

HOLD

TP: Rs 1,946 | ▲ 10%

HDFC AMC

| NBFC

| 25 April 2023

Q4 disappoints; cut to HOLD on multiple headwinds

- Q4 net profit missed our estimate by 7% owing to below-expected revenue of Rs 6.4bn and QAAUM of Rs 4.5tn
- Regulatory headwinds (fee review by SEBI, short-term gains tax) hinder growth prospects
- Downgrade to HOLD with a lower TP of Rs 1,946 (vs. Rs 2,310) as we cut FY24/FY25 PAT 6% and reset to 25x FY25E EPS (vs. 28x)

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Below-expected growth: HDFC AMC's Q4FY23 net profit of Rs 3.8bn (+9.5% YoY) missed our estimate by 7% owing to below-expected revenue/EBITDA of Rs 6.4bn/ Rs 5bn (Rs 7bn/Rs 5.8bn est.). QAAUM grew 4% YoY to Rs 4.5tn (a 3% miss), with debt declining 18% and equity growing 17%. SIP AUM increased 21% YoY to Rs 859bn, of which ~77% has a tenure of >10Y. On annual numbers, FY23 net profit of Rs 14.2bn was 2% short of our expectations. We accordingly cut our AUM and net profit estimates by 5-6% each for FY24 and FY25.

Equity tilt; operating margin maintained: HDFC AMC maintained its #3 rank in overall MAAUM with ~11% market share in FY23 and equity MAAUM share moving up from 11.4% in FY22 to 12.2% in FY23. Equity constituted 57% of MAAUM in FY23 vs. 51% in FY22. Debt remained a drag with its share declining from 29% to 23%. Liquid and ETFs combined remained stable. Calculated revenue yield was flattish at 48bps YoY, as was PAT yield at 32bps. Operating margin held at 35bps of AUM in FY23.

Headwinds continue: AMC stocks have taken a battering owing to regulatory headwinds from a [possible reduction in TER](#) following a fee review announced by the regulator in Dec'22 and reiteration of the same in its March annual meet. Secondly, certain debt mutual funds were stripped of long-term tax benefits as per a March budget amendment. This could deter flows into debt schemes. Thirdly, net flows for the industry have plunged to Rs 762bn in FY23 vs. Rs 2,467bn in FY22 owing to debt mutual fund outflow.

Downgrade to HOLD: The stock is currently trading at 22.7x FY25E EPS. Apart from scaling back our profit estimates, we also value the stock at a lower 25x FY25E EPS (28x earlier), a 30% discount to the long-term mean, translating to a revised TP of Rs 1,946 (vs. Rs 2,310). The company's focus on launching new funds, maintaining high-quality scheme performance and gaining market share appears factored in, even as industry headwinds combined with the low share of HDFC Bank in generating business will likely remain a drag on growth for a big player like HDFC AMC. We thus cut our rating from BUY to HOLD.

Key changes

| Target | Rating |
|--------|--------|
| ▼ | ▼ |

| | |
|------------------|----------------------|
| Ticker/Price | HDFC AMC IN/Rs 1,766 |
| Market cap | US\$ 4.6bn |
| Free float | 37% |
| 3M ADV | US\$ 11.2mn |
| 52wk high/low | Rs 2,315/Rs 1,590 |
| Promoter/FPI/DII | 63%/8%/18% |

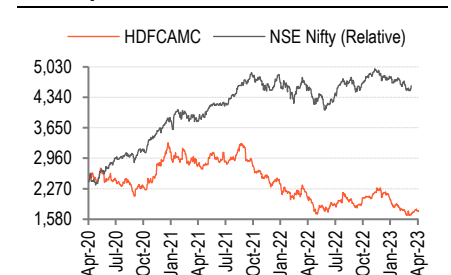
Source: NSE | Price as of 25 Apr 2023

Key financials

| Y/E 31 Mar | FY23P | FY24E | FY25E |
|-------------------------|--------|--------|--------|
| Core PBT (Rs mn) | 15,549 | 16,669 | 18,294 |
| Core PBT (YoY) | 1.1 | 7.2 | 9.7 |
| Adj. net profit (Rs mn) | 14,239 | 15,086 | 16,608 |
| EPS (Rs) | 66.7 | 70.7 | 77.8 |
| Consensus EPS (Rs) | 67.5 | 73.7 | 84.7 |
| MCap/AAAUM (%) | 8.4 | 7.9 | 7.2 |
| ROAAAUM (bps) | 31.7 | 31.7 | 31.6 |
| ROE (%) | 24.5 | 23.8 | 24.4 |
| P/E (x) | 26.5 | 25.0 | 22.7 |

Source: Company, Bloomberg, BOBCAPS Research | P – Provisional

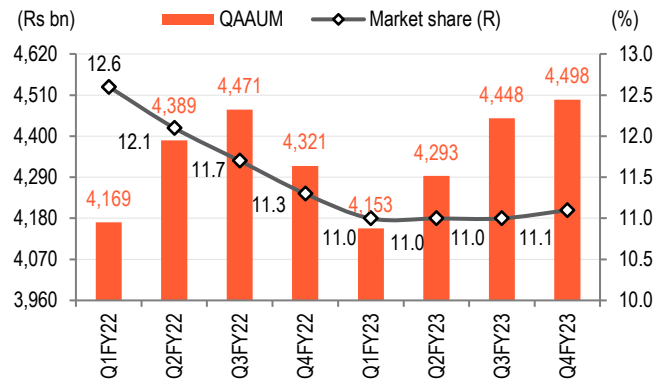
Stock performance



Source: NSE

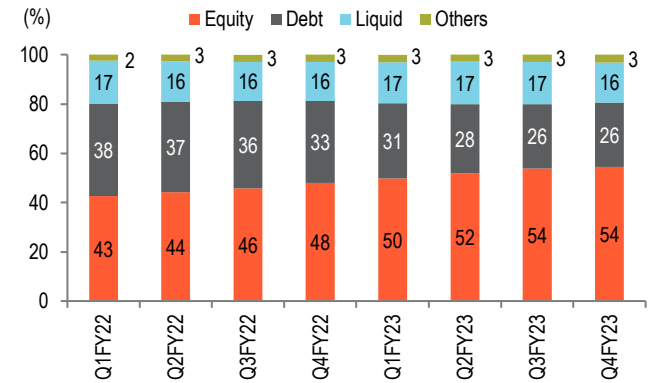


Fig 1 – Market share largely stable



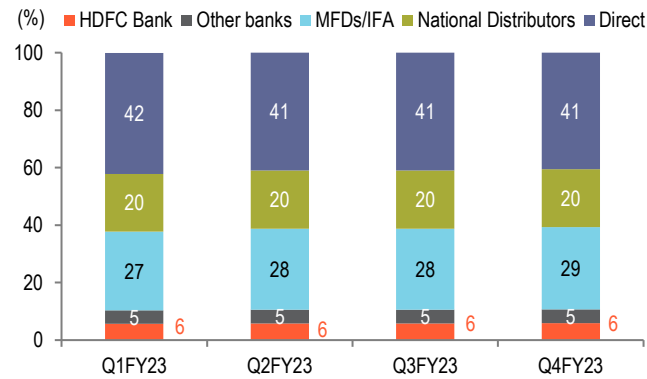
Source: Company, BOBCAPS Research

Fig 2 – Equity component at 54% at end-FY23



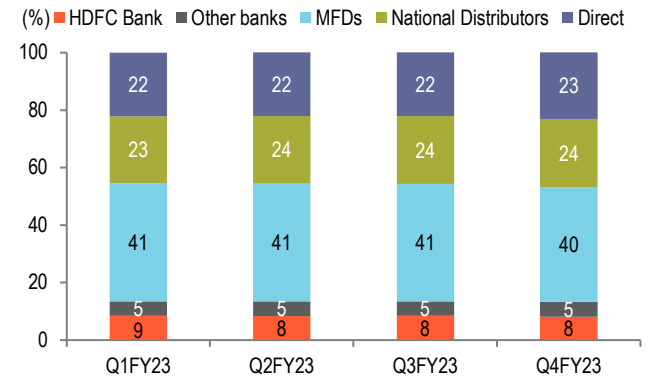
Source: Company, BOBCAPS Research Note: AUM = QAAUM

Fig 3 – Direct channel plays an important role in QAAUM distribution mix



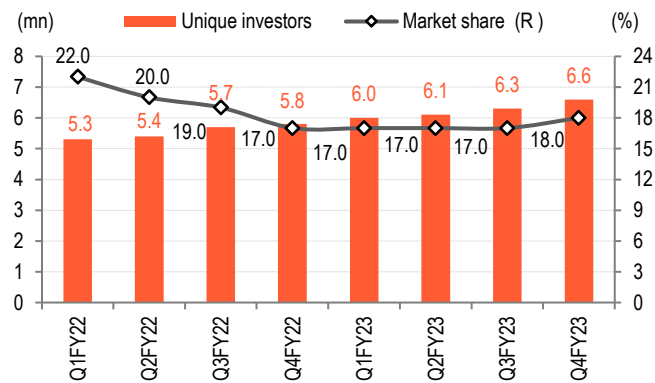
Source: Company, BOBCAPS Research

Fig 4 – Equity QAAUM largely dependent on mutual fund distributors (MFD)



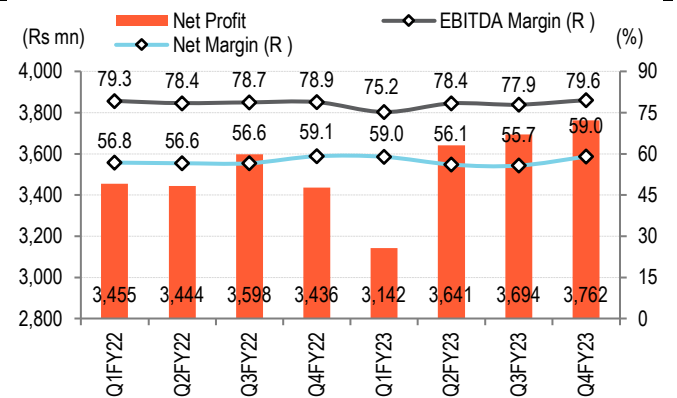
Source: Company, BOBCAPS Research

Fig 5 – Unique investors increasing with market share growth in Q4



Source: Company, BOBCAPS Research

Fig 6 – Return ratios stable



Source: Company, BOBCAPS Research

Fig 7 – Profit and Loss account

| (Rs mn) | Q4FY23 | Q4FY22 | YoY (%) | Q3FY23 | QoQ (%) | FY23 | FY22 | YoY (%) |
|---|--------------|--------------|-------------|--------------|---------------|---------------|---------------|--------------|
| Revenue from Operations | | | | | | | | |
| Asset Management Services | 5,410 | 5,163 | 4.8 | 5,596 | (3.3) | 21,668 | 21,154 | 2.4 |
| Other Income | 969 | 647 | 49.8 | 1,034 | (6.3) | 3,158 | 3,178 | (0.7) |
| Total Income | 6,378 | 5,809 | 9.8 | 6,629 | (3.8) | 24,826 | 24,332 | 2.0 |
| Expenses | | | | | | | | |
| Fees and Commission Expenses | 6 | 15 | (60.9) | 6 | (3.3) | 37 | 54 | (32.0) |
| Employee Benefits Expenses | 719 | 714 | 0.6 | 790 | (9.0) | 3,127 | 3,122 | 0.2 |
| Other Expenses | 580 | 499 | 16.2 | 669 | (13.3) | 2,326 | 1,978 | 17.6 |
| Total Operating Expenses | 1,304 | 1,228 | 6.2 | 1,465 | (11.0) | 5,489 | 5,154 | 6.5 |
| EBITDA | 5,074 | 4,581 | 10.8 | 5,165 | (1.8) | 19,336 | 19,178 | 0.8 |
| Depreciation, Amortisation and Impairment | 133 | 134 | (1.2) | 134 | (0.9) | 533 | 539 | (0.9) |
| Finance Costs | 24 | 21 | 16.1 | 24 | (0.4) | 97 | 86 | 12.2 |
| Profit Before Tax | 4,918 | 4,427 | 11.1 | 5,007 | (1.8) | 18,706 | 18,553 | 0.8 |
| Tax Expense | | | | | | | | |
| Current Tax | 1,055 | 962 | 9.7 | 1,146 | (7.9) | 4,213 | 4,190 | 0.5 |
| Deferred Tax Charge/(Credit) | 101 | 29 | 244.2 | 167 | (39.8) | 254 | 432 | (41.1) |
| Total Tax Expense | 1,156 | 991 | 16.6 | 1,313 | (12.0) | 4,467 | 4,622 | (3.3) |
| Profit After Tax | 3,762 | 3,436 | 9.5 | 3,694 | 1.8 | 14,239 | 13,931 | 2.2 |

Source: Company, BOBCAPS Research

Fig 8 – Key performance indicators

| Particulars | Q4FY23 | Q4FY22 | YoY (%) | Q3FY23 | QoQ (%) | FY23 | FY22 | YoY (%) |
|--|--------|--------|---------|--------|---------|-------|-------|---------|
| AUM (Rs bn) | | | | | | | | |
| QAAUM | 4,498 | 4,321 | 4.1 | 4,448 | 1.1 | 4,498 | 4,321 | 4.1 |
| Actively Managed Equity-oriented QAAUM | 2,317 | 1,980 | 17.0 | 2,269 | 2.1 | 2,317 | 1,980 | 17.0 |
| Debt - QAAUM | 1,179 | 1,441 | (18.2) | 1,166 | 1.1 | 1,179 | 1,441 | (18.2) |
| Liquid - QAAUM | 730 | 686 | 6.4 | 760 | (3.9) | 730 | 686 | 6.4 |
| Market share (%) | | | | | | | | |
| QAAUM | 11.1 | 11.3 | (20bps) | 11.0 | 0.9 | 11.1 | 11.3 | (20bps) |
| Actively managed equity-oriented - QAAUM | 12 | 11.5 | 50bps | 11.7 | 2.6 | 12 | 11.5 | 50bps |
| Debt - QAAUM | 13.3 | 14.1 | (80bps) | 13.5 | (1.5) | 13.3 | 14.1 | (80bps) |
| Liquid - QAAUM | 13.1 | 13.3 | (20bps) | 13.7 | (4.4) | 13.1 | 13.3 | (20bps) |
| Others | | | | | | | | |
| Number of Live Individual Accounts (mn) | 11.3 | 9.8 | 15.4 | 10.7 | 5.6 | 11.3 | 9.8 | 15.4 |
| Individual MAAUM (Rs bn) | 2,992 | 2,599 | 15.1 | 3,014 | (0.7) | 2,992 | 2,599 | 15.1 |
| Unique Investors (mn) | 6.6 | 5.8 | 13.8 | 6.3 | 4.8 | 6.6 | 5.8 | 13.8 |
| Systematic Transactions (Rs bn) | 17.1 | 12.3 | 39.0 | 15.7 | 8.9 | NA | NA | NA |
| SIP AUM (Rs bn) | 859 | 712 | 20.6 | 848 | 1.3 | 859 | 712 | 20.6 |
| B-30 share in AUM (%) | 17.8 | 16.5 | 130bps | 17.6 | 1.1 | 17.8 | 16.5 | 130bps |

Source: Company, BOBCAPS Research

Fig 9 – Margin indicators

| Margins | Q4FY23 | Q4FY22 | YoY (%) | Q3FY23 | QoQ (%) | FY23 | FY22 | YoY (%) |
|---------------------|--------|--------|---------|--------|----------|------|------|---------|
| EBITDA margin (%) | 79.6 | 78.9 | 70bps | 77.9 | 165bps | 77.9 | 78.8 | (93bps) |
| Net margin (%) | 59.0 | 59.1 | (15bps) | 55.7 | 326bps | 57.4 | 57.3 | 10bps |
| Revenue yield (bps) | 48.1 | 47.8 | 31bps | 50.3 | (221bps) | 48.2 | 49.0 | (78bps) |

Source: BOBCAPS Research

Earnings call highlights

Business highlights

- For FY23, both revenue and PAT grew at a meagre 2% YoY each (to Rs 24.8bn and Rs 14.2bn respectively). Employee expenses remained flat at Rs 3.1bn. Operating profit margin stood at 35bps of AUM for the year whereas operating revenue margin stood at 49bps. Dividend was at Rs 48/sh vs. Rs 42/sh in FY22, translating into a payout ratio of 72% as against 64%.
- HDFC AMC's debt QAAUM market share was at 13.3% (14.6% excluding debt index funds). The ratio of equity-oriented and non-equity oriented QAAUM is 54:46, compared to the industry ratio of 49:51 at end-Q4FY23.
- As of Mar'23, 67% of the company's total MAAUM was contributed by individual investors compared to 58% for the industry.
- Total live accounts stood at 11.4mn as on March. Unique customers totalled 6.6mn compared to 37.7mn for the industry, a market share of 18%.
- PAT grew 10% YoY to Rs 3.8bn on revenue of Rs 6.4bn (+10% YoY) in Q4FY23.

Margins

- Operating margin looked muted in Q4FY23 because (i) Q4 was for 90 days as against 92 days for Q3 when revenue per day stood at Rs 60mn, implying potential revenue loss of Rs 120mn, and (ii) the unabsorbed cost of B-30 cities was debited at the fund level during Q4.

Financials

- Trade receivables increased from Rs 745mn in FY22 to Rs 1.8bn in FY23 which is not a concern as this gets paid immediately after the month.
- Opex stood at 14bps of AUM for FY23 as the company was focussing on strengthening IT systems. Excluding ESOPs (employee stock options), employee costs for the last three years grew at a CAGR of 8% (9.5% YoY). Other expenses had a three-year CAGR of ~6%.
- The ESOPs entail a non-cash charge which would be debited to the P&L account over the next three years. Of the Rs 550mn-600mn cost, 55% would be accounted for in FY24, 30% in FY25 and the balance in FY26.

Regulatory issues

- Management did not comment on IRDA's ongoing review of the fees charged by mutual funds.
- With effect from 1 Apr 2023, specified debt mutual funds where equity exposure is not more than 35% of the total corpus in domestic equity shares will be treated as short-term capital assets by default and taxed at the investors' slab rate, irrespective of the holding period. Management reiterated that the industry would have preferred the tax advantage to continue for development of the debt market.

However, debt mutual funds will continue to offer benefits of no prepayment penalty and good liquidity.

Others

- HDFC AMC launched two equity-oriented thematic sectorial funds and one long duration debt fund, which saw healthy interest especially toward the end of March.
- The company announced first close of HDFC AMC Select AIF FOF on 31 March with commitments adding up to Rs 4bn.
- In FY23, the MF industry collected ~Rs 342bn via actively managed equity-oriented NFOs, constituting 21% of the net flows into these funds, as compared to Rs 748bn (34%) in FY22.

Valuation methodology

HDFC AMC is one of the largest fund houses in India and enjoys considerable moats in the form of brand strength, pedigree and a large AUM base. Key positives include: (i) maintaining its #3 rank in MAAUM in FY23 (vs. FY22) with ~11% market share and also its #3 rank in equity MAAUM with a higher 12.2% market share vs. 11.4% in FY22, and (ii) improved scheme performance in the large-, mid- and small-cap equity space at end-Mar'23 (see our [19Apr report](#) for details).

Key negatives are: (i) steep market share contraction (~260bps, FY20-FY23) – the highest among listed peers, (ii) low originations from HDFC Bank despite being a bank-based AMC franchise (5.8% of QAAUM as compared to 10.3% in FY18 and 8.1% of equity QAAUM – a multi-quarter low), (iii) margin pressure over the last few years owing to revision in TER four years ago, (iv) regulatory headwinds from a possible further reduction in TER following a fee review by the regulator, (v) removal of long-term tax benefits on certain debt mutual funds from FY24, and (vi) a plunge in net flows for the industry to Rs 762bn in FY23 vs. Rs 2,467bn in FY22.

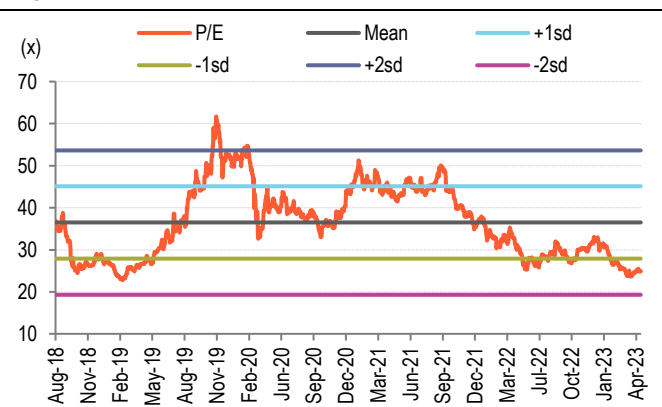
We cut our AUM estimates for HDFC AMC by 5% each for FY24/FY25 and our PAT forecasts by 6% each. The stock is currently trading at 22.7x FY25E EPS, and we value it at 25x FY25E EPS (vs. 28x earlier to factor in the negatives), a 30% discount to the long-term mean, translating to a TP of Rs 1,946 (vs. Rs 2,310). This lowers the potential upside to our TP to 10%, prompting us to downgrade our rating from BUY to HOLD.

Fig 10 – Revised estimates

| (Rs mn) | New | | Old | | Change (%) | |
|------------------------|--------|--------|--------|--------|------------|----------|
| | FY24E | FY25E | FY24E | FY25E | FY24E | FY25E |
| Total Income | 26,611 | 29,161 | 28,031 | 30,572 | (5.1) | (4.6) |
| EBITDA | 20,762 | 22,847 | 22,184 | 24,366 | (6.4) | (6.2) |
| Profit After Tax (PAT) | 15,086 | 16,608 | 16,067 | 17,610 | (6.1) | (5.7) |
| AUM | 4,760 | 5,260 | 5,028 | 5,527 | (5.3) | (4.8) |
| EBITDA Margin (%) | 78.0 | 78.3 | 79.1 | 79.7 | (112bps) | (135bps) |
| Net Margin (%) | 56.7 | 57.0 | 57.3 | 57.6 | (63bps) | (65bps) |

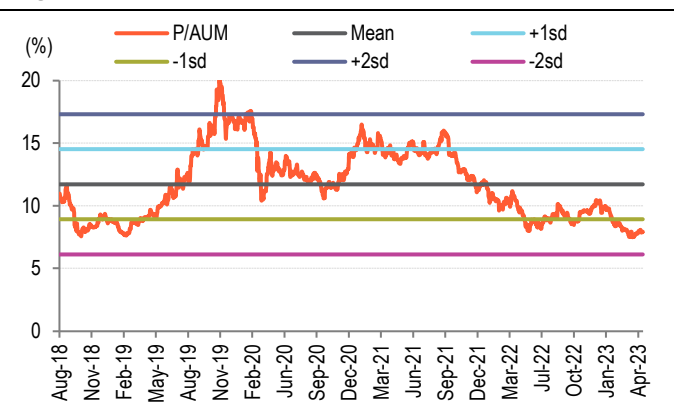
Source: Company, BOBCAPS Research

Fig 11 – 1Y fwd P/E band



Source: BOBCAPS Research

Fig 12 – 1Y fwd P/AUM band



Source: BOBCAPS Research

Key risks

- **Decline in AUM growth due to increased competition:** HDFC AMC has witnessed intense competitive pressure that has eroded market share over the past five years. Higher competition coupled with new entrants could dampen AUM growth and hurt revenue.
- **Prolonged weakness in equity markets:** Equity assets constitute a significant portion of the company's AUM. Thus, a decline in Indian equity markets would cause AUM to decline directly as the value of the underlying securities fall, and indirectly as securities investments become less attractive for investors, resulting in net outflows or redemptions. Any decrease in AUM will impact fees and hence net profit.
- **Regulatory risks:** AMCs are regulated by SEBI and could be adversely impacted in case of unfavourable policy changes.
 - In the event the regulator mandates a further decline in TER, yields could reduce further.
 - SEBI in Apr'22 had barred fund houses from floating new schemes till the industry complied with its direction to discontinue mutual fund investments by distributors and brokers from their pool accounts.
- **Covid-like disruptions.** While Covid-related lockdowns are unlikely to be unduly harsh in future, we believe that any such lockdowns/disruptions due to any pandemic/virus mutations would be a risk to retail customer acquisition and could also result in higher redemptions.

Sector recommendation snapshot

| Company | Ticker | Market Cap (US\$ bn) | Price (Rs) | Target (Rs) | Rating |
|---------------------------|------------|----------------------|------------|-------------|--------|
| Aditya Birla Sun Life AMC | ABSLAMC IN | 1.2 | 339 | 488 | HOLD |
| HDFC AMC | HDFCAMC IN | 4.6 | 1,766 | 1,946 | HOLD |
| Nippon Life India AMC | NAM IN | 1.8 | 235 | 347 | BUY |
| UTI AMC | UTIAM IN | 1.0 | 663 | 983 | BUY |

Source: BOBCAPS Research, NSE | Price as of 25 Apr 2023

Glossary

| Glossary | |
|--------------|---|
| AUM | Assets Under Management |
| B30 | Beyond the Top 30 cities |
| ETF | Exchange Traded Funds |
| MAAUM | Monthly Average Assets Under Management |
| MF | Mutual Fund |
| NFO | New Fund Offer |
| QAAUM | Quarterly Average Assets Under Management |
| SIP | Systematic Investment Plan |
| T30 | Top 30 cities |
| TER | Total Expense Ratio |

Financials

Income Statement

| Y/E 31 Mar (Rs mn) | FY21A | FY22A | FY23P | FY24E | FY25E |
|-----------------------------------|---------------|---------------|---------------|---------------|---------------|
| Investment mgmt. fees | 18,525 | 21,154 | 21,668 | 23,166 | 25,310 |
| YoY (%) | (7.5) | 14.2 | 2.4 | 6.9 | 9.3 |
| Operating expenses | 3,884 | 5,154 | 5,489 | 5,849 | 6,314 |
| Core operating profits | 14,641 | 15,999 | 16,179 | 17,317 | 18,996 |
| Core operating profits growth (%) | (6.9) | 9.3 | 1.1 | 7.0 | 9.7 |
| Depreciation and Interest | 644 | 625 | 630 | 648 | 703 |
| Core PBT | 13,997 | 15,375 | 15,549 | 16,669 | 18,294 |
| Core PBT growth (%) | (7.5) | 9.8 | 1.1 | 7.2 | 9.7 |
| Other income | 3,492 | 3,178 | 3,158 | 3,445 | 3,851 |
| PBT | 17,490 | 18,553 | 18,706 | 20,114 | 22,145 |
| PBT growth (%) | 5.8 | 6.1 | 0.8 | 7.5 | 10.1 |
| Tax | 4,232 | 4,622 | 4,467 | 5,029 | 5,536 |
| Tax rate (%) | 24.2 | 24.9 | 23.9 | 25.0 | 25.0 |
| Reported PAT | 13,258 | 13,931 | 14,239 | 15,086 | 16,608 |

Balance Sheet

| Y/E 31 Mar (Rs mn) | FY21A | FY22A | FY23P | FY24E | FY25E |
|-----------------------------------|---------------|---------------|---------------|---------------|---------------|
| Equity capital | 1,065 | 1,066 | 1,067 | 1,067 | 1,067 |
| Reserves & surplus | 46,697 | 54,234 | 60,017 | 64,543 | 69,525 |
| Net worth | 47,762 | 55,300 | 61,084 | 65,610 | 70,592 |
| Borrowings | 0 | 0 | 0 | 0 | 0 |
| Other liab. & provisions | 3,185 | 3,503 | 4,281 | 4,240 | 4,404 |
| Total liab. & equities | 50,947 | 58,804 | 65,365 | 69,850 | 74,996 |
| Cash & bank balance | 47,556 | 55,783 | 60,832 | 64,438 | 70,141 |
| Fixed & Other assets | 3,078 | 2,714 | 4,229 | 5,412 | 4,855 |
| Total assets | 50,947 | 58,804 | 65,365 | 69,850 | 74,996 |

Per Share

| Y/E 31 Mar (Rs) | FY21A | FY22A | FY23P | FY24E | FY25E |
|----------------------|-------|-------|-------|-------|-------|
| EPS | 62.2 | 65.3 | 66.7 | 70.7 | 77.8 |
| Dividend per share | 34.0 | 42.0 | 48.0 | 49.5 | 54.5 |
| Book value per share | 223.9 | 259.2 | 286.3 | 307.5 | 330.8 |

Valuations Ratios

| Y/E 31 Mar (x) | FY21A | FY22A | FY23P | FY24E | FY25E |
|--------------------|-------|-------|-------|-------|-------|
| P/E | 28.4 | 27.0 | 26.5 | 25.0 | 22.7 |
| P/BV | 7.9 | 6.8 | 6.2 | 5.7 | 5.3 |
| Dividend yield (%) | 1.9 | 2.4 | 2.7 | 2.8 | 3.1 |

DuPont Analysis

| Y/E 31 Mar (bps of AAAUM) | FY21A | FY22A | FY23P | FY24E | FY25E |
|---------------------------|-------------|-------------|-------------|-------------|-------------|
| Operating income | 44.6 | 49.0 | 48.2 | 48.7 | 48.1 |
| Operating expenses | 9.3 | 11.9 | 12.2 | 12.3 | 12.0 |
| EBITDA | 43.6 | 44.4 | 43.0 | 43.6 | 43.4 |
| Depreciation and Others | 1.5 | 1.4 | 1.4 | 1.4 | 1.3 |
| Core PBT | 33.7 | 35.6 | 34.6 | 35.0 | 34.8 |
| Other income | 8.4 | 7.4 | 7.0 | 7.2 | 7.3 |
| PBT | 42.1 | 42.9 | 41.6 | 42.3 | 42.1 |
| Tax | 10.2 | 10.7 | 9.9 | 10.6 | 10.5 |
| ROAAAUM | 31.9 | 32.2 | 31.7 | 31.7 | 31.6 |

Ratio Analysis

| Y/E 31 Mar | FY21A | FY22A | FY23P | FY24E | FY25E |
|--|-------------|-------------|-------------|-------------|-------------|
| YoY growth (%) | | | | | |
| Investment mgmt. fees | (7.5) | 14.2 | 2.4 | 6.9 | 9.3 |
| Core operating profit | (6.9) | 9.3 | 1.1 | 7.0 | 9.7 |
| EPS | 4.9 | 5.1 | 2.2 | 5.9 | 10.1 |
| Profitability & Return ratios (%) | | | | | |
| Operating income to Total inc. | 84.1 | 86.9 | 87.3 | 87.1 | 86.8 |
| Cost to Core income ratio | 21.0 | 24.4 | 25.3 | 25.2 | 24.9 |
| EBITDA margin | 82.4 | 78.8 | 77.9 | 78.0 | 78.3 |
| Core PBT margin | 63.6 | 63.2 | 62.6 | 62.6 | 62.7 |
| PBT margin (on total inc.) | 79.4 | 76.2 | 75.3 | 75.6 | 75.9 |
| ROE | 30.1 | 27.0 | 24.5 | 23.8 | 24.4 |
| Dividend payout ratio | 54.7 | 64.3 | 71.9 | 70.0 | 70.0 |

Annual Average AUM

| Y/E 31 Mar | FY21A | FY22A | FY23P | FY24E | FY25E |
|-------------------|-------|-------|-------|-------|-------|
| AAAUM (Rs bn) | 4,156 | 4,321 | 4,498 | 4,760 | 5,260 |
| YoY Growth (%) | 12.4 | 4.0 | 4.1 | 5.8 | 10.5 |
| % of AAAUM | | | | | |
| Equity | 40 | 46 | 52 | 56 | 57 |
| Debt | 38 | 33 | 26 | 21 | 20 |
| Liquid | 19 | 16 | 16 | 16 | 15 |
| Others | 3 | 5 | 6 | 7 | 7 |

Source: Company, BOBCAPS Research

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Disclaimer

Recommendation scale: Recommendations and Absolute returns (%) over 12 months

BUY – Expected return >+15%

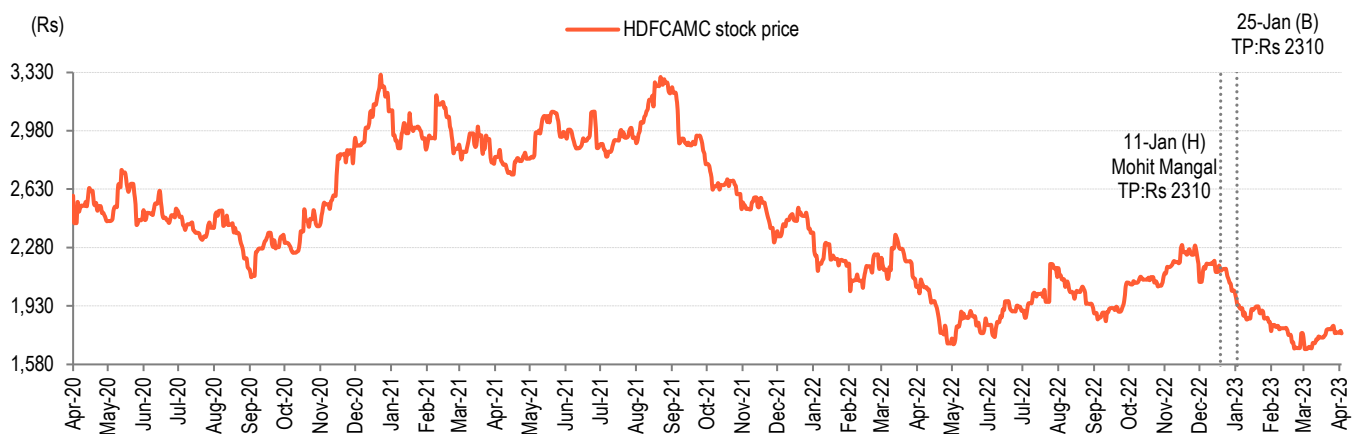
HOLD – Expected return from -6% to +15%

SELL – Expected return <-6%

Note: Recommendation structure changed with effect from 21 June 2021

Our recommendation scale does not factor in short-term stock price volatility related to market fluctuations. Thus, our recommendations may not always be strictly in line with the recommendation scale as shown above.

Ratings and Target Price (3-year history): HDFC AMC (HDFCAMC IN)



B – Buy, H – Hold, S – Sell, A – Add, R – Reduce

Analyst certification

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