of retirement.

The company has this year decided to recognise such expenditure aggregating to Rs. 36659 lakhs (including lumpsum compensation) over an appropriate period in compliance with the provisions of the Accounting Standard - 15 "Employee Benefits".

For the quarter, the company has recognised a charge of Rs. 6110 lakhs in line with the option of the special transitional provision introduced in the standard allowing such expenditure to be deferred for recognition over the payback period but not extending beyond 1st April 2010.

The management may review other recognition options available under the standard at a later date during the year to recognise a higher charge.

4. Under the scheme of demerger, the Manufacturing Undertaking of erstwhile Bajaj Auto Limited (BAL) got vested with the company retrospectively from 1 April 2007 (the appointed date). Pursuant to the said Scheme, shares were allotted to the shareholders of erstwhile BAL on 3 April 2008 and the said shares got listed in BSE and NSE on 26 May 2008. Public shareholding in the company has accordingly gone up only on and after 3 April 2008.

5. Figures for previous year / period have been regrouped wherever necessary.

6. The above results have been reviewed by the Audit Committee and approved by the Board of Directors in the meeting held on October 23, 2008.

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

Pune
Date: October 23, 2008

**RAHUL BAJAJ
Chairman**