

Ref/No/HDFCAMC/SE/2019-20/96

Date – January 21, 2020

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
<b>Kind Attn: Head – Listing Department</b>	<b>Kind Attn: Sr. General Manager – DCS Listing Department</b>

**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 21, 2020 has, *inter-alia*, approved the un-audited financial results of the Company for the third quarter ended December 31, 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 results along with limited review report on the financial results are enclosed herewith and the same are being uploaded on the website of the Company i.e. [www.hdfcfund.com](http://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 03.15 p.m. and concluded at 5:30 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 23, 2020.

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



# BSR & Co. LLP

Chartered Accountants

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Apollo Mills Compound  
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India

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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 and year to date results for the period from 1 April 2019 to 31 December 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 ('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 recognised 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 **BSR & Co. LLP**  
Chartered Accountants

Firm's Registration No: 101248W/W-100022



**Akeel Master**  
Partner

Membership No: 046768

UDIN: 20046768AAAACL4359

Mumbai  
21 January 2020

# HDFC ASSET MANAGEMENT COMPANY LIMITED

Unaudited Financial Results for the Quarter and Nine Months Ended December 31, 2019

₹ (in Crore except per equity share data)

PARTICULARS	Quarter Ended			Nine Months Ended		Year Ended
	December 31, 2019	September 30, 2019	December 31, 2018	December 31, 2019	December 31, 2018	March 31, 2019
	(Reviewed)					(Audited)
<b>1. INCOME</b>						
- Revenue from Operations	524.73	498.00	477.09	1,527.12	1,428.68	1,915.18
- Other Income	67.26	51.07	55.63	166.69	120.43	181.60
<b>Total Income</b>	<b>591.99</b>	<b>549.07</b>	<b>532.72</b>	<b>1,693.81</b>	<b>1,549.11</b>	<b>2,096.78</b>
<b>2. EXPENSES</b>						
- Finance Costs	2.20	2.28	-	6.77	-	-
- Fees and Commission Expenses	7.10	0.84	53.00	19.30	210.41	240.26
- Impairment on Financial Instruments	-	-	8.99	-	30.22	40.00
- Employee Benefit Expenses	57.05	57.83	50.51	171.56	158.66	206.27
- Depreciation, Amortisation and Impairment	12.64	12.46	3.71	36.98	9.38	12.85
- Other Expenses	46.97	48.13	48.21	135.72	180.29	222.70
<b>Total Expenses</b>	<b>125.96</b>	<b>121.54</b>	<b>164.42</b>	<b>370.33</b>	<b>588.96</b>	<b>722.08</b>
<b>3. PROFIT BEFORE TAX (1-2)</b>	<b>466.03</b>	<b>427.53</b>	<b>368.30</b>	<b>1,323.48</b>	<b>960.15</b>	<b>1,374.70</b>
<b>4. TAX EXPENSES</b>						
- Current Tax	106.37	63.51	118.77	311.45	309.35	445.47
- Deferred Tax	7.11	(4.22)	6.27	(0.55)	(3.63)	(1.37)
<b>Total Tax Expenses</b>	<b>113.48</b>	<b>59.29</b>	<b>125.04</b>	<b>310.90</b>	<b>305.72</b>	<b>444.10</b>
<b>5. PROFIT AFTER TAX (3-4)</b>	<b>352.55</b>	<b>368.24</b>	<b>243.26</b>	<b>1,012.58</b>	<b>654.43</b>	<b>930.60</b>
<b>6. OTHER COMPREHENSIVE INCOME</b>						
- Items that will not be reclassified to profit or loss	0.48	(0.35)	(1.30)	(4.68)	(0.98)	(0.62)
- Income tax on above	(0.13)	(0.34)	0.41	1.10	0.31	0.22
<b>Total Other Comprehensive Income (net of tax)</b>	<b>0.35</b>	<b>(0.69)</b>	<b>(0.89)</b>	<b>(3.58)</b>	<b>(0.67)</b>	<b>(0.40)</b>
<b>7. TOTAL COMPREHENSIVE INCOME (5+6)</b>	<b>352.90</b>	<b>367.55</b>	<b>242.37</b>	<b>1,009.00</b>	<b>653.76</b>	<b>930.20</b>
Earnings per equity share (Face value of ₹ 5 each) (Not Annualised)						
- Basic	16.58	17.32	11.45	47.63	30.87	43.87
- Diluted	16.53	17.27	11.43	47.49	30.80	43.78
Paid-up Equity Share Capital (Face value of ₹ 5)	106.31	106.30	106.22	106.31	106.22	106.29
Other Equity (excluding revaluation reserve) as at March 31						2,964.43

See accompanying notes to the Financial Results



## Notes:

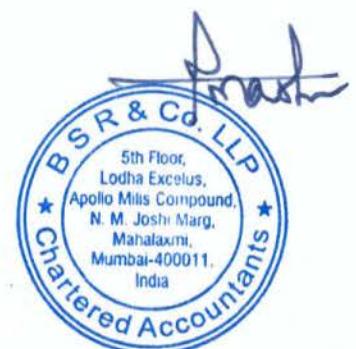
- 1 The financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 - Interim Financial Reporting, notified under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time, and other accounting principles generally accepted in India.
- 2 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 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, 2019, the unrealized loss recognized in the results for the nine months ended December 31, 2019 stands at ₹ 25.11 Crore as compared to ₹ 24.97 Crore for the half year ended September 30, 2019.

- 4 The Company has elected to exercise the option of a lower tax rate provided under Section 115BAA of the Income-tax Act, 1961, as introduced by the Taxation Laws (Amendment) Ordinance, 2019 dated September 20, 2019. Accordingly, the Company recognised provision for income tax and re-measured its deferred tax assets basis the rate provided in the said section and recognised the impact of above changes upto September 30, 2019 in the result for the quarter ended September 30, 2019.
- 5 During the quarter ended December 31, 2019, the Company has allotted 19,115 equity shares of ₹ 5 each pursuant to exercise of stock options by certain employees.

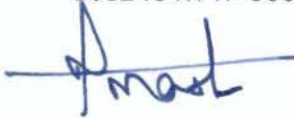


**Notes:**

- 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.
- 7 Previous period figures have been regrouped / reclassified wherever necessary.
- 8 The above results for the quarter and nine months ended December 31, 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 January 21, 2020, 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

**For HDFC Asset Management Company Limited**



**Milind Barve**  
Managing Director  
(DIN: 00087839)

**Mumbai, January 21, 2020**

