

**Independent Auditor's Report on the Financial Results of Bajaj Housing Finance Limited pursuant to the Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

To  
The Board of Directors of  
Bajaj Housing Finance Limited

**Report on the audit of the Financial Results****Opinion**

We have audited the accompanying statement of financial results of Bajaj Housing Finance Limited (the "Company"), for the year ended March 31, 2021 ("Statement"), attached herewith, being submitted by the Company pursuant to the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the year ended March 31, 2021.

**Basis for Opinion**

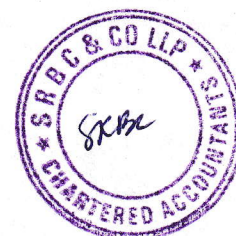
We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

**Emphasis of matter**

We draw attention to note 8 to the Statement, which describes the uncertainty caused by the continuing COVID-19 pandemic and the related probable events which could impact the Company's estimates of impairment of loans to customers. Our opinion is not modified in respect of this matter.

**Management's Responsibilities for the Financial Results**

The Statement has been prepared on the basis of the annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 52 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of



the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Results**

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other



# SRBC & COLLP

Chartered Accountants

Bajaj Housing Finance Limited  
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matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Further, we report that the figures for the half year ended March 31, 2021 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2021 and the published unaudited figures for the half year ended September 30, 2020, which were subjected to a limited review by us, as required under the Listing Regulations.

For SRBC & CO LLP  
Chartered Accountants  
ICAI Firm registration number: 324982E/E300003

*Vaishnavi*

per Vaibhav Kumar Gupta  
Partner  
Membership No: 213935  
UDIN: 21213935AAAABQ1781



Pune  
April 26, 2021

# BAJAJ HOUSING FINANCE LIMITED

## Bajaj Housing Finance Limited

### Statement of audited Financial Results for the year ended 31 March 2021

(₹ In Crore)

Particulars	Half year ended		Year ended	
	31.03.2021 (Reviewed)	31.03.2020 (Reviewed)	31.03.2021 (Audited)	31.03.2020 (Audited)
<b>1 Income</b>				
(a) Revenue from operations				
Interest income	1,490.63	1,307.00	2,877.43	2,303.08
Fees and commission income	30.15	54.13	74.62	100.08
Net gain on fair value change	17.11	51.13	59.85	73.71
Sale of Services	122.94	84.32	142.15	169.15
Others	0.65	-	0.65	-
<b>Total Revenue from operations</b>	<b>1,661.48</b>	<b>1,496.58</b>	<b>3,154.70</b>	<b>2,646.02</b>
(b) Other income	0.12	0.09	0.58	0.21
<b>Total Income</b>	<b>1,661.60</b>	<b>1,496.67</b>	<b>3,155.28</b>	<b>2,646.23</b>
<b>2 Expenses</b>				
(a) Finance costs	962.95	928.55	1,965.87	1,616.03
(b) Fees and commission expense	0.95	0.54	1.33	1.30
(c) Impairment of financial instruments	136.61	102.38	247.21	124.33
(d) Employee benefits expense	142.12	122.95	245.76	248.51
(e) Depreciation and amortisation expenses	10.73	9.83	21.77	23.14
(f) Other expenses	32.24	34.73	60.16	65.47
<b>Total expenses</b>	<b>1,285.60</b>	<b>1,198.98</b>	<b>2,542.10</b>	<b>2,078.78</b>
<b>3 Profit before tax (1-2)</b>	<b>376.00</b>	<b>297.69</b>	<b>613.18</b>	<b>567.45</b>
<b>4 Tax expense</b>				
(a) Current Tax	94.50	67.93	187.00	126.10
(b) Deferred Tax expense/(credit)	3.18	8.55	(27.01)	20.02
<b>Total tax expense</b>	<b>97.68</b>	<b>76.48</b>	<b>159.99</b>	<b>146.12</b>
<b>5 Profit after tax (3-4)</b>	<b>278.32</b>	<b>221.21</b>	<b>453.19</b>	<b>421.33</b>
<b>6 Other comprehensive Income</b>				
A (i) Items that will not be reclassified to profit or loss	1.27	(1.99)	1.27	(1.99)
(ii) Income tax related to items that will not be reclassified to profit or loss	(0.32)	0.39	(0.32)	0.39
B (i) Items that will be reclassified to profit or loss	-	-	-	-
(ii) Income tax related to items that will be reclassified to profit or loss	-	-	-	-
<b>Total other comprehensive income, net of tax</b>	<b>0.95</b>	<b>(1.60)</b>	<b>0.95</b>	<b>(1.60)</b>
<b>7 Total Comprehensive Income (5+6)</b>	<b>279.27</b>	<b>219.61</b>	<b>454.14</b>	<b>419.73</b>
8 Paid-up Equity Share Capital (Face Value of ₹ 10)			4,883.33	4,883.33
9 Other equity			1,148.89	701.80
10 Earnings per share (not annualised)				
Basic (₹)	0.57	0.56	0.93	1.12
Diluted (₹)	0.57	0.56	0.93	1.12



Corporate Office Ext.: Cerebrum IT Park, B2 Building, 5th Floor, Kumar City, Kalyani Nagar, Pune - 411 014.

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Corporate ID No.: U65910PN2008PLC132228

# BAJAJ HOUSING FINANCE LIMITED

## Bajaj Housing Finance Limited

### Statement of audited Financial Results for the year ended 31 March 2021

**Notes:**

- 1 Disclosure of assets and liabilities as per Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 :

(₹ In Crore)

Particulars		As at 31.03.2021 (Audited)	As at 31.03.2020 (Audited)
<b>A</b>	<b>ASSETS</b>		
<b>1</b>	<b>Financial assets</b>		
	(a) Cash and cash equivalents	461.78	658.72
	(b) Bank balances other than cash and cash equivalents	255.00	-
	(c) Trade Receivables	310.66	118.47
	(d) Loans	33,418.90	27,975.41
	(e) Investments	3,266.04	2,508.02
	(f) Other financial assets	33.99	8.37
	<b>Sub-total - Financial assets</b>	<b>37,746.37</b>	<b>31,268.99</b>
<b>2</b>	<b>Non-financial assets</b>		
	(a) Current tax assets (net)	4.46	11.10
	(b) Deferred tax assets (net)	15.26	-
	(c) Property, plant and equipment	64.32	77.80
	(d) Intangible assets	14.57	7.98
	(e) Other non-financial assets	14.36	6.55
	<b>Sub-total - Non-financial assets</b>	<b>112.97</b>	<b>103.43</b>
	<b>Total - Assets</b>	<b>37,859.34</b>	<b>31,372.42</b>
<b>B</b>	<b>LIABILITIES AND EQUITY</b>		
	<b>Liabilities</b>		
<b>1</b>	<b>Financial liabilities</b>		
	(a) Trade payables		
	i. Total outstanding dues to micro enterprises and small enterprises	-	0.24
	ii. Total outstanding dues to creditors other than micro enterprises and small enterprises	20.90	30.35
	(b) Other payables		
	i. Total outstanding dues to micro enterprises and small enterprises	-	-
	ii. Total outstanding dues to creditors other than micro enterprises and small enterprises	21.28	17.83
	(c) Debt Securities	11,332.08	7,823.59
	(d) Borrowings (Other than debt securities)	20,268.52	17,776.85
	(e) Other financial liabilities	144.63	73.59
	<b>Sub-total - Financial liabilities</b>	<b>31,787.41</b>	<b>25,722.45</b>
<b>2</b>	<b>Non-financial liabilities</b>		
	(a) Current tax liabilities (net)	7.39	7.07
	(b) Provisions	2.29	2.28
	(c) Deferred Tax Liabilities	-	11.43
	(d) Other non-financial liabilities	30.03	44.06
	<b>Sub-total - Non-financial liabilities</b>	<b>39.71</b>	<b>64.84</b>
<b>3</b>	<b>Equity</b>		
	(a) Equity Share Capital	4,883.33	4,883.33
	(b) Other equity	1,148.89	701.80
	<b>Sub-total - Equity</b>	<b>6,032.22</b>	<b>5,585.13</b>
	<b>Total - Equity and liabilities</b>	<b>37,859.34</b>	<b>31,372.42</b>

# BAJAJ HOUSING FINANCE LIMITED

Bajaj Housing Finance Limited

## Statement of audited Financial Results for the year ended 31 March 2021

### Notes:

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meetings held on 26 April 2021 and subjected to audit by statutory auditors pursuant to Regulation 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. These financial results are available on the website of the Company viz. [www.bajajhousingfinance.in/](http://www.bajajhousingfinance.in/) and on the website of BSE Limited ([www.bseindia.com](http://www.bseindia.com)).
- The secured non-convertible debentures issued by the Company during the year are fully secured by first pari-passu charge by mortgage of the Company's immovable property at Chennai and/or by hypothecation of book debts/loan receivables to the extent as stated in the information memorandum.
- 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. The Company operates in a single geographical segment i.e. domestic.
- Disclosures as required by RBI circular dated 17 April 2020 'COVID-19 Regulatory Package - Asset Classification and Provisioning' are given below:

Particulars	(₹ In Crore)
	As of 31.03.2021
Amount in SMA/Overdue categories as of 29 February 2020	22.32
Respective amounts in SMA/overdue categories, where the moratorium/deferment was extended, in terms of paragraph 2 and 3 of the circular (as of 29 February 2020)	14.29
Respective amount where asset classification benefit is extended (outstanding as of 29 February 2020)*	11.98
Provision made in terms of paragraph 5 of the circular as at the end of moratorium (As per para 4, applicable to NBFC's covered under Ind AS)	2.65
Provisions adjusted against slippages in terms of paragraph 6 of the circular	2.17
Residual provisions as of 31 March 2021 in terms of paragraph 6 of the circular	0.48

\* Loan outstanding as of 31 March 2021 and corresponding expected credit loss provision on the same are as below:

Loan outstanding where the Company continues to have asset classification benefit	3.47
Corresponding expected credit loss provision (excluding management and macro-economic overlays)	0.62

- Disclosures pursuant to RBI Notification - RBI/2020-21/16 DOR.No.BP.BC/3/21.04.048/2020-21 dated 6 August 2020 with respect to Resolution Framework for COVID-19-related Stress.

(₹ In Crore except number of accounts)

Type of borrower	(A) Number of accounts where resolution plan has been implemented under this window	(B) exposure to accounts mentioned at (A) before implementation of the plan	(C) Of (B), aggregate amount of debt that was converted into other securities	(D) Additional funding sanctioned, if any, including between invocation of the plan and implementation	(E) Increase in provisions on account of the implementation of the resolution plan
Personal Loans	3,210	529.83	-	0.01	63.20
Corporate persons*	-	-	-	-	-
of which, MSMEs	-	-	-	-	-
Others	-	-	-	-	-
<b>Total</b>	<b>3,210</b>	<b>529.83</b>	<b>-</b>	<b>0.01</b>	<b>63.20</b>

\*As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016

Overall provision for Expected Credit Loss (ECL) as off 31 March 2021 is ₹ 93.45 crore.

- Hon'ble Supreme Court vide order dated 23 March 2021, in the matter of Small Scale Industrial Manufacturers Associations vs UOI & Ors. has stated that interim relief granted vide an interim order dated 3 September 2020 stands vacated. Accordingly, the Company has classified non-performing assets as per extant RBI guidelines.



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# BAJAJ HOUSING FINANCE LIMITED

- 8 The COVID-19 pandemic has affected several countries across the world, including India. The pandemic and consequent lockdown imposed by the Government considerably impacted the Company's business operations during the year ended 31 March 2021. Apart from other adverse effects, the pandemic resulted in a significantly lower business acquisition and constrained recovery of overdues from customers for the large part of the year. Disclosures as required by RBI for moratorium and resolution framework are given in note no 5 and 6 respectively.

In accordance with the Reserve Bank of India ('RBI') guidelines relating to 'COVID-19 Regulatory Package' dated 27 March 2020 and subsequent guidelines on EMI moratorium dated 17 April 2020 and 23 May 2020, the Company had offered moratorium to its customers based on requests as well as on a suo-moto for EMIs falling due between 1 March 2020 to 31 August 2020. Further, the Company offered resolution plan to its customers pursuant to the RBI's guideline 'Resolution framework for COVID-19 related stress' dated 6 August 2020.


The Company holds a management overlay of ₹ 166 crore as at 31 March 2021

Given the dynamic and evolving nature of the pandemic, these estimates include the possible impact of known events till date and are subject to uncertainty caused by resurgence of COVID-19 pandemic and related events.

- 9 The Indian Parliament has approved the Code on Social Security, 2020 which subsumes the Provident Fund and the Gratuity Act and rules there under. The Ministry of Labour and Employment has also released draft rules thereunder on 13 November 2020, and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company will evaluate the rules, assess the impact, if any, and account for the same once the rules are notified and become effective.
- 10 In accordance with the instructions in the RBI circular dated 7 April 2021, all lending institutions shall refund / adjust 'interest on interest' to all borrowers including those who had availed working capital facilities during the moratorium period, irrespective of whether moratorium had been fully or partially availed, or not availed. Pursuant to these instructions, the Indian Banks Association (IBA) in consultation with other industry participants / bodies published the methodology for calculation of the amount of such 'interest on interest'. Accordingly, the Company has estimated the said amount and made provision for refund/ adjustment.
- 11 The figures for the last half year of the current and previous financial year are the balancing figures between audited figures in respect of the full financial year and the year to date figures up to the end of first half year of the current and previous financial year which were subjected to limited review by statutory auditors.
- 12 Figures for the previous periods have been regrouped, wherever necessary, to make them comparable with the current period.
- 13 The Company has designated an exclusive email ID viz. bhflinvestor.service@bajajfinserv.in for investor grievance redressal.



By order of the Board of Directors  
For Bajaj Housing Finance Limited

  
Rajeev Jain  
Managing Director

Pune  
26 April 2021

CIN : U65910PN2008PLC132228

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