



**CREDENCE**  
INVESTMENTS

## Credence Investments

<https://Credenceinvestments/SBI>

Company Note as of 31<sup>st</sup> December 2024



## COMPANY OVERVIEW

Metric	Value
ISIN	INE640G01020
Face Value	₹1.0
Depository	NSDL & CDSL
PAN Number	AAACS7339D
Market Capitalization	₹132,778.39 crore
Total Shares Outstanding	₹505,822,452
Price-to-Earnings (P/E) Ratio	64.06
Price-to-Book (P/B) Ratio	28.3
Earnings Per Share (EPS)	₹40.98
Sector	Financial Services
Category	Asset Management Company
52-Week High	₹2,700
52-Week Low	₹1,525

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Email-ID: [info@credenceinvestments.com](mailto:info@credenceinvestments.com)

Website: <https://credenceinvestments.com>

Contact Details: +91-9540060199/9718510741

## Snapshot

SBI Funds Management Limited (SBIFML), commonly known as SBI Mutual Fund, is a leading asset management company in India, established on June 29, 1987. Headquartered in Mumbai, SBIFML is a joint venture between the State Bank of India (SBI), which holds a 61.98% stake, and Amundi Asset Management, owning 36.40% through its subsidiary, Amundi India Holding. The remaining 1.62% is held by other stakeholders.

### **Leadership Team:**

- **Shamsher Singh:** Managing Director and Chief Executive Officer
- **Denys de Campigneulles:** Deputy CEO
- **D. P. Singh:** Deputy Managing Director and Joint CEO

With over **37** years of experience, SBIFML has been committed to delivering value to its investors. The company's mission is to be an ethical, responsive, and innovative partner in investment solutions, aiming to establish mutual funds as a viable investment option for the masses in India. SBIFML offers a range of services, including domestic mutual funds, offshore funds, alternative investment funds, and portfolio management advisory services for institutional investors.

In its pursuit of excellence and adherence to global best practices, **SBIFML** has adopted the **Global Investment Performance Standards (GIPS)** and has been independently verified for compliance. This commitment underscores the company's dedication to maintaining transparency, integrity, and uniformity in its investment performance reporting.

Through its extensive network and investor-centric approach, **SBI Funds Management Limited** continues to play a pivotal role in shaping India's asset management landscape, striving to be the most trusted and respected asset manager in the country.

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## PRODUCTS & SERVICES

SBI Funds Management Limited (SBIFML), commonly known as SBI Mutual Fund, offers a comprehensive suite of investment products and services tailored to meet the diverse financial goals of investors. Leveraging its extensive experience and robust infrastructure, SBIFML provides solutions across various asset classes and investment strategies.

### Product Offerings:

#### 1. Equity Funds:

- **Diversified Equity Funds:** Aim for long-term capital appreciation by investing across sectors and market capitalizations.
- **Thematic and Sector Funds:** Focus on specific industries or themes, allowing investors to capitalize on particular market trends.
- **Index Funds and ETFs:** Track specific indices, offering a passive investment approach with diversified exposure.

#### 2. Debt Funds:

- **Liquid and Ultra-Short Duration Funds:** Designed for short-term investments, providing high liquidity with minimal risk.
- **Short, Medium, and Long-Term Bond Funds:** Cater to varying investment horizons and risk appetites, focusing on income generation through investments in government and corporate bonds.
- **Gilt Funds:** Invest exclusively in government securities, offering a secure investment avenue with minimal credit risk.

#### 3. Hybrid Funds:

- **Balanced Funds:** Combine equity and debt instruments to balance risk and return, suitable for investors seeking moderate growth with reduced volatility.
- **Multi-Asset Allocation Funds:** Diversify across asset classes such as equity, debt, and gold, aiming to optimize returns while mitigating risks.
- **Arbitrage Funds:** Exploit price differentials between cash and derivative markets, providing relatively stable returns with lower risk.

#### 4. Solution-Oriented Funds:

- **Retirement Funds:** Structured to help investors build a corpus for post-retirement life, focusing on long-term growth and capital preservation.

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- **Children's Benefit Funds:** Aim to secure the financial future of children by investing in a mix of equity and debt instruments, aligning with long-term goals like education and marriage.

#### 5. **Alternative Investment Funds (AIFs):**

- Offer specialized investment opportunities in areas such as private equity, real estate, and hedge funds, catering to high-net-worth individuals seeking diversification beyond traditional asset classes.

#### 6. **Portfolio Management Services (PMS):**

- Provide customized investment solutions tailored to individual investor profiles, with professional management aiming for superior risk-adjusted returns.

#### **Services:**

- **Systematic Investment Plan (SIP):** Allows investors to invest a fixed amount regularly, promoting disciplined investing and rupee cost averaging.
- **Systematic Withdrawal Plan (SWP):** Enables investors to withdraw a predetermined amount at regular intervals, providing a steady income stream.
- **Systematic Transfer Plan (STP):** Facilitates the transfer of funds from one scheme to another systematically, aiding in portfolio rebalancing and risk management.
- **Online Services:** Through platforms like YONO SBI, investors can seamlessly invest, track portfolios, and avail various services such as account statements, portfolio valuations, and transaction history.

SBI Mutual Fund's diverse product suite and investor-centric services underscore its commitment to catering to the varied financial needs of its clientele, ensuring a holistic and accessible investment experience.

## Company Overview

SBI Funds Management Limited (SBIFML), commonly known as SBI Mutual Fund, has been a cornerstone in India's asset management industry since its inception in 1987. Over the years, the company has achieved several key milestones that underscore its growth and commitment to investors.

### Key Milestones:

- **1987:** Established as SBI Mutual Fund, marking the entry of the State Bank of India into the mutual fund industry.
- **1991:** Launched the SBI Magnum Equity Fund, one of India's first equity mutual funds, offering investors exposure to the equity markets.
- **1999:** Introduced sector funds, including the SBI Contra Fund, India's first contra fund, allowing investors to capitalize on market inefficiencies.
- **2004:** Formed a joint venture with Société Générale Asset Management, enhancing its global reach and expertise.
- **2006:** Became the first bank-sponsored fund to launch an offshore fund, the SBI Resurgent India Opportunities Fund, attracting international investors.
- **2011:** Transferred its stake from Société Générale Asset Management to Amundi Asset Management, strengthening its partnership with a leading European asset manager.
- **2013:** Acquired Daiwa Mutual Fund, expanding its market share and product offerings.
- **2013:** Launched SBI Fund Guru, an investor education initiative aimed at enhancing financial literacy among investors.
- **2015:** The Employees' Provident Fund Organisation invested ₹5,000 crore in the Nifty and Sensex ETFs of SBI Mutual Fund, marking a significant institutional investment.
- **2018:** Introduced the Magnum Equity ESG Fund, becoming the first AMC in India to launch an Environment, Social, and Governance (ESG) fund, reflecting a commitment to sustainable investing.
- **2018:** Signed the United Nations Principles for Responsible Investment (UN-PRI), reinforcing its dedication to responsible investment practices.

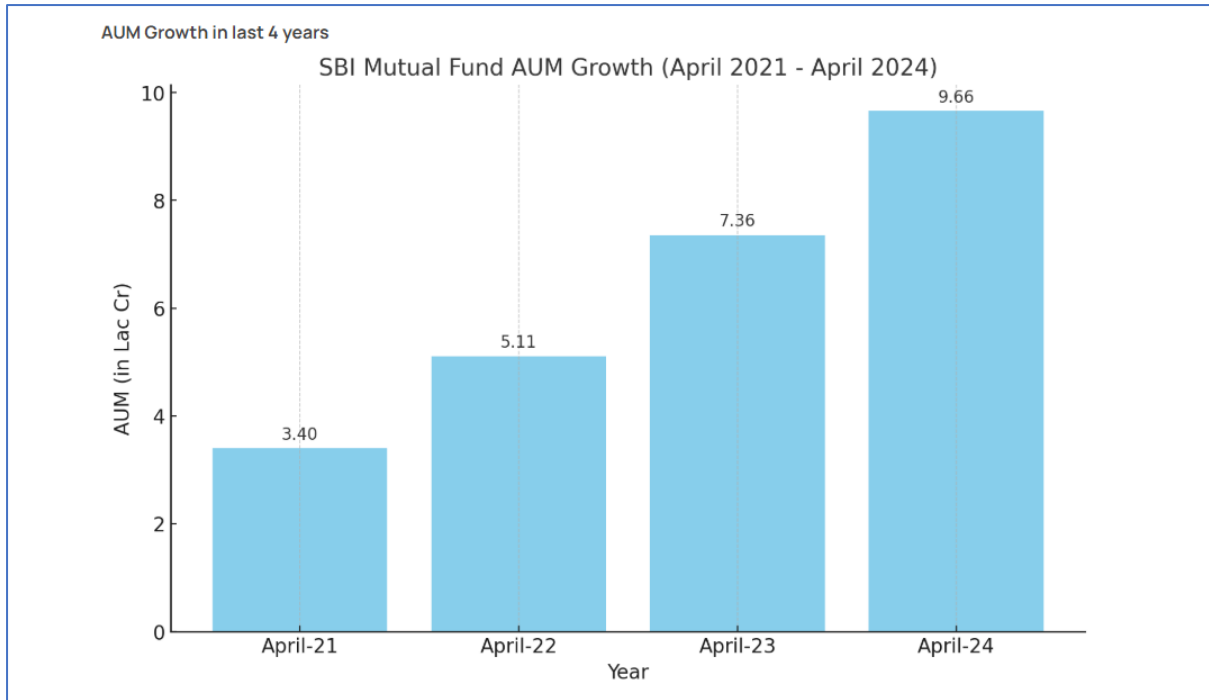
These milestones highlight SBI Mutual Fund's evolution from a pioneering entity in India's mutual fund industry to a leading asset management company committed to innovation, investor education, and responsible investing.

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Source: UnlistedZone

## INDUSTRY OVERVIEW

The Indian mutual fund industry has experienced significant growth over the past few decades, driven by increasing financial literacy, a growing middle class, and favorable regulatory changes. As of January 2025, the industry manages assets worth approximately \$797.87 billion, with average monthly Systematic Investment Plan (SIP) inflows of \$2.59 billion.

### **Regulatory Developments:**

The Securities and Exchange Board of India (SEBI) has been proactive in introducing measures to enhance financial inclusion and attract a broader investor base. In January 2025, SEBI proposed the introduction of "sachet-sized" SIPs with monthly investments as low as ₹250 (approximately \$3). This initiative aims to make equity investing more accessible to investors in smaller towns and cities, thereby deepening the reach of equities.

Additionally, SEBI has approved the launch of higher-risk investment products, such as long-short equity and derivatives-based plans, with a minimum investment of ₹1 million (\$11,939.59). This move is intended to diversify investment options and attract investors with a higher risk appetite.

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## Market Dynamics:

The mutual fund industry in India is highly competitive, with several key players vying for market share. Major competitors include Axis Mutual Fund, Birla Sun Life Mutual Fund, HDFC Mutual Fund, ICICI Prudential Mutual Fund, Kotak Mutual Fund, Nippon India Mutual Fund, and UTI Mutual Fund.

SBI Mutual Fund's strategic initiatives, such as its joint venture with Amundi Asset Management and the acquisition of Daiwa Mutual Fund, have bolstered its position in the market. The company's diverse product offerings, including equity, debt, and hybrid funds, cater to a wide range of investor preferences and risk profiles.

## Future Outlook:

The Indian mutual fund industry is poised for continued growth, supported by favourable demographics, increasing digital penetration, and supportive regulatory frameworks. Initiatives like sachet-sized SIPs and the introduction of higher-risk investment products are expected to further broaden the investor base and enhance market depth.

SBI Mutual Fund, with its extensive experience, robust infrastructure, and commitment to innovation, is well-positioned to capitalize on these industry developments and continue its leadership in the Indian asset management landscape.

## FINANCIAL HIGHLIGHTS FY 24:

### Trends and Insights (in ₹ Crore):

- **Revenue Growth:**
  - Strong and consistent growth in revenue, increasing from ₹1,437 in 2021 to ₹3,273 million in 2024.
  - **2024** saw a significant 42% increase from 2023, reflecting robust business expansion.
- **EBITDA Performance:**
  - EBITDA has steadily increased from ₹981 in 2021 to ₹2,566 in 2024.
  - **2024** recorded a 51% growth from 2023, indicating healthy operational performance.
  - EBITDA margins remained high, peaking at **76.4% in 2024**, showing efficiency in generating profits from operations.
- **EBIT and EBIT Margin:**
  - EBIT grew from ₹950 in 2021 to ₹2,529 in 2024, a significant increase of 51.6% in 2024.
  - EBIT margins have remained strong, rising to **77.27% in 2024**, indicating efficient management of core operations.

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- **Net Profit (PAT):**
  - PAT increased from ₹862 in 2021 to ₹2,073 in 2024, a 54.7% rise in 2024.
  - **Net Profit Margin (NPM)** showed a positive trend, reaching **63.34% in 2024**, the highest in the last four years.
- **Earnings Per Share (EPS):**
  - EPS showed consistent growth from ₹17.24 in 2021 to ₹40.98 in 2024.
  - **2024** saw a remarkable increase of 53.8% from 2023, reflecting improved profitability and value for shareholders.
- **Expense Management:**
  - Employee benefit expenses increased in line with business growth, from ₹240 in 2021 to ₹368 in 2024.
  - Other expenses fluctuated but remained manageable, with a peak in **2024** at ₹339, in line with revenue growth.
- **Other Income:**
  - Consistent growth in other income, from ₹19 in 2021 to ₹165 in 2024, contributing positively to overall financial performance.
- **Finance Costs and Depreciation:**
  - Finance costs were kept low, with only minor increases, reflecting effective debt management.
  - Depreciation and amortization remained relatively stable, with a slight increase from ₹31 in 2021 to ₹37 in 2024.

#### **Key Financial Ratios:**

- **Operating Profit Margin:** Remained strong and stable, with **76.4% in 2024**.
- **Net Profit Margin:** Showed a rising trend, peaking at **63.34% in 2024**, signaling strong bottom-line growth.
- **Earnings Per Share (EPS):** Steady increase, with **EPS of ₹40.98 in 2024**, reflecting value creation for shareholders.

#### **Overall Insights:**

- SBI Mutual Fund has demonstrated significant financial growth over the past few years, with strong revenue, profitability, and margin expansion.
- The company's ability to manage expenses effectively while scaling operations reflects its operational efficiency.
- The increase in **EPS** and **net profit margin** highlights the company's growing value for investors

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**SBI Mutual Fund Financial Performance (INR Crores)**

Metric	2021	2022	2023	2024
Revenue	1437	1958	2303	3273
Cost of Material Consumed	0	0	0	0
Gross Margins (%)	100	100	100	100
Change in Inventory	0	0	0	0
Employee Benefit Expenses	240	288	326	368
Other Expenses	216	138	276	339
EBITDA	981	1532	1701	2566
OPM (%)	68.27	78.24	73.86	76.4
Other Income	19	52	109	165
Finance Cost	4	44	5	8
D&A	31	33	34	37
EBIT	950	1499	1667	2529
EBIT Margins (%)	66.11	76.56	72.38	77.27
PBT	1138	1439	1782	2686
PBT Margins (%)	79.19	73.49	77.36	82.07
Tax	276	357	442	613
PAT	862	1082	1340	2073
NPM (%)	59.99	55.26	58.18	63.34
EPS	17.24	21.64	26.64	40.98

**SBI Mutual Fund Financial Ratios**

Key Ratios`	2021	2022	2023	2024
Operating Profit Margin (%)	68.27	78.24	73.86	76.4
Net Profit Margin (%)	59.99	55.26	58.18	63.34
Earnings Per Share (Diluted)	17.24	21.64	26.64	40.98

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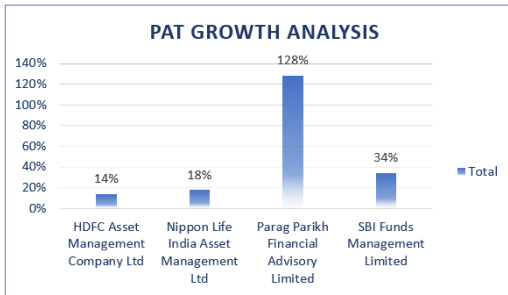
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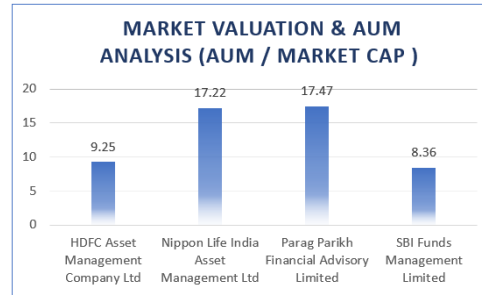
### Growth & Performance Analysis (PAT Growth)

Companies Name	PAT Growth (3-year)
HDFC Asset Management Company Ltd	14%
Nippon Life India Asset Management Ltd	18%
Parag Parikh Financial Advisory Limited	128%
SBI Funds Management Limited	34%



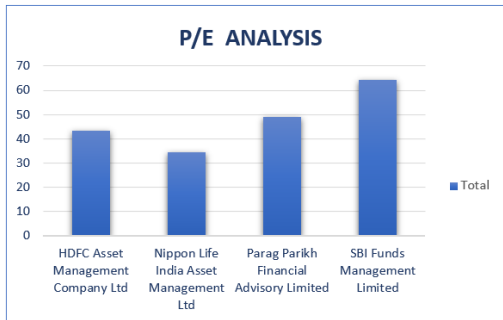
### Market Valuation & AUM Analysis

Companies Name	AUM / Market Cap
HDFC Asset Management Company Ltd	9.25
Nippon Life India Asset Management Ltd	17.22
Parag Parikh Financial Advisory Limited	17.47
SBI Funds Management Limited	8.36



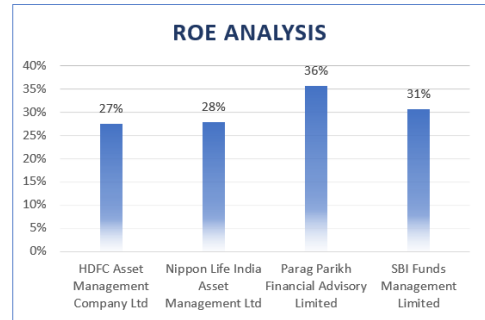
### Valuation Analysis (P/E Ratio)

Companies Name	P/E Ratio
HDFC Asset Management Company Ltd	43.21
Nippon Life India Asset Management Ltd	34.43
Parag Parikh Financial Advisory Limited	49.2
SBI Funds Management Limited	64.3



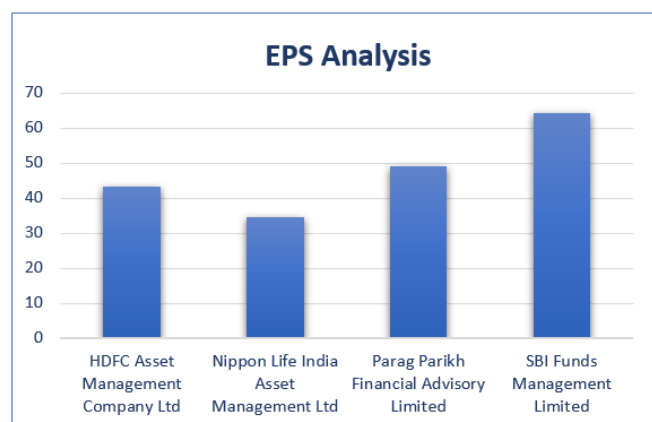
### Growth & Performance Analysis (ROE Growth)

Companies Name	ROE (Return on Equity)
HDFC Asset Management Company Ltd	27%
Nippon Life India Asset Management Ltd	28%
Parag Parikh Financial Advisory Limited	36%
SBI Funds Management Limited	31%



### Valuation Analysis (EPS)

Companies Name	EPS (Earnings Per Share)
HDFC Asset Management Company Ltd	90.88
Nippon Life India Asset Management Ltd	17.46
Parag Parikh Financial Advisory Limited	142.28
SBI Funds Management Limited	40.98



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# CONSOLIDATED FINANCIAL STATEMENTS

## Financials: Annual Report

### Consolidated Balance Sheet

as at March 31, 2024

Particulars	Note No.	₹ In Lakhs	
		As at March 31, 2024	As at March 31, 2023
<b>ASSETS</b>			
<b>(1) Financial Assets</b>			
(a) Cash & Cash equivalents	2	368.44	200.70
(b) Bank Balance other than (a) above	3	5,471.69	2,908.10
(c) Receivables			
(i) Trade Receivables	4	10,769.59	5,655.30
(d) Loans	5	24.16	32.47
(e) Investments	6	664,542.06	460,912.58
(f) Other Financial Assets	7	803.50	843.17
<b>Sub-total - Financial Assets</b>		<b>681,979.44</b>	<b>470,552.22</b>
<b>(2) Non Financial Assets</b>			
(a) Current Tax Assets (Net)		102.00	2,202.29
(b) Property, Plant and Equipment	9	25,100.12	22,728.61
(c) Intangible Assets under Development	10	-	187.90
(d) Other Intangible Assets	11	593.06	420.11
(e) Other Non-Financial Assets	12	2,914.30	2,296.57
<b>Sub-total - Non - Financial Assets</b>		<b>28,709.48</b>	<b>27,835.58</b>
<b>Total Assets</b>		<b>710,688.92</b>	<b>498,387.90</b>
<b>LIABILITIES AND EQUITY</b>			
<b>Liabilities</b>			
<b>(1) Financial Liabilities</b>			
(a) Payables			
(i) Trade Payables			
(ii) Total outstanding dues of micro enterprises and small enterprises	13	54.29	4.83
(iii) Total outstanding dues of creditors other than micro enterprises and small enterprises	13	1,908.43	1,510.80
(b) Other Financial Liabilities			
(i) Other Financial Liabilities	14	12,949.02	8,873.75
<b>Sub-total - Financial Liabilities</b>		<b>14,911.74</b>	<b>10,389.38</b>
<b>(2) Non Financial Liabilities</b>			
(a) Provisions	15	13,019.80	11,045.72
(b) Deferred Tax Liabilities (Net)	8	7,429.67	1,045.04
(c) Other Non-Financial Liabilities	16	552.97	769.28
<b>Sub-total - Non Financial Liabilities</b>		<b>21,002.44</b>	<b>12,860.04</b>
<b>Equity</b>			
(a) Equity Share Capital	17	5,058.23	5,032.14
(b) Other Equity	18	669,716.51	470,106.34
<b>Sub-total - Equity</b>		<b>674,774.74</b>	<b>475,138.48</b>
<b>Total Liabilities and Equity</b>		<b>710,688.92</b>	<b>498,387.90</b>
Summary of Material Accounting Policies	1	-	-
Other Notes to the Financial Statements	2-50	-	-

As per our report of even date:

For **Borkar & Muzumdar**  
Chartered Accountants  
Firm Registration No: 101569W

Sd/-  
**Devang Vaghani**  
Partner  
Membership No: 109386

For and on behalf of the Board of Directors of  
**SBI Funds Management Limited**

Sd/-  
**Dinesh Kumar Khara**  
Chairman  
DIN 06737041

Sd/-  
**DENYS CHARLES JEAN MARIE FOUGEROUX DE C**  
(Denys De Campigneulle)  
Director  
DIN 08716335

Place: Mumbai  
Date: April 25, 2024

Sd/-  
**Shamsher Singh**  
Managing Director & CEO  
DIN 09787674

Sd/-  
**Vinaya Datar**  
Chief Compliance Officer &  
Company Secretary  
M.No 15527

Sd/-  
**Inderjeet Ghullani**  
Chief Financial Officer

### Consolidated Statement of Profit and Loss

For the year ended March 31, 2024

Particulars	Note No.	₹ In Lakhs	
		For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
<b>Revenue from Operations</b>			
(i) Asset management fees	19	269,055.92	216,158.59
(ii) Net gain on fair value changes	20	58,262.39	14,169.72
<b>I. Total Revenue from operations</b>		<b>327,318.31</b>	<b>230,328.31</b>
<b>II. Other Income</b>	21	15,289.58	10,929.10
<b>III. Total Income (I+II)</b>		<b>342,607.89</b>	<b>241,257.41</b>
<b>Expenses</b>			
(i) Finance cost	40	771.06	525.46
(ii) Scheme expenses		4,960.62	3,012.80
(iii) Employee benefits expenses	22	36,838.76	32,614.17
(iv) Depreciation and amortization expense	9, 11	3,699.63	3,383.65
(v) Other expenses	23	28,975.91	24,634.62
<b>IV. Total expenses</b>		<b>75,245.98</b>	<b>64,170.70</b>
<b>V. Profit / (Loss) before exceptional items and tax (III-IV)</b>		<b>267,361.91</b>	<b>177,086.71</b>
<b>VI. Exceptional Items</b>		-	-
<b>VII. Profit/(loss) before tax (V-VI)</b>		<b>267,361.91</b>	<b>177,086.71</b>
<b>VIII. Share of profit/(loss) of Associates</b>		1,248.47	1,070.11
<b>IX. Tax Expense:</b>			
- Current Tax	24	55,074.08	43,865.99
- Deferred Tax	25	6,257.95	319.41
<b>X. Profit / (loss) for the period (VII-VIII-IX)</b>		<b>207,278.35</b>	<b>133,971.42</b>
<b>XI. Other Comprehensive Income</b>			
Items that will not be reclassified to profit or loss:			
i) Remeasurements of the defined benefit plans		(81.05)	(3.38)
ii) Deferred tax on above		20.40	0.85
iii) Foreign currency Translation		3.45	28.90
<b>XII. Total Comprehensive Income for the period (X+XI)</b>		<b>207,221.15</b>	<b>133,997.79</b>
<b>XIII. Earnings per equity share</b>	26		
Basic (₹)		41.10	26.62
Diluted (₹)		40.90	26.50
Summary of Material Accounting Policies	1	-	-
Other Notes to the Financial Statements	2-50	-	-

As per our report of even date:

For **Borkar & Muzumdar**  
Chartered Accountants  
Firm Registration No: 101569W

Sd/-  
**Devang Vaghani**  
Partner  
Membership No: 109386

For and on behalf of the Board of Directors of  
**SBI Funds Management Limited**

Sd/-  
**Dinesh Kumar Khara**  
Chairman  
DIN 06737041

Sd/-  
**DENYS CHARLES JEAN MARIE FOUGEROUX DE C**  
(Denys De Campigneulle)  
Director  
DIN 08716335

Place: Mumbai  
Date: April 25, 2024

Sd/-  
**Shamsher Singh**  
Managing Director & CEO  
DIN 09787674

Sd/-  
**Vinaya Datar**  
Chief Compliance Officer &  
Company Secretary  
M.No 15527

Sd/-  
**Inderjeet Ghullani**  
Chief Financial Officer

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## Consolidated Statement of Cash Flows

For the year ended March 31, 2024

Particulars	₹ In Lakhs	
	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
<b>Cash Flow from Operating Activities</b>		
Net profit Before Tax	267,361.91	177,086.71
<b>Adjustments for:</b>		
Depreciation and Amortization	3,699.63	3,383.65
Finance cost	771.06	525.46
Employee Stock Option Expenses	2,787.81	2,897.49
(Profit)/Loss on sale of Property, Plant, Equipment (Net)	(13.31)	(9.72)
Exchange Fluctuations	3.45	28.90
Fair valuations of Investment (Net)	(53,877.87)	(6,018.26)
Gain on sale/redemption of investments	(4,384.52)	(8,151.46)
Interest income on investments	(14,432.48)	(9,727.17)
Distribution income from AIF	(244.22)	(219.96)
Dividend from Mutual Fund	(27.09)	-
Other Interest income	(0.87)	(1.37)
Dividend income	(1.61)	(1.61)
<b>Operating profit before working capital changes</b>	<b>201,641.89</b>	<b>159,792.66</b>
Decrease / (Increase) in Other Bank Balance	(2,563.59)	(36.11)
Decrease / (Increase) in Trade Receivables	(5,114.29)	(835.69)
Decrease / (Increase) in Other Financial Assets	40.37	4,885.51
Decrease / (Increase) in Other Non Financial Assets	(617.73)	(892.17)
(Decrease) / Increase in Trade Payables	447.09	(136.82)
(Decrease) / Increase in Other Financial Liabilities	1,305.95	(246.41)
(Decrease) / Increase in Provisions	1,893.03	797.94
(Decrease) / Increase in Other Non-Financial Liabilities	(216.31)	314.69
<b>Net Cash Generated from Operations</b>	<b>196,816.41</b>	<b>163,643.60</b>
Income taxes paid net of refund, if any	(5,973.69)	(43,715.78)
<b>Net cash generated from Operating Activities (A)</b>	<b>143,842.72</b>	<b>119,927.82</b>
<b>Cash Flow from Investing Activities</b>		
Purchase of Intangible assets	(231.37)	(263.21)
Purchase of Tangible assets	(852.93)	(901.85)
Purchase of Investments	(315,328.30)	(424,005.49)
Proceeds from Sale of Investments	173,843.74	321,234.30
Loan to Staff	8.31	20.33
Other Interest Income	0.87	1.37
Dividend received on investments	28.00	1.61
Income from AIF	244.22	219.96
Interest income on investments	11,798.43	6,353.75
<b>Net Cash used in Investing Activities (B)</b>	<b>(130,489.03)</b>	<b>(97,339.23)</b>

## Consolidated Statement of Cash Flows

For the year ended March 31, 2024

Particulars	₹ In Lakhs	
	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
<b>Cash Flow from Financing Activities</b>		
Proceeds from issuance of share capital (net of shares held by EWT)	10,074.97	1,360.02
Adjustment in relation to shares held by EWT*	(67.70)	(4,150.60)
Principal element of lease payments	(2,189.26)	(1,870.43)
Interest element of lease payments	(771.06)	(525.46)
Interim Dividend paid	(20,232.90)	(17,612.49)
Final Dividend paid	-	-
<b>Net Cash used in Financing Activities (C)</b>	<b>(13,185.95)</b>	<b>(22,798.96)</b>
<b>Net Increase in Cash and Cash Equivalents (A + B + C)</b>	<b>167.74</b>	<b>(210.37)</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR</b>	<b>200.70</b>	<b>411.07</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR</b>	<b>368.44</b>	<b>200.70</b>
<b>Cash and Cash Equivalent comprising of:</b>		
Cash	0.28	0.41
Balance with Banks in current accounts	368.16	200.29
<b>Total</b>	<b>368.44</b>	<b>200.70</b>

Note : The above Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in Ind AS 7. 'Statement of Cash Flows' and previous year figures have been regrouped.

Summary of Material Accounting Policies 1

Other Notes to the Financial Statements 2-50

As per our report of even date

For **Borkar & Muzumdar**  
Chartered Accountants  
Firm Registration No: 101569W

Sd/-  
**Devang Vaghani**  
Partner  
Membership No: 109386

For and on behalf of the Board of Directors of  
**SBI Funds Management Limited**

Sd/-  
**Dinesh Kumar Khara**  
Chairman  
DIN 06737041

Sd/-  
**DENYS CHARLES JEAN MARIE FOUGEROUX DE C**  
(Denys De Campigneulle)  
Director  
DIN 08716335

Sd/-  
**Shamsher Singh**  
Managing Director & CEO  
DIN 09787674

Sd/-  
**Vinaya Datar**  
Chief Compliance Officer &  
Company Secretary  
M.No 15527

Place: Mumbai  
Date: April 25, 2024

Place: Mumbai  
Date: April 25, 2024

Sd/-  
**Indrajeet Ghullani**  
Chief Financial Officer

## Consolidated Statement of Changes in Equity

For the year ended March 31, 2024

### a. Equity Share Capital:

Particulars	₹ In Lakhs			
	Balance at the beginning of the year	Changes in Equity Share Capital during the year	Share held by EWT*	Balance at the end of the year*
<b>Equity Shares of ₹ 1 each, fully paid up (Previous Year ₹ 1 each, fully paid up)</b>				
As at March 31, 2024	5,032.14	26.16	(0.07)	5,058.23
As at March 31, 2023	5,033.05	4.19	(5.10)	5,032.14

(\*5,17,174 (FY 5,09,606) shares held by SBI Funds Management Limited – Employee Welfare Trust ("EWT"). Refer Note No. 28 for details on EWT)

### b. Other Equity

Particulars	₹ In Lakhs					OCI*	Foreign currency translation reserve	Total Other Equity
	Share Application Money	Securities Premium	General Reserve	Shares Option Outstanding Account	Retained Earnings			
<b>Opening balance as at April 01, 2023</b>	-	5,962.63	12,260.09	5,834.22	446,409.43	(449.96)	89.93	470,106.34
Profit for the year	-	-	-	-	207,278.35	-	-	207,278.35
Other Comprehensive Income - Remeasurement gain(loss) of the defined benefit plans (net of tax)	-	-	-	-	-	(60.65)	-	(60.65)
Foreign currency translation during the year	-	-	-	-	-	-	3.45	3.45
<b>Total Comprehensive Income for the year</b>	-	-	-	-	<b>207,278.35</b>	<b>(60.65)</b>	<b>3.45</b>	<b>207,221.15</b>
Transfer to/from retained earnings	-	-	500.00	-	(500.00)	-	-	-
Other Additions/Deductions during the year	-	-	-	2,787.81	-	-	-	2,787.81
Adjustment in relation to shares held by EWT	(896.02)	-	-	681.24	-	-	-	(214.78)
Interim Dividend for FY 2023-24	-	-	-	-	(20,232.90)	-	-	(20,232.90)
Additions During the year (towards options exercised)	10,075.05	10,048.89	-	-	-	-	-	20,123.94
Utilised during the year (on account of allotment of shares under ESOP)	(10,075.05)	-	-	-	-	-	-	(10,075.05)
Transfer from Share Options Outstanding Account to Securities Premium (towards options exercised)	-	2,774.47	-	(2,774.47)	-	-	-	-
Transfer from Share Options Outstanding Account to Retained Earnings (towards vested options cancelled)	-	-	-	(48.49)	48.49	-	-	-
<b>Changes during the year</b>	-	<b>11,927.34</b>	<b>500.00</b>	<b>(35.15)</b>	<b>(20,003.17)</b>	-	-	<b>(7,610.98)</b>
<b>Closing Balance as at March 31, 2024</b>	-	<b>17,889.97</b>	<b>12,760.09</b>	<b>5,799.07</b>	<b>633,684.61</b>	<b>(510.61)</b>	<b>93.38</b>	<b>669,716.51</b>

## Consolidated Statement of Changes in Equity

For the year ended March 31, 2024

Particulars	Reserves and Surplus					OCI*	Foreign currency translation reserve	Total Other Equity
	Share Application Money	Securities Premium	General Reserve	Shares Option Outstanding Account	Retained Earnings			
<b>Opening balance as at April 01, 2022</b>	-	8,492.47	11,760.09	3,314.84	330,456.88	(447.43)	61.03	353,637.88
Profit for the year	-	-	-	-	133,971.42	-	-	133,971.42
Other Comprehensive Income - Remeasurement gain(loss) of the defined benefit plans (net of tax)	-	-	-	-	-	(2.53)	28.90	26.37
<b>Total Comprehensive Income for the year</b>	-	-	-	-	<b>133,971.42</b>	<b>(2.53)</b>	<b>28.90</b>	<b>133,997.79</b>
Transfer to/from retained earnings	-	-	500.00	-	(500.00)	-	-	-
Other Additions/Deductions during the year	-	-	-	2,897.49	-	-	-	2,897.49
Adjustment in relation to shares held by EWT	(4,253.69)	-	-	-	78.43	-	-	(4,175.26)
Interim Dividend for FY 2022-23	-	-	-	-	(17,612.49)	-	-	(17,612.49)
Additions During the year (towards options exercised)	1,365.12	1,360.93	-	-	-	-	-	2,726.05
Utilised during the year (on account of allotment of shares under ESOP)	(1,365.12)	-	-	-	-	-	-	(1,365.12)
Transfer from Share Options Outstanding Account to Securities Premium (towards options exercised)	-	362.92	-	(362.92)	-	-	-	-
Transfer from Share Options Outstanding Account to Retained Earnings (towards vested options cancelled)	-	-	-	(15.19)	15.19	-	-	-
<b>Changes during the year</b>	-	<b>(2,529.84)</b>	<b>500.00</b>	<b>2,519.38</b>	<b>(18,018.87)</b>	-	-	<b>(17,529.33)</b>
<b>Closing Balance as at March 31, 2023</b>	-	<b>5,962.63</b>	<b>12,260.09</b>	<b>5,834.22</b>	<b>446,409.43</b>	<b>(449.96)</b>	<b>89.93</b>	<b>470,106.34</b>

(\* Other Comprehensive Income)

Summary of Material Accounting Policies 1  
Other Notes to the Financial Statements 2-50

As per our report of even date

For **Borkar & Muzumdar**  
Chartered Accountants  
Firm Registration No: 101569W

Sd/-  
**Devang Vaghani**  
Partner  
Membership No: 109386

For and on behalf of the Board of Directors of  
**SBI Funds Management Limited**

Sd/-  
**Dinesh Kumar Khara**  
Chairman  
DIN 06737041

Sd/-  
**DENYS CHARLES JEAN MARIE FOUGEROUX DE C**  
(Denys De Campigneulle)  
Director  
DIN 08716335

Sd/-  
**Shamsher Singh**  
Managing Director & CEO  
DIN 09787674

Sd/-  
**Vinaya Datar**  
Chief Compliance Officer &  
Company Secretary  
M.No 15527

Place: Mumbai  
Date: April 25, 2024

Place: Mumbai  
Date: April 25, 2024

Sd/-  
**Indrajeet Ghullani**  
Chief Financial Officer

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## SHAREHOLDING PATTERN

Category	Percentage
State Bank of India	62.21%
Amundi India Holding	36.54
Others	1.25%

## MANAGEMENT

### Board Of Directors & Key Management

Mr. Nand Kishore	Managing Director & CEO
Mr. Denys de Campigneulles	Deputy Chief Executive Officer
Mr. D.P. Singh	Deputy Managing Director & Joint Chief Executive Officer
Mr. R. S. Srinivas Jain	Chief of Strategy, Digital & Technology
Mr. R Srinivesan	CIO-Equity
Mr. Rajeev Radhakrishnan, CFA	CIO-Fixed Income
Aparna Nirgude	Executive Director & Chief Risk Officer
Mr. Ramakrishna Balasubramanian	Chief Operating Officer
Vinaya Datar	Chief Compliance Officer & Company Secretary
Mr. C.A. Santosh	Investor Relations Officer
Mr. Inderjeet Ghuliani	Chief Financial Officer

## IPO DETAILS

As of August 2023, the State Bank of India (SBI) has decided to pause its plans to list its mutual fund subsidiary. According to SBI's chairman, Dinesh Khara, the bank's current capital is adequate to support its future growth, and there is no immediate need to raise funds.

**Background:** SBI first revealed its intention to take its mutual fund public in December 2021. The bank had planned to sell a 6% stake in the mutual fund, while Amundi Asset Management

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was set to sell 4%. The initial public offering (IPO) was anticipated to raise \$1 billion, positioning it as one of the largest mutual fund IPOs at the time.

### Reasons for the Delay:

- SBI does not require funds in the short term, as its capital is enough to sustain its growth plans.
- The bank is wary of the challenges faced by other listed companies, such as ICICI Securities.
- SBI places more value on knowledge capital than on financial capital in the asset management sector, which is a key reason for postponing the IPO.

### Key Steps in the MSEI IPO Process:

1. **Book Building:** MSEI offers a dedicated Book Building platform to enable efficient bidding during public issues.
2. **Documentation:** Issuers are required to submit all necessary documents as per a prescribed checklist.
3. **Security Deposit:** A security deposit equivalent to 1% of the total issue size must be paid by the issuer.
4. **Listing Application:** Issuers must formally submit a listing application and execute a listing agreement with the exchange.
5. **Credit Confirmation:** Confirmation of credit availability through either CDSL (Central Depository Services (India) Limited) or NSDL (National Securities Depository Limited) is mandatory.
6. **Listing Approval:** Upon successful completion of all requirements, MSEI grants final listing and trading approval.

### MSEI's Book Building Platform:

To support the book building process, MSEI provides two specialized applications:

- MSE BBS Member Admin (BBS-MAT)
- MSE BBS Trading Work Station (BBS-TWS)

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## NEWS

- <https://economictimes.indiatimes.com/mf/mf-news/sbi-and-sbi-mutual-fund-launch-rs-250-jannivesh-sip/articleshow/118329247.cms?from=mdr>
- [https://www.business-standard.com/finance/personal-finance/sbi-mutual-fund-launches-sbi-nifty-it-index-fund-nfo-opens-on-february-4-125020300823\\_1.html](https://www.business-standard.com/finance/personal-finance/sbi-mutual-fund-launches-sbi-nifty-it-index-fund-nfo-opens-on-february-4-125020300823_1.html)
- [https://www.business-standard.com/companies/news/sbi-mutual-fund-acquires-3-8-stake-in-happy-forgings-for-rs-341-cr-125012401526\\_1.html](https://www.business-standard.com/companies/news/sbi-mutual-fund-acquires-3-8-stake-in-happy-forgings-for-rs-341-cr-125012401526_1.html)

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