



Ref/No/HDFCAMC/SE/2020-21/94

Date – January 20, 2021

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

Sub: Outcome of Board Meeting

Dear Sir/Madam,

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. January 20, 2021 has, *inter-alia*, approved the un-audited financial results of the Company for the quarter and nine months ended December 31, 2020, which have been subject to limited review by the Statutory Auditors of the Company, in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations).

A copy of said results along with limited review report on the financial results is enclosed herewith and the same are being uploaded on the website of the Company viz. www.hdfcfund.com. An extract of the said results will be published in the newspapers in accordance with the Listing Regulations.

The Board Meeting commenced at 01.45 p.m. and concluded at 03.55 p.m.

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 January 22, 2021.

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 Standard Life Investments

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 email: 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

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Limited Review Report on unaudited quarterly and year-to-date financial results pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of HDFC Asset Management Company Limited

We have reviewed the accompanying statement of unaudited financial results of HDFC Asset Management Company Limited (the "Company") for the quarter ended 31 December 2020 and year to date results for the period from 1 April 2020 to 31 December 2020 (the "Statement").

This Statement, which is the responsibility of the Company's management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "*Interim Financial Reporting*" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations"). Our responsibility is to issue a report on the Statement based on our review.

We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable accounting standards and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **B S R & Co. LLP**
Chartered Accountants
Firm's Registration No: 101248W/W-100022

Mumbai
20 January 2021

Akeel Master
Partner
Membership No: 046768
UDIN: 21046768AAAAAC1911

HDFC ASSET MANAGEMENT COMPANY LIMITED

Unaudited Financial Results for the Quarter and Nine Months Ended December 31, 2020

₹ (in Crore except per equity share data)

PARTICULARS	Quarter Ended			Nine Months Ended		Year Ended
	December 31, 2020	September 30, 2020	December 31, 2019	December 31, 2020	December 31, 2019	March 31, 2020
	(Reviewed)					(Audited)
1. INCOME						
- Revenue from Operations	481.86	456.25	524.73	1,349.60	1,527.12	2,003.25
- Other Income	113.05	113.70	67.26	306.57	166.69	140.18
Total Income	594.91	569.95	591.99	1,656.17	1,693.81	2,143.43
2. EXPENSES						
- Finance Costs	2.20	2.21	2.20	6.61	6.77	8.98
- Fees and Commission Expenses	1.39	1.30	7.10	4.07	19.30	20.89
- Employee Benefit Expenses	56.86	53.45	57.05	162.92	171.56	214.71
- Depreciation, Amortisation and Impairment	14.00	14.06	12.64	41.79	36.98	50.37
- Other Expenses	37.84	35.98	46.97	114.84	135.72	195.43
Total Expenses	112.29	107.00	125.96	330.23	370.33	490.38
3. PROFIT BEFORE TAX (1-2)	482.62	462.95	466.03	1,325.94	1,323.48	1,653.05
4. TAX EXPENSES						
- Current Tax	94.75	101.65	106.37	281.36	311.45	410.52
- Deferred Tax	18.61	23.24	7.11	34.90	(0.55)	(19.88)
Total Tax Expenses	113.36	124.89	113.48	316.26	310.90	390.64
5. PROFIT AFTER TAX (3-4)	369.26	338.06	352.55	1,009.68	1,012.58	1,262.41
6. OTHER COMPREHENSIVE INCOME						
- Items that will not be reclassified to profit or loss	(3.27)	0.75	0.48	(3.08)	(4.68)	(4.11)
- Income tax on above	0.69	(0.16)	(0.13)	0.65	1.10	1.03
Total Other Comprehensive Income (net of tax)	(2.58)	0.59	0.35	(2.43)	(3.58)	(3.08)
7. TOTAL COMPREHENSIVE INCOME (5+6)	366.68	338.65	352.90	1,007.25	1,009.00	1,259.33
Earnings per equity share (Face value of ₹ 5 each) (Not Annualised)						
- Basic	17.34	15.88	16.58	47.43	47.63	59.37
- Diluted	17.31	15.85	16.53	47.34	47.49	59.24
Paid-up Equity Share Capital (Face value of ₹ 5)	106.47	106.45	106.31	106.47	106.31	106.40
Other Equity (excluding revaluation reserve) as at March 31						3,922.86

See accompanying notes to the Financial Results

Notes:

- 1 The financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 - Interim Financial Reporting, 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.
- 2 The Company holds certain Non Convertible Debentures (NCDs) that are secured by a pledge of listed equity shares. These NCDs are classified as financial assets at fair value through profit and loss. Hence, any changes in their fair value on the reporting date is reflected as a part of 'Other Income'.
On fair valuation of the said NCDs as at December 31, 2020, the unrealized gain recognized in the results for the nine months ended December 31, 2020 stands at ₹ 76.47 Crore which includes ₹ 64.92 Crore for the half year ended September 30, 2020.
- 3 During the quarter ended December 31, 2020, the Company has allotted 38,545 equity shares of ₹ 5 each pursuant to exercise of stock options by certain employees.
- 4 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.
- 5 The Covid 19 pandemic and consequent lockdown earlier impacted a whole range of economic activities adversely. The phase wise opening up initiated in the quarter ended June 30, 2020 has led to a recovery in varied measures across different sectors of the economy, industries and businesses. This recovery, which is driven by incremental easing of restrictions has been strengthening since then.

It is expected that economic activity will continue to improve as the residual restrictions are eased and the country gradually moves towards normalcy in all spheres of life. While the slowing of the spread of infections as well as the approval of vaccines and their impending rollout are positive developments, the situation will still have to be closely monitored till the pandemic is put to rest.

The Company has assessed the impact of the pandemic on its operations and its assets including the value of its investments and trade receivables as at December 31, 2020. The management does not, at this juncture, believe that the impact on the value of the Company's assets is likely to be material. However, since the revenue of the Company is ultimately dependent on the value of the Assets Under Management (AUM) it manages, changes in market conditions and the trend of flows into mutual funds do have an impact on the operations of the Company. Since the situation is still uncertain and it seems likely that there may be some impact on the economy, its effect on the operations of the Company may be, to some extent, different from that estimated as at the date of approval of these financial results. The Company continues to closely monitor material changes in markets and future economic conditions.

Further, during the quarter ended December 31, 2020, there has been no material change in the controls or processes followed in the preparation of the financial results.

Notes:

- 6 The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. The Ministry of Labour and Employment has released draft rules for the Code, and has invited suggestions from stake holders. However, the date on which the Code will come into effect has not been notified. The Company will record any related impact in the period in which the Code becomes effective.
- 7 Previous period figures have been regrouped / reclassified wherever necessary.
- 8 The above results for the quarter and nine months ended December 31, 2020, which have been subjected to a Limited Review by the Statutory Auditors of the Company, were reviewed by the Audit Committee of Directors and subsequently approved by the Board of Directors at its meeting held on January 20, 2021, in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

For HDFC Asset Management Company Limited

Milind Barve
Managing Director
(DIN: 00087839)

Mumbai, January 20, 2021