

G. M. KAPADIA & CO.
(REGISTERED)

CHARTERED ACCOUNTANTS

1007, RAHEJA CHAMBERS, 213, NARIMAN POINT, MUMBAI 400 021. INDIA

PHONE : (91-22) 6611 6611 FAX : (91-22) 6611 6600

Independent Auditor's Report on Audit of Standalone Financial Results of Bajaj Financial Securities Limited for the Quarter and Year ended on March 31, 2022

To,
The Board of Directors,
Bajaj Financial Securities Limited

Opinion

We have audited the accompanying Statement of Standalone Financial Results of **Bajaj Financial Securities Limited** (hereinafter referred to as the "Company") for the quarter and year ended March 31, 2022 (the "Statement"), being submitted by the Company pursuant to the requirement of Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, read with SEBI Circular No. SEBI/HO/DDHS/DDHS/CIR/P/2019/115 dated October 22, 2019, as amended, on Framework for listing of Commercial Paper (the "Listing Regulations").

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

- a. is presented in accordance with the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) in this regard; and
- b. gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ("Ind AS") 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 quarter and year ended March 31, 2022.

Basis of Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those SAs are further described in the *Auditor's Responsibilities for the Audit of the Statement* 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the financial results 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 issued by ICAI. We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our opinion.



Management's and Board of Director's Responsibilities for the Statement

The Company's Management and the Board of Directors are responsible for the preparation and presentation of these standalone annual financial results that give a true and fair view of the net profit and total comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act 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 accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone annual financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial results, the Management and 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 of the Company.

Auditor's Responsibilities for the Audit of Standalone Annual Financial Results

Our objectives are to obtain reasonable assurance about whether the standalone annual financial results as a whole are 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 these standalone financial results.

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 standalone annual financial results, 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 through a separate report on the complete set of financial statements 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 in the standalone financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and 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 appropriateness of this assumption. 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 standalone annual 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 standalone annual financial results, including the disclosures, and whether the standalone annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Statement that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Statement may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Statement.

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

Other Matter

The standalone financial results include the results for the quarter ended March 31, 2022 being the balancing figure between the audited figures in respect of the full financial year and the published



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unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

The Statement also includes comparative financial figures of the Company for quarter and the year ended March 31, 2021, audited by the predecessor audit firm where they have expressed an unmodified opinion on such financial statements vide their report dated April 26, 2021.

Our report on the Statement is not modified in respect of this matter.

For G. M. KAPADIA & CO.
Chartered Accountants
Firm Registration No. 104767W



Rajen Ashar

Rajen Ashar
Partner

Membership No. 048243

UDIN: 22048243AHSEXI9073

Pune

Dated: April 25, 2022


BAJAJ FINANCIAL SECURITIES LIMITED

Bajaj Financial Securities Limited

Statement of audited financial results for the Quarter and Financial year ended 31 March 2022

(₹ In Lakh)

	Particulars	Quarter ended			Year ended	
		31.03.2022 (Audited)	31.12.2021 (Reviewed)	31.03.2021 (Audited)	31.03.2022 (Audited)	31.03.2021 (Audited)
1	(a) Revenue from operations					
	Interest income	2,298.84	1,994.32	335.63	6,196.05	985.12
	Brokerage and fee income	1,360.25	1,645.55	1,207.49	5,401.78	2,244.38
	Net gain on fair value changes	288.59	186.45	173.67	833.96	365.23
	Other operating income	-	0.27	14.53	0.57	39.18
	Total revenue from operations	3,947.68	3,826.59	1,731.32	12,432.36	3,633.91
	(b) Other income	-	-	-	-	-
	Total income	3,947.68	3,826.59	1,731.32	12,432.36	3,633.91
2	Expenses					
	(a) Finance costs	962.48	985.83	117.56	2,915.30	306.82
	(b) Fees and commission expense	497.37	473.18	88.83	2,247.32	143.52
	(c) Impairment on financial instruments	(2.78)	10.30	4.35	26.51	9.06
	(d) Employee benefits expense	567.17	476.12	276.92	1,834.21	969.87
	(e) Depreciation and amortisation expenses	100.79	108.70	35.73	394.18	129.26
	(f) Other expenses	555.60	791.91	525.44	2,750.76	1,199.15
	Total expenses	2,680.63	2,846.04	1,048.83	10,168.28	2,757.68
3	Profit before tax (1 - 2)	1,267.05	980.55	682.49	2,264.08	876.23
4	Tax expense					
	(a) Current tax	355.99	149.01	223.17	505.00	256.34
	(b) Deferred tax (credit)/charge	(22.25)	97.37	(4.43)	74.69	65.26
	Total tax expense	333.74	246.38	218.74	579.69	321.60
5	Profit after tax (3 - 4)	933.31	734.17	463.75	1,684.39	554.63
6	Other comprehensive income					
	(a) (i) Items that will not be reclassified to profit or loss:	(15.96)	-	(0.94)	(15.96)	(0.94)
	(ii) Tax impact on above	3.99	-	0.26	3.99	0.26
	(b) (i) Items that will be reclassified to profit or loss:	-	-	-	-	-
	(ii) Tax impact on above	-	-	-	-	-
	Other comprehensive income for the year, net of tax	(11.97)	-	(0.68)	(11.97)	(0.68)
7	Total comprehensive income for the year (5 + 6)	921.34	734.17	463.07	1,672.42	553.95
8	Paid-up equity share capital (Face value per share ₹ 10)				63,164.71	26,400.00
9	Other equity				6,369.49	1,463.78
10	Earnings per share: (non annualised)					
	Basic and diluted (₹)	0.20	0.28	0.24	0.54	0.42


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 Email ID: connect@bajajfinserv.in

Tel: 020-7112 4060
 Corporate ID No.: U67120PN2010PLC136026
 SEBI-INZ000218931 (BSE-6706/NSE-90177);
 SEBI-DP-IN-418-2019
 NSDL-IN304300; CDSL-12088600
 ARN-163403

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Bajaj Financial Securities Limited

Statement of audited financial results for the Quarter and Financial year ended 31 March 2022

Notes:

1 Disclosure of assets and liabilities as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, as at 31 March 2022:

(₹ In Lakh)		
Particulars	As at 31.03.2022 (Audited)	As at 31.03.2021 (Audited)
Assets		
1 Financial assets		
(a) Cash and cash equivalents	10,147.99	1,575.52
(b) Bank balances other than (a) above	27,092.30	5,787.72
(c) Trade receivables	11,926.77	11,776.66
(d) Loans	71,964.44	18,410.97
(e) Investments	32,382.53	26,013.04
(f) Other financial assets	27,402.19	1,735.05
Total - Financial assets	1,80,916.22	65,298.96
2 Non-financial assets		
(a) Current tax assets (net)	26.08	23.60
(b) Property, plant and equipment	1,528.64	553.79
(c) Intangible assets	267.29	141.09
(d) Other non-financial assets	280.37	143.97
Total - Non-financial assets	2,102.38	862.45
Total - Assets	1,83,018.60	66,161.41
Liabilities and equity		
Liabilities		
1 Financial liabilities		
(a) Trade payables		
Total outstanding dues of micro enterprises and small enterprises	6.31	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	37,047.45	19,706.81
(b) Other payables		
Total outstanding dues of micro enterprises and small enterprises	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	226.61	146.11
(c) Debt Securities	69,933.61	9,835.31
(d) Borrowings (other than debt securities)	5,001.33	8,058.87
(e) Other financial liabilities	854.53	357.15
Total - Financial liabilities	1,13,069.84	38,104.25
2 Non-financial liabilities		
(a) Current tax liabilities (net)	66.58	-
(b) Provisions	60.70	24.70
(c) Deferred tax liabilities (net)	118.47	47.77
(d) Other non-financial liabilities	168.81	120.91
Total - Non-financial liabilities	414.56	193.38
3 Equity		
(a) Equity share capital	63,164.71	26,400.00
(b) Other equity	6,369.49	1,463.78
Total Equity	69,534.20	27,863.78
Total liabilities and equity	1,83,018.60	66,161.41

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 BY *[Signature]*
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Statement of audited financial results for the Quarter and Financial year ended 31 March 2022

Notes:

2. Disclosure of statement of cashflow as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, for the year ended 31 March 2022:

Particulars	Year ended	
	31.03.2022 (Audited)	31.03.2021 (Audited)
(₹ In Lakh)		
A. Operating activities		
Profit before tax	2,264.08	876.23
Adjustments for:		
Interest income	(6,196.05)	(985.12)
Depreciation and amortisation	394.18	129.26
Share issue expenses	23.69	132.50
Net (gain)/loss on disposal of property, plant and equipment	26.04	0.27
Impairment on financial instruments	26.51	9.06
Finance costs	2,915.30	306.82
Net (gain)/ loss on financial instruments at fair value through profit or loss	(833.96)	(365.23)
	(1,380.21)	103.79
Cash inflow from interest on loans	4,355.46	648.87
Cash from operation before working capital changes	2,975.25	752.66
Working capital changes:		
(Increase) / decrease in other bank balances	(20,762.62)	(2,219.00)
(Increase) / decrease in trade receivables	(142.77)	(9,485.54)
(Increase) / decrease in other receivables	-	-
(Increase) / decrease in loans	(53,029.86)	(18,126.40)
(Increase) / decrease in other financial assets	(25,667.14)	9,516.53
(Increase) / decrease in other non-financial assets	(220.39)	(28.26)
Increase / (decrease) in trade payables	17,434.53	9,731.26
Increase / (decrease) in other payables	80.50	91.29
Increase / (decrease) in other financial liabilities	13.96	33.59
Increase / (decrease) in provisions	20.04	14.54
Increase / (decrease) in other non-financial liabilities	47.90	20.80
	(82,225.85)	(10,451.19)
Interest received on deposits with bank and exchanges	653.58	97.93
Income tax paid (net of refunds)	(440.90)	(175.20)
Net cash used in operating activities (A)	(79,037.92)	(9,775.80)
B. Investing activities		
Purchase of property, plant and equipment	(719.16)	(64.57)
Purchase of intangible assets	(109.60)	(203.76)
Sale of property, plant and equipment	12.86	5.49
Purchase of investments measured at FVTPL (net)	(5,535.53)	(20,414.06)
Net cash generated from/ (used in) investing activities (B)	(6,351.43)	(20,676.90)
C. Financing activities		
Issue of equity share capital (including securities premium)	39,998.00	15,000.00
Share issue expenses	(23.69)	(132.50)
Debt Securities	59,763.68	9,746.33
Payment of lease liability	(137.95)	(43.68)
Cash outflow towards finance cost	(2,579.98)	(228.30)
Borrowings other than debt securities issued, net	(3,058.24)	6,558.87
Net cash generated from financing activities (C)	93,961.82	30,900.72
Net increase in cash and cash equivalents (A+B+C)	8,572.47	448.02
Cash and cash equivalents at the beginning of the period	1,575.52	1,127.50
Cash and cash equivalents at the end of the period	10,147.99	1,575.52



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Bajaj Financial Securities Limited

Statement of audited financial results for the Quarter and Financial year ended 31 March 2022

Notes:

- 3 The above results have been reviewed and approved by the Board of Directors at its meeting held on 25 April 2022 and subjected to audit by statutory auditors. These financial results are available on the website of the Company viz. <https://www.bajajfinservsecurities.in/>.
- 4 The above results have been prepared in accordance with Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended in connection with the consolidation of the Company's financial information with Bajaj Finance Limited ("the Holding Company") pursuant to the requirements of SEBI/HO/DDHS/DDHS/CIR/P/2019/115 dated October 22, 2019, as amended.
- 5 The Company is engaged primarily in the business of stock broking activity and 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.
- 6 From the current financial year, the Company has opted for reduced rate of 25.17% for computation of income tax as per Section 115BAA of Income Tax Act, 1961
- 7 Figures for the previous periods have been regrouped, wherever necessary, to make them comparable with the current period.
- 8 The Ind AS financial results of the Company for the quarter and year ended 31 March, 2021, were audited by the S R B C & CO LLP Chartered Accountants, the predecessor auditor who have expressed an unqualified opinion.
- 9 For details required as per the provisions of Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please refer Annexure I.
- 10 The Company has designated an exclusive email ID viz. connect@bajajfinserv.in for investor grievance redressal.

By order of the Board of Directors
For Bajaj Financial Securities Limited

S Sreenivasan
Chairman

Pune
25 April 2022

CIN : U67120PN2010PLC136026

SEBI-INZ000218931 (BSE-6706/NSE-90177); SEBI-DP-IN-418-2019 NSDL-IN304300; CDSL-12088600 ARN-163403

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BAJAJ FINANCIAL SECURITIES LIMITED

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Statement of audited financial results for the Quarter and Financial year ended 31 March 2022

Annexure 1

Disclosure in compliance with Regulation 52 (4) of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015 for the quarter and year ended 31 March 2022

Particulars	Year ended 31 March 2022	Quarter ended 31 March 2022
1. Debt-Equity ratio	1.08	NA
2. Debt service coverage ratio	0.07	0.03
3. Interest service coverage ratio	1.95	2.46
4. Networth (₹ In Lakhs)	69,534.20	69,534.20
5. Net Profit after tax (₹ In Lakhs)	1,684.39	933.31
6. Earnings per share	0.54	0.20
7. Total debts to total assets	0.41	NA
8. Operating margin	18.21%	32.10%
9. Net profit margin	13.55%	23.64%

Note :

Details of debenture redemption reserve, Current ratio, Long term debt to working capital, Bad debts to Accounts receivable ratio, Current liability ratio, Debtors turnover and Inventory turnover is not applicable to the Company.



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