

Ref/No/HDFCAMC/SE/2022-23/07

Date – April 27, 2022

National Stock Exchange of India Limited Exchange Plaza, Plot C/1, Block G, Bandra Kurla Complex, Bandra (East) Mumbai – 400051  <b>Kind Attn: Head – Listing Department</b>	BSE Limited Sir PJ Towers, Dalal Street, Mumbai – 400001  <b>Kind Attn: Sr. General Manager – DCS Listing Department</b>
---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------	---------------------------------------------------------------------------------------------------------------------------------------------

Dear Sir/Madam,

**Sub: Outcome of Board Meeting**

We wish to inform you that the Board of Directors of HDFC Asset Management Company Limited (“the Company”) at its meeting held today i.e. April 27, 2022, has, *inter-alia*, approved the audited financial results of the Company for the quarter and year ended March 31, 2022, in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations).

A copy of said results along with Auditors’ Report on the financial results with unmodified opinion are enclosed herewith and the same are being uploaded on the website of the Company i.e. [www.hdfcfund.com](http://www.hdfcfund.com).

Further, the Board of Directors in the said meeting has recommended a dividend of Rs. 42/- per equity share of Rs. 5/- each of the Company, for the financial year ended March 31, 2022, subject to approval of shareholders at the ensuing Annual General Meeting. The dividend if approved by the shareholders, will be dispatched / remitted commencing from the day after the ensuing Annual General Meeting.

**Annual General Meeting:**

The Board approved that the 23rd Annual General Meeting of the members of the Company to be held on Wednesday, June 29, 2022.

Please note that in terms of the AMC Share Dealing Code and the SEBI (Prohibition of Insider Trading) Regulations, 2015, the trading window for all the special employees and directors of the Company and their immediate relatives, in the shares of the Company shall remain closed till Friday, April 29, 2022.

The Board Meeting commenced at 02:30 p.m. and concluded at 04:50 p.m.

You are requested to take note of the above and arrange to bring to notice of all concerned.

Thanking you,

Yours faithfully,

For **HDFC Asset Management Company Limited**



**Sylvia Furtado**  
Company Secretary

Encl: a/a

**HDFC Asset Management Company Limited**

A Joint Venture with abrdn Investment Management Limited

CIN: L65991MH1999PLC123027

Registered Office : “HDFC House”, 2nd Floor, H.T. Parekh Marg, 165-166, Backbay Reclamation, Churchgate, Mumbai-400 020

Tel.: 022 - 6631 6333 Fax: 022 - 6658 0203 Website: [www.hdfcfund.com](http://www.hdfcfund.com)

[shareholders.relations@hdfcfund.com](mailto:shareholders.relations@hdfcfund.com)

# B S R & Co. LLP

Chartered Accountants

14th Floor, Central B Wing and North C Wing,  
Nesco IT Park 4, Nesco Center,  
Western Express Highway, Goregaon (East),  
Mumbai - 400 063, India

Telephone: +91 22 6257 1000  
Fax: +91 22 6257 1010

## Independent Auditor's Report

### To the Board of Directors of HDFC Asset Management Company Limited Report on the audit of the Annual Financial Results

#### Opinion

We have audited the accompanying annual financial results of HDFC Asset Management Company Limited (hereinafter referred to as the "Company") for the year ended 31 March 2022, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid annual financial results:

- a. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information for the year ended 31 March 2022.

#### 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 ("the Act"). Our responsibilities under those SAs are further described in the *Auditor's Responsibilities for the Audit of the Annual 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 on the annual financial results.

#### Management's and Board of Directors' Responsibilities for the Annual Financial Results

These annual financial results have been prepared on the basis of the annual financial statements.

The Company's Management and the Board of Directors are responsible for the preparation and presentation of these annual financial results that give a true and fair view of the net profit/ loss and other 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 33 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 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 annual 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

Registered Office:

B S R & Co. (a partnership firm with Registration No. BA61223) converted into B S R & Co. LLP (a Limited Liability Partnership with LLP Registration No. AAB-8181) with effect from October 14, 2013

14th Floor, Central B Wing and North C Wing, Nesco IT Park 4, Nesco Center, Western Express Highway, Goregaon (East), Mumbai - 400063

144



**Independent Auditor's Report (Continued)**  
**HDFC Asset Management Company Limited**

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 responsible for overseeing the Company's financial reporting process.

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

Our objectives are to obtain reasonable assurance about whether the 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 annual 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 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 annual 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 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 annual financial results, including the disclosures, and whether the annual financial results represent 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 matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

**Other Matter(s)**

- a. The annual financial results include the results for the quarter ended 31 March 2022 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject



B S R & Co. LLP

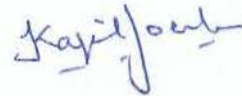
**Independent Auditor's Report (Continued)**  
**HDFC Asset Management Company Limited**

to limited review by us.

For **B S R & Co. LLP**

*Chartered Accountants*

Firm's Registration No.:101248WW-100022



**Kapil Goenka**

*Partner*

Mumbai

27 April 2022

Membership No.: 118189

UDIN:22118189AHWKXE9464



## HDFC ASSET MANAGEMENT COMPANY LIMITED

### Statement of Audited Financial Results for the Quarter and Year Ended March 31, 2022

₹ (in Crore except per equity share data)

PARTICULARS	Quarter Ended			Year Ended	
	March 31, 2022	December 31, 2021	March 31, 2021	March 31, 2022	March 31, 2021
	(Audited) #	(Reviewed)	(Audited) #	(Audited)	(Audited)
<b>1. INCOME</b>					
- Revenue from Operations	516.28	549.67	502.93	2,115.36	1,852.53
- Other Income	64.65	86.21	42.64	317.84	349.21
<b>Total Income</b>	<b>580.93</b>	<b>635.88</b>	<b>545.57</b>	<b>2,433.20</b>	<b>2,201.74</b>
<b>2. EXPENSES</b>					
- Finance Costs	2.05	2.15	2.34	8.64	8.95
- Fees and Commission Expenses	1.51	1.26	1.62	5.41	5.69
- Employee Benefit Expenses (see note 4)	71.43	77.47	63.83	312.20	226.75
- Depreciation, Amortisation and Impairment	13.41	13.34	13.62	53.85	55.41
- Other Expenses	49.88	56.51	41.15	197.81	155.99
<b>Total Expenses</b>	<b>138.28</b>	<b>150.73</b>	<b>122.56</b>	<b>577.91</b>	<b>452.79</b>
<b>3. PROFIT BEFORE TAX (1-2)</b>	<b>442.65</b>	<b>485.15</b>	<b>423.01</b>	<b>1,855.29</b>	<b>1,748.95</b>
<b>4. TAX EXPENSE</b>					
- Current Tax	96.18	109.01	88.03	418.96	369.39
- Deferred Tax	2.92	16.39	18.90	43.20	53.80
<b>Total Tax Expense</b>	<b>99.10</b>	<b>125.40</b>	<b>106.93</b>	<b>462.16</b>	<b>423.19</b>
<b>5. PROFIT AFTER TAX (3-4)</b>	<b>343.55</b>	<b>359.75</b>	<b>316.08</b>	<b>1,393.13</b>	<b>1,325.76</b>
<b>6. OTHER COMPREHENSIVE INCOME</b>					
- Items that will not be reclassified to profit or loss	1.32	0.79	2.16	0.66	(0.92)
- Income tax on above	(0.32)	(0.18)	(0.42)	(0.17)	0.23
<b>Total Other Comprehensive Income (net of tax)</b>	<b>1.00</b>	<b>0.61</b>	<b>1.74</b>	<b>0.49</b>	<b>(0.69)</b>
<b>7. TOTAL COMPREHENSIVE INCOME (5+6)</b>	<b>344.55</b>	<b>360.36</b>	<b>317.82</b>	<b>1,393.62</b>	<b>1,325.07</b>
Earnings per equity share (Face value of ₹ 5 each) (Not Annualised)					
- Basic	16.11	16.88	14.84	65.36	62.28
- Diluted	16.10	16.86	14.81	65.31	62.16
Paid-up Equity Share Capital (Face value of ₹ 5)	106.64	106.60	106.48	106.64	106.48
Other Equity (excluding revaluation reserve) as at March 31				5,423.40	4,669.70

See accompanying notes to the Financial Results

# Figures for the quarter ended March 31, 2022 and March 31, 2021 are derived by deducting the published unaudited year to date figures for the period ended December 31, 2021 and period ended December 31, 2020 from the audited figures for the year ended March 31, 2022 and March 31, 2021 respectively.



**HDFC ASSET MANAGEMENT COMPANY LIMITED**

Notes:

**1. Statement of Assets and Liabilities**

₹ (in Crore)

Particulars	As at March 31, 2022 (Audited)	As at March 31, 2021 (Audited)
<b>ASSETS</b>		
<b>FINANCIAL ASSETS</b>		
Cash and Cash Equivalents	1.87	1.68
Bank Balance other than above	6.20	0.67
Receivables		
Trade Receivables	74.53	79.91
Other Receivables	5.98	3.85
Investments	5,570.23	4,753.25
Other Financial Assets	25.20	32.35
<b>Sub-total - Financial Assets</b>	<b>5,684.01</b>	<b>4,871.71</b>
<b>NON FINANCIAL ASSETS</b>		
Current Tax Assets (net)	30.63	31.29
Property, Plant and Equipment	122.18	136.86
Intangible Assets Under Development	0.46	1.18
Goodwill	6.04	6.04
Other Intangible Assets	6.88	10.32
Other Non Financial Assets	30.17	37.30
<b>Sub-total - Non Financial Assets</b>	<b>196.36</b>	<b>222.99</b>
<b>TOTAL ASSETS</b>	<b>5,880.37</b>	<b>5,094.70</b>
<b>LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
<b>FINANCIAL LIABILITIES</b>		
<b>Payables</b>		
Trade Payables		
Total Outstanding Dues of Micro Enterprises and Small Enterprises	-	-
Total Outstanding Dues of Creditors Other than Micro Enterprises and Small Enterprises	29.24	25.88
<b>Other Financial Liabilities</b>	189.64	204.13
<b>Sub-total - Financial Liabilities</b>	<b>218.88</b>	<b>230.01</b>
<b>NON FINANCIAL LIABILITIES</b>		
Current Tax Liabilities (net)	7.37	4.34
Provisions	11.79	7.88
Deferred Tax Liabilities (net)	75.34	32.13
Other Non Financial Liabilities	36.95	44.16
<b>Sub-total - Non Financial Liabilities</b>	<b>131.45</b>	<b>88.51</b>
<b>TOTAL LIABILITIES</b>	<b>350.33</b>	<b>318.52</b>
<b>EQUITY</b>		
Equity Share Capital	106.64	106.48
Other Equity	5,423.40	4,669.70
<b>Sub-total - Equity</b>	<b>5,530.04</b>	<b>4,776.18</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>5,880.37</b>	<b>5,094.70</b>





**HDFC ASSET MANAGEMENT COMPANY LIMITED**

Notes:

**2. Statement of Cash Flows**

₹ (in Crore)

Particulars	For the Year Ended	
	March 31, 2022	March 31, 2021
	(Audited)	(Audited)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
<b>Profit Before Tax</b>	<b>1,855.29</b>	<b>1,748.95</b>
<b>Add / (Less) : Adjustments for</b>		
Depreciation, Amortisation and Impairment	53.85	55.41
Finance Costs	8.64	8.95
Share Based Payments to Employees	63.32	7.35
(Profit) / Loss on Sale of Investments (net)	(35.21)	(91.29)
Fair Value (Gain) / Loss on Investments	(244.91)	(217.06)
Net (Gain) / Loss on foreign currency transactions and translations	0.00	0.01
(Profit) / Loss on Derecognition of Property, Plant and Equipment and Other Intangible Assets (net)	(0.04)	(0.04)
Investment Income from Financial Instruments	(31.20)	(32.00)
Other Interest Income	(1.26)	(1.57)
<b>Operating Profit before working capital changes</b>	<b>1,668.48</b>	<b>1,478.71</b>
<b>Adjustments for:</b>		
(Increase) / Decrease in Trade Receivables	5.37	(19.31)
(Increase) / Decrease in Other Receivables	(2.13)	0.14
(Increase) / Decrease in Other Financial Assets	(0.23)	0.10
(Increase) / Decrease in Other Non Financial Assets	7.04	(10.29)
Increase / (Decrease) in Trade Payable	3.40	(20.80)
Increase / (Decrease) in Other Financial Liabilities	(10.12)	23.63
Increase / (Decrease) in Provisions	3.91	0.63
Increase / (Decrease) in Other Non Financial Liabilities	(6.55)	0.19
<b>Cash generated from / (used in) operations</b>	<b>1,669.17</b>	<b>1,453.00</b>
Income Tax Paid	(415.44)	(367.68)
<b>Net cash from / (used in) operating activities (A)</b>	<b>1,253.73</b>	<b>1,085.32</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Property, Plant and Equipment and Other Intangible Assets	(10.23)	(11.62)
Proceeds from Sale of Property, Plant and Equipment and Other Intangible Assets	0.06	0.04
Purchase of Investments	(2,895.32)	(3,980.90)
Proceeds from Sale of Investments	2,350.18	3,467.30
Dividend Received	0.19	0.57
Interest Received / (Paid)	47.11	41.90
<b>Net cash from / (used in) investing activities (B)</b>	<b>(508.01)</b>	<b>(482.71)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from Issuance of Share Capital	21.36	10.46
Principal Element of Lease Payments	(33.82)	(33.12)
Interest Element of Lease Payments	(8.64)	(8.95)
Final Equity Dividend Paid	(724.43)	(595.96)
<b>Net cash from / (used in) financing activities (C)</b>	<b>(745.53)</b>	<b>(627.57)</b>
<b>Net Increase / (Decrease) in Cash and Cash Equivalents (A + B + C)</b>	<b>0.19</b>	<b>(24.96)</b>
<b>Cash and Cash Equivalents at the beginning of the year</b>	<b>1.68</b>	<b>26.64</b>
<b>Cash and Cash Equivalents at the end of the year</b>	<b>1.87</b>	<b>1.68</b>
<b>Net Increase / (Decrease) in Cash and Cash Equivalents</b>	<b>0.19</b>	<b>(24.96)</b>
<b>Cash and cash equivalents comprising of:</b>		
Balance with banks	1.87	1.68
Effect of exchange rate difference on balances with banks in foreign currency	(0.00)	0.00
<b>Total</b>	<b>1.87</b>	<b>1.68</b>
<b>Note:</b> The above Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in Ind AS 7, 'Statement of Cash Flows'.		





**Notes:**

- 3 The financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards, notified under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time, and other accounting principles generally accepted in India.
- 4 The Nomination and Remuneration Committee (NRC) of the Board of Directors of the Company at its meeting held on February 22, 2021 had approved grant of 11,45,000 stock options representing 11,45,000 equity shares of ₹ 5 each, at a grant price of ₹ 2,934.25 per equity share (being the market price as defined in the applicable SEBI Regulations), to its eligible employees under Employees Stock Option Scheme - 2020 ("ESOS - 2020"). NRC has also approved on January 24, 2022, a further grant of 1,82,000 stock options representing 1,82,000 equity shares of ₹ 5 each, at a grant price of ₹ 2,369.40 per equity share (being the market price as defined in the applicable SEBI Regulations), to its eligible employees under ESOS - 2020.

The total charge for share based payment to employees towards outstanding options as at March 31, 2022 is ₹ 11.72 crore and ₹ 63.32 crore for the quarter and year ended March 31, 2022 respectively.

Accounting for equity settled share based payment transaction (ESOPs) at fair value increases the non cash component of Employee Benefits Expenses and is also reflected in Share Options Outstanding Account under Other Equity. This balance of Share Options Outstanding Account is transferred to Securities Premium as and when the stock options are exercised by the employees and subsequent allotment of shares to them. Hence, this charge is neutral to Equity of the Company.

- 5 During the quarter ended March 31, 2022, the Company has allotted 81,917 equity shares of ₹ 5 each pursuant to exercise of stock options by certain employees.
- 6 During the year ended March 31, 2022, the Company has paid a final dividend of ₹ 34 per equity share (face value of ₹ 5 each) for the year ended March 31, 2021 as approved by its shareholders at the Annual General Meeting held on July 16, 2021. The Board of Directors have proposed a final dividend of ₹ 42 per equity share (face value of ₹ 5 each) for the year ended March 31, 2022, subject to the approval of the shareholders at the ensuing Annual General Meeting.
- 7 The Company is in the business of providing asset management services to HDFC Mutual Fund and portfolio management & advisory services to clients. The primary segment is identified as asset management services. As such, the Company's financial statements / results are largely reflective of the asset management business and accordingly there are no separate reportable segments as per Ind AS 108 - Operating Segment.
- 8 COVID-19 was declared a pandemic in March 2020 and since then it has had a sizable impact on the economies of various countries. Nations across the globe at this juncture seem to be returning to normalcy as a result of waning infection levels. An aggressive vaccination drive by the government in India has led to significant improvement in the situation which has provided a pathway to the normalization of economic activity. However, the situation will have to be monitored till the pandemic is finally put to rest.





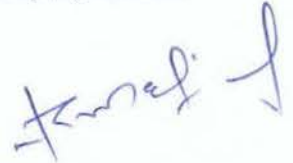
**Notes:**

While the company's operations have shown resilience, the extent to which the pandemic may impact its future results will depend on ongoing developments. The Company continues to closely monitor material changes in economic conditions, markets and the operating environment.

Further, during the quarter ended March 31, 2022, there has been no material change in the controls or processes followed in the preparation of the financial results.

- 9 Previous period figures have been regrouped / reclassified wherever necessary, in order to make them comparable.
- 10 The above results for the quarter and year ended March 31, 2022, alongwith comparative quarterly and yearly results have been reviewed by the Audit Committee of Directors and subsequently approved by the Board of Directors at its meeting held on April 27, 2022, in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- 11 The financial results for the year ended March 31, 2022 and March 31, 2021 have been audited by the Statutory Auditors of the Company.

**For HDFC Asset Management Company Limited**



**Navneet Munot**  
Managing Director & Chief Executive Officer  
(DIN: 05247228)

**Mumbai, April 27, 2022**

