

Ref/No/HDFCAMC/SE/2019-20/36

Date – July 16, 2019

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| 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 at the meeting of Board of Directors of HDFC Asset Management Company Limited (“the Company”) held today i.e July 16, 2019 the Board has, *inter alia*, approved the un-audited financial results of the Company for the first quarter ended June 30, 2019, 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 result along with limited review report on the financial results is enclosed herewith and the same are being uploaded on the website of the Company i.e 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 1.15 p.m. and concluded at 2.20 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 Thursday, July 18, 2019.

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

Thank You,

Yours faithfully,

For **HDFC Asset Management Company Limited**



Sylvia Furtado
Company Secretary

Encl: a/a

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

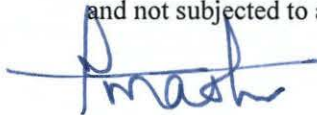
**To the Board of Directors of
HDFC Asset Management Company Limited**

We have reviewed the accompanying statement of unaudited financial results of HDFC Asset Management Company Limited (the "Company") for the quarter ended 30 June 2019 (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 Engagement (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.

Attention is drawn to the fact that the figures for the 3 months ended 31 March 2019 as reported in these statement are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.



Limited Review Report (Continued)

HDFC Asset Management Company Limited

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



Akeel Master

Partner

Membership No: 046768

UDIN: 19046768AAAAOE7585

Mumbai
16 July 2019

HDFC ASSET MANAGEMENT COMPANY LIMITED

Unaudited Financial Results for the Quarter Ended June 30, 2019

₹ (in Crore except per equity share data)

| PARTICULARS | Quarter Ended | | | Year Ended |
|--|------------------|-------------------|------------------|-------------------|
| | June 30, 2019 | March 31, 2019 | June 30, 2018 | March 31, 2019 |
| | (Reviewed) | (Audited) # | (Reviewed) | (Audited) |
| 1. INCOME | | | | |
| - Revenue from Operations | 504.39 | 486.50 | 471.23 | 1,915.18 |
| - Other Income | 48.36 | 60.95 | 29.96 | 181.60 |
| Total Income | 552.75 | 547.45 | 501.19 | 2,096.78 |
| 2. EXPENSES | | | | |
| - Finance Costs | 2.29 | - | - | - |
| - Fees and Commission Expenses | 11.36 | 29.85 | 83.86 | 240.26 |
| - Impairment on Financial Instruments | - | 9.78 | - | 40.00 |
| - Employee Benefit Expenses | 56.68 | 47.61 | 53.78 | 206.27 |
| - Depreciation, Amortisation and Impairment | 11.88 | 3.47 | 2.60 | 12.85 |
| - Other Expenses | 40.62 | 42.19 | 66.31 | 222.70 |
| Total Expenses | 122.83 | 132.90 | 206.55 | 722.08 |
| 3. PROFIT BEFORE TAX (1-2) | 429.92 | 414.55 | 294.64 | 1,374.70 |
| 4. TAX EXPENSES | | | | |
| - Current Tax | 141.57 | 136.12 | 93.53 | 445.47 |
| - Deferred Tax | (3.44) | 2.26 | (4.15) | (1.37) |
| Total Tax Expenses | 138.13 | 138.38 | 89.38 | 444.10 |
| 5. PROFIT AFTER TAX (3-4) | 291.79 | 276.17 | 205.26 | 930.60 |
| 6. OTHER COMPREHENSIVE INCOME | | | | |
| - Items that will not be reclassified to profit or loss | (4.81) | 0.36 | (0.13) | (0.62) |
| - Income tax on above | 1.57 | (0.09) | 0.04 | 0.22 |
| Total Other Comprehensive Income (net of tax) | (3.24) | 0.27 | (0.09) | (0.40) |
| 7. TOTAL COMPREHENSIVE INCOME (5+6) | 288.55 | 276.44 | 205.17 | 930.20 |
| Earnings per equity share (Face value of ₹ 5 each) (Not Annualised for the Quarters) | | | | |
| - Basic | 13.72 | 12.99 | 9.70 | 43.87 |
| - Diluted | 13.69 | 12.97 | 9.68 | 43.78 |
| Paid-up Equity Share Capital (Face value of ₹ 5) | 106.30 | 106.29 | 105.99 | 106.29 |
| Other Equity (excluding revaluation reserve) as at March 31 | | | | 2,964.43 |

See accompanying notes to the Financial Results

Figures for the quarter ended March 31, 2019 are derived by deducting the reported year to date figures for the period ended December 31, 2018 from the audited figures for the year ended March 31, 2019.

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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 Effective April 01, 2019, the Company has adopted Ind AS 116 - Leases and applied it to all lease contracts existing on April 01, 2019 using the modified retrospective method. Consequently, the cumulative adjustment has been taken to retained earnings on the date of initial application i.e. April 01, 2019. Based on the same and as permitted under the specific transitional provisions in the standard, the Company is not required to restate the comparative figures.

On transition, the adoption of the new standard resulted in recognition of Right-of-Use asset (ROU) of ₹ 114.93 Crore (including ₹ 2.96 Crore reclassified from other non-financial assets) and a lease liability of ₹ 125.23 Crore. The cumulative effect of applying the standard resulted in ₹ 8.63 Crore (net of taxes) being debited to retained earnings. The effect of this adoption is not material to the profit for the period and earnings per share.

- 3 During the quarter, the Company decided to provide liquidity arrangement to certain Fixed Maturity Plans (FMPs) of HDFC Mutual Fund, to deal with the illiquidity faced by such FMPs due to their exposure to certain Non Convertible Debentures (NCDs). The liquidity arrangement entailed acquisition of such NCDs by the Company from these FMPs. Consequently, during the quarter, the Company has purchased such NCDs amounting to ₹ 426.45 Crore at the prevailing valuation yields / prices provided by independent rating agencies. These NCDs are secured by a pledge of certain listed equity shares. These NCDs are classified as financial assets at fair value through profit and loss and have been appropriately valued at quarter end. Subsequently, under the same arrangement, the Company has additionally purchased NCDs amounting to ₹ 33.26 Crore on July 01, 2019.
- 4 During the quarter ended June 30, 2019, the Company has allotted 19,435 equity shares of ₹ 5 each pursuant to exercise of stock options by certain employees.
- 5 The Board of Directors have proposed a final dividend of ₹ 12 per equity share for the year ended March 31, 2019 at its meeting held on April 26, 2019, subject to the approval of the shareholders at the ensuing Annual General Meeting. The proposed final dividend is in addition to the interim dividend of ₹ 12 per equity share declared by the Board of Directors on February 26, 2019.
- 6 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.



Notes:

- 7 Previous period figures have been regrouped / reclassified wherever necessary.
- 8 The above results for the quarter ended June 30, 2019, 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 July 16, 2019, in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In terms of our report attached

For B S R & Co. LLP

Chartered Accountants
ICAI Firm Registration No.
101248W/W-100022



Akeel Master

Partner

Membership No: 046768

Mumbai, July 16, 2019

For HDFC Asset Management Company Limited



Milind Barve

Managing Director
(DIN: 00087839)

