



# **HDFC PENSION MANAGEMENT COMPANY LIMITED**

**Un-audited Financial Statements for the half year  
ended March 31, 2022**

---

SCHEME E TIER I

SCHEME E TIER II

SCHEME C TIER I

SCHEME C TIER II

SCHEME G TIER I

SCHEME G TIER II

SCHEME A TIER I

SCHEME TAX SAVER TIER II

**FINANCIAL STATEMENTS OF THE SCHEMES.....**

- a) Scheme E Tier I - Equity market instruments
- b) Scheme E Tier II - Equity market instruments
- c) Scheme C Tier I - Credit risk bearing fixed income instruments
- d) Scheme C Tier II - Credit risk bearing fixed income instruments
- e) Scheme G Tier I - Government securities
- f) Scheme G Tier II - Government securities
- g) Scheme A Tier I - Alternate Investment Funds
- h) Scheme Tax Saver Tier II - Hybrid Investment Fund



# **NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME E TIER I**

**Un-audited Financial Statements for the half year  
ended March 31, 2022**

## ***Contents***

Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts

**NATIONAL PENSION SYSTEM TRUST****NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME E TIER I**

UN-AUDITED BALANCE SHEET AS AT MARCH 31, 2022

(In ₹)

Particulars	Schedule	Scheme E Tier I	
		March 31, 2022	March 31, 2021
<b>Liabilities</b>			
Unit Capital	1	36,17,91,98,986	24,50,90,10,931
Reserves & Surplus	2	88,09,53,85,164	46,15,18,29,981
Current Liabilities and Provisions	3	54,54,78,001	25,91,88,423
<b>Total</b>		<b>1,24,82,00,62,151</b>	<b>70,92,00,29,335</b>
<b>Assets</b>			
Investments	4	1,23,15,36,87,988	70,81,58,82,603
Deposits	5	1,17,77,69,000	-
Other Current Assets	6	48,86,05,163	10,41,46,732
<b>Total</b>		<b>1,24,82,00,62,151</b>	<b>70,92,00,29,335</b>
(a) Net asset as per Balance Sheet (Schedule 4+5+6 -3)		1,24,27,45,84,150	70,66,08,40,912
(b) Number of units outstanding		3,61,79,19,899	2,45,09,01,093
(c) NAV per unit (a)/(b) (₹)		34.3497	28.8305
<b>Significant accounting policies and notes to accounts</b>	7		

The notes referred to above form an integral part of the financial statements.

For and on behalf of Board of Directors of HDFC Pension Management Company Limited

Vibha Padalkar  
(Director)Niraj Shah  
(Director)Sriram Iyer  
(Chief Executive Officer)Fagun Pancholi  
(Chief Financial Officer)Nagesh Pai  
(Company Secretary)

Place : Mumbai

Date : April 22,2022

**NATIONAL PENSION SYSTEM TRUST**

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME E TIER I**

**UN-AUDITED REVENUE ACCOUNT FOR THE HALF YEAR ENDED MARCH 31, 2022**

**(In ₹)**

Particulars	Schedule	Scheme E Tier I	
		March 31, 2022	March 31, 2021
<b>Income</b>			
Dividend		40,65,39,053	32,70,50,547
Profit on sale/redemption of investments		32,82,39,841	22,37,55,356
Unrealised gain on appreciation in investments		1,36,00,134	13,82,09,73,821
Other income			
- Miscellaneous Income		-	6,709
<b>Total Income (A)</b>		<b>74,84,77,443</b>	<b>14,37,17,86,433</b>
<b>Expenses &amp; Losses</b>			
Unrealised losses in value of investments		2,29,97,11,643	-
Loss on sale/redemption of investments		3,07,14,836	7,833
Management fees (including Goods and Service Tax)		4,59,98,407	34,64,638
NPS Trust fees		27,05,845	14,68,068
Custodian fees		14,21,414	8,61,939
CRA fees		2,83,68,915	2,17,12,704
Less : Amount recoverable on sale of units on account of CRA Charges		(2,83,68,915)	(2,17,12,704)
Depository and settlement charges		2,28,824	1,34,832
Stamp Duty on Bond/Mutual Fund		-	9,27,951
<b>Total Expenditure (B)</b>		<b>2,38,07,80,969</b>	<b>68,65,261</b>
<b>Surplus/(Deficit) for the year (A-B = C)</b>		<b>(1,63,23,03,526)</b>	<b>14,36,49,21,172</b>
Less: Amount transferred to Unrealised appreciation account		2,28,61,11,508	(13,82,09,73,822)
Less: Amount transferred to General Reserve		(65,38,07,982)	(54,39,47,350)
<b>Amount carried forward to Balance Sheet</b>		<b>-</b>	<b>-</b>
<b>Significant accounting policies and notes to accounts</b>	7		

The notes referred to above form an integral part of the financial statements.

**For and on behalf of Board of Directors of HDFC Pension Management Company Limited**

**Vibha Padalkar**  
(Director)

**Niraj Shah**  
(Director)

**Sriram Iyer**  
(Chief Executive Officer)

**Fagun Pancholi**  
(Chief Financial Officer)

**Nagesh Pai**  
(Company Secretary)

**Place :** Mumbai

**Date :** April 22,2022

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME E TIER I**

Schedules forming part of the un-audited half yearly financial statements.

**Schedule 1: Unit capital**

(In ₹)

Particulars	Scheme E Tier I	
	March 31, 2022	March 31, 2021
<b>Initial capital</b>		
<b>Unit Capital</b>		
Outstanding at the beginning of the period	28,49,59,81,933	20,00,85,55,816
Add :Units issued during the period	9,06,08,28,458	5,57,82,51,779
Less: Units redeemed during the period	(1,37,76,11,405)	(1,07,77,96,664)
<b>Outstanding at the end of the period</b>	<b>36,17,91,98,986</b>	<b>24,50,90,10,931</b>
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>		
Outstanding units at the beginning of the period	2,84,95,98,194	2,00,08,55,582
Add :Units issued during the period	90,60,82,846	55,78,25,178
Less: Units redeemed during the period	(13,77,61,141)	(10,77,79,666)
<b>Outstanding Units at the end of the period</b>	<b>3,61,79,19,899</b>	<b>2,45,09,01,093</b>

**Schedule 2: Reserves and surplus**

(In ₹)

Particulars	Scheme E Tier I	
	March 31, 2022	March 31, 2021
<b>Unit premium reserve</b>		
Opening balance	36,68,57,90,814	20,27,46,89,425
Add: Premium on Units issued	22,05,02,53,636	9,63,17,91,205
Less: Premium on Units redeemed	(3,39,29,58,872)	(1,86,99,89,348)
Add: Transfer from General Reserve	-	-
Closing balance	<b>55,34,30,85,578</b>	<b>28,03,64,91,282</b>
<b>General Reserve</b>		
Opening balance	2,59,27,91,230	1,18,16,17,258
Add/(Less): Transfer from/(to) Revenue Account	65,38,07,982	54,39,47,350
Less: Transfer to Unit Premium Reserve	-	-
Closing balance	<b>3,24,65,99,212</b>	<b>1,72,55,64,608</b>
<b>Unrealised Appreciation Reserve</b>		
Opening balance	31,79,18,11,882	2,56,88,00,269
Add/(Less): Transfer from/(to) Revenue Account	(2,28,61,11,508)	13,82,09,73,822
Add: Adjustment for Previous years unrealised appreciation reserve	-	-
Closing balance	<b>29,50,57,00,374</b>	<b>16,38,97,74,091</b>
<b>Total</b>	<b>88,09,53,85,164</b>	<b>46,15,18,29,981</b>

**Schedule 3: Current liabilities and provisions**

(In ₹)

Particulars	Scheme E Tier I	
	March 31, 2022	March 31, 2021
<b>Current liabilities &amp; Provisions</b>		
Sundry creditors for expenses	91,30,836	27,58,207
Redemption Payable	6,30,89,277	14,22,64,864
TDS Payable	7,28,491	56,587
Contracts for purchase of investments	47,25,29,397	11,41,08,765
<b>Total</b>	<b>54,54,78,001</b>	<b>25,91,88,423</b>

**NATIONAL PENSION SYSTEM TRUST****NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME E TIER I**

Schedules forming part of the un-audited half yearly financial statements.

**Schedule 4: Investments (Long Term and Short Term)****(In ₹)**

Particulars	Scheme E Tier I	
	March 31, 2022	March 31, 2021
Equity shares	1,17,58,05,28,930	69,21,67,54,917
Others - Mutual Fund Units	5,57,31,59,058	1,59,91,27,686
<b>Total</b>	<b>1,23,15,36,87,988</b>	<b>70,81,58,82,603</b>

**Schedule 5: Deposits****(In ₹)**

Particulars	Scheme E Tier I	
	March 31, 2022	March 31, 2021
Deposits with scheduled banks	1,17,77,69,000	-
<b>Total</b>	<b>1,17,77,69,000.00</b>	<b>-</b>

**Schedule 6: Other current assets****(In ₹)**

Particulars	Scheme E Tier I	
	March 31, 2022	March 31, 2021
Balances with banks in current account	25,943	59,98,687
Contracts for sale of investments	-	7,89,28,445
Outstanding and accrued income	98,416	-
Dividend Receivable	1,59,51,385	1,07,08,350
Brokerage receivable from PFM	-	31,679
Sundry debtors	47,25,29,419	84,79,571
<b>Total</b>	<b>48,86,05,163</b>	<b>10,41,46,732</b>

# NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME E TIER I

## Schedule 7

### Significant accounting policies & notes to accounts for the half year ended March 31, 2022

#### 1.1 Background

HDFC Pension Management Company Limited ('the Company') has been appointed as a Pension Fund Manager ('PFM') by the Pension Fund Regulatory and Development Authority ("PFRDA") for the management of Pension Schemes under the National Pension System ('NPS'). Accordingly, the Company has entered into an Investment Management Agreement ('IMA') with NPS Trust. The Pension Fund Regulatory and Development Authority ("PFRDA" / "Authority") guidelines require each PFM to manage subscribers' funds. As per unbundled architecture of the NPS, the main responsibility of PFM is to manage funds in accordance with the laid down guidelines and declare NAV. As per the architecture, the NSDL e-Governance Infrastructure Ltd and , KFin Technologies Private Ltd and Computer Age Management Services Ltd being the Central Recordkeeping Agency (CRA) provides consolidated data to PFM for allotment / redemption of units and Axis Bank, being the Trustee Bank, provides / receives funds on consolidated basis in respect of such allotment / redemption.

**Central Record Keeping Agency (CRA):** NSDL e-Governance Infrastructure Ltd, KFin Technologies Private Ltd, Computer Age Management Services Ltd and PFRDA have set up Central Recordkeeping Agency (CRA) for the NPS.

Some of the key responsibilities of the CRA include the following:

- Record keeping, Administration and Customer service function for NPS subscriber,
- Providing Unique Permanent Retirement Account Number (PRAN) to each subscriber,
- Maintaining database of all PRANs issued and recording transactions relating to each subscribers PRAN,
- PRAN Transaction Statement,
- An operational interface between PFRDA and other NPS intermediaries such as Pension Funds, Annuity Service Providers, Trust Bank etc.

CRA is responsible to resolve all queries pertaining to investors. CRA informs about the fund flow to Pension Fund Managers (PFM) and also instruct Axis Bank to credit PFM's pool account maintained with them.

NPS trust has designated Stock Holding Corporation of India Ltd. (SHCIL) as the custodian, who is responsible for safe custody of securities and settlements of trades.

The fees payable to CRA, in terms of IMA, is charged to the investor by redeeming the equivalent number of units on receipt of intimation from CRA. As stated above, the amount of funds received from the subscribers is intimated by the Trustee Bank on consolidated basis on T+2 basis. PFM records the same on receipt basis. Accordingly, funds with Trustee Bank at the year end do not get reflected in the financial statements.

## **1.2 Basis of preparation**

The financial statements have been prepared to comply with the Pension Fund Regulatory and Development Authority Act, 2013, PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012, Accounting Standards notified under the Companies Act, 1956 to the extent made applicable by PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012 and generally accepted accounting principles. These financial statements have been prepared on an accrual basis, except as otherwise stated.

The financials have been prepared for SCHEME E TIER I being managed by the Company.

The Company manages eight separate schemes under the two tiered structure (Tier I and II) prescribed under the NPS. The schemes are classified as Scheme E, C, G, A and Tax Saver based on the asset class prescribed under the NPS as follows:

Scheme E - Equity market instruments

Scheme C - Credit risk bearing fixed income instruments

Scheme G - Government securities

Scheme A – Alternate Investment funds

Scheme Tax Saver – Hybrid Investments

## **1.3 Investments**

Transactions for purchase and sale of securities are accounted on trade date.

The holding cost of investments is determined by the weighted average cost method and the cost

includes applicable taxes and stamp charges but exclude brokerage and other transactional charges.

Investments are reconciled with the custodian records on daily basis.

### **Valuation of Investments**

The scheme marks all investments to market and carries investments in the Balance Sheet at the market value as on Balance Sheet date / date of determination / date of valuation.

The change in unrealised appreciation/depreciation in the value of investments is determined separately for each assets category at the year-end and is recognised in the Revenue Account. The change in net unrealised appreciation, if any, is transferred to /from "Unrealised Appreciation Reserve" shown as part of Reserves and Surplus.

As per directive received from NPS Trust, the valuation investments is carried out by ICRA Management Consulting Services Limited (IMACS) w.e.f effective April 01, 2019. The Investment valuation methodology adopted by IMACS is as follows:

The following valuation norms are as prescribed by PFRDA (Preparation of Financial Statements and Auditor's Report of schemes under National Pension System) Guidelines - 2012.

#### **Securities traded at a stock exchange:**

The securities are valued at the daily closing price on the stock exchange.

Listed equity shares are valued at market value, being the last quoted closing price on the National stock exchange (NSE). If they are not quoted on NSE, then the last quoted closing price on the Bombay stock exchange (BSE) is taken.

#### **Securities not traded at a stock exchange:**

Non-traded / thinly traded / privately placed equity securities including those not traded within thirty days are valued "in-good faith" on the basis of following valuation methods approved by the Authority/Trust:

Equity instruments are generally valued on the basis of capitalization of earnings solely or in combination with the net asset value, using for the purposes of capitalization, the price or earning ratios of comparable traded securities and with an appropriate discount for lower liquidity.

### **Valuation of Right Shares**

Non traded rights are valued at the difference of closing market price of the original equity share for the day and the offer price.

Traded rights are valued at the closing market price of the rights renunciation till the time of application. In the event of application of rights, the rights entitlement would be valued at the closing market price of the original equity share till the date of allotment/listing.

### **Valuation of Money Market Instruments and Mutual funds.**

Money market instruments like, commercial paper, and certificate of deposit are valued at last quoted price / applicable Matrix based valuation for investment grade securities.

Mutual fund units are valued based on the net asset value of the preceding day of the valuation date

## **1.4 Income Recognition**

Dividend Income is recognised on the "Ex-Dividend" date in case of listed equity shares.

Bonus entitled shares are recognised only when the original shares on which the bonus entitlement accrues are traded on the stock exchange on an ex-bonus basis. Rights entitlements are recognized only when the original shares on which the right entitlement accrues are traded on the stock exchange on an ex-rights basis.

Profit or loss on sale of equity is the difference between the sale consideration net of expenses and the weighted average book cost as on the date of sale.

Profit or loss on sale of mutual fund units is the difference between the sale consideration net of expenses and the weighted average book cost.

Interest income on all interest bearing investment is recognised on daily accrual basis; when investments are purchased, interest paid for the period from the last interest due date upto the date of purchase is debited to Interest Recoverable Account and not included in cost of purchase. Similarly interest received at the time of sale for the period from the last interest due date upto the date of sale credited to Interest Recoverable Account and not included in sale value.

## 1.5 Units reconciliation

The subscribers' units as per Investment management system are reconciled with Central Recordkeeping Agency (CRA) records on daily basis.

## 1.6 Investment management fees

Investment management fees are recognised on daily accrual basis on closing Asset Under Management (AUM) in accordance with IMA. The Investment management fee is inclusive of brokerage but excludes custodian charges and applicable taxes, if any.

The Company has charged investment management fee as per the below slab structure basis the aggregate AUM managed by the PFM under all Scheme with effect from April 01,2021.

<b>AUM Slabs</b>	<b>Investment Management Fees%</b>
Upto 10,000 Cr	0.09%
10,001 – 50,000 Cr	0.06%
50,001 – 1,50,000 Cr	0.05%
Above 1,50,000 Cr	0.03%

This fee shall remain valid till further notice and subsequent revision, if any, shall be duly notified by the Company. The investment management fees charged until March 31, 2021 was 0.01% per annum (inclusive of brokerage but excluding custodian charges and applicable taxes), in terms of the Pension Fund Regulatory and Development Authority's circular no. PFRDA/6/PFM/9/2 dated July 31, 2014.

## 1.7 Trustee fees

The Company has started charging Trustee fee of 0.01% per annum, with effect from November 01, 2015 in terms of the National Pension Scheme Trust circular no. 1/20/2015/NPS dated October 19, 2015 and the fee has been revised to 0.005% per annum with effect from April 01, 2018.

The Company has stopped charging Trustee fee with effect from January 25, 2019, as directed by the Authority vide PFRDA circular no. PFRDA/17/03/31/0016/2018-SUP-PF/12 dated January 25, 2019.

Basis the direction from NPS Trust the Trustee Fees charge of 0.005% has been re-initiated with effect from 01<sup>st</sup> August 2019.

## **1.8 Other Expenses**

Custody charges are recognised on daily accrual basis in accordance with IMA. Trustee bank charges, if any, are recognised when they are debited by the trustee bank on a quarterly basis.

## **1.9 Unit Premium Reserve**

Upon issue and redemption of units, the net premium or discount to the face value of units is adjusted against the Unit Premium Reserve of the Scheme.

## NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME E TIER I

### Notes to accounts (un-audited)

#### 2.1 Contingent liabilities

(In ₹)

Particulars	Scheme E Tier I	
	March 31, 2022	March 31, 2021
Uncalled liability on partly paid shares	12,07,36,125	12,53,76,323
Other commitments	NIL	NIL

#### 2.2 Investments

All investments are performing investments. All investments of the scheme are in the name of the NPS Trust. All investments are traded investments.

#### 2.3 Details of transactions with sponsor and its related parties

Nature of relationship	Name of the related party
<b>Pension fund manager</b>	HDFC Pension Management Company Limited
<b>Sponsor company</b>	HDFC Life Insurance Company Limited
<b>Associates and group companies</b>	
Holding Company	HDFC Limited
Ms. Vibha Padalkar	Key Management Personnel
Mr. Parvez Mulla	Key Management Personnel (Resigned w.e.f March 4, 2022)
Mr. Niraj Shah	Key Management Personnel (Appointed w.e.f March 7, 2022)
Mr. Sumit Shukla	Key Management Personnel (Resigned w.e.f March 31, 2022)
Mr. Sriram Iyer	Key Management Personnel (Appointed w.e.f April 1, 2022)
Mr. Fagun Pancholi	Key Management Personnel
Mr. Nagesh Pai	Key Management Personnel

The following represents significant transactions between the Company and its related parties for the half year ended March 31, 2022

(In ₹)

Nature of Transaction	Scheme E Tier I	
	March 31, 2022	March 31, 2021
Investment management fees	4,59,98,407	34,64,638

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme E Tier I	
	March 31, 2022	March 31, 2021
Investment management fees payable	82,79,932	18,53,389

Aggregate investments made in the Associates and group companies as at March 31, 2022 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme E Tier I			
		March 31, 2022		March 31, 2021	
		Cost	Market Value	Cost	Market Value
HDFC Ltd	Equity	4,76,82,92,344	4,46,33,54,880	99,44,79,969	1,05,40,73,295

#### Investment with other Group Companies

Nature of relationship	Name of the related party
Associates of Sponsor's Holding Company	HDFC Bank Limited

Aggregate investments made in the other group companies as at March 31, 2022 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme E Tier I			
		March 31, 2022		March 31, 2021	
		Cost	Market Value	Cost	Market Value
HDFC Bank Ltd	Equity	7,87,72,56,634	8,36,88,41,087	1,55,45,19,111	2,25,75,02,610

#### 2.4 Provision

There are no provisions for doubtful deposits, debts and outstanding and accrued income.

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME E TIER I**

**Notes to accounts (un-audited)**

**2.5 Aggregate value of purchase and sale with percentage to average assets**

Aggregate value of purchase and sale with percentage to average assets as at March 31, 2022 is as follows :

(In ₹)

Particulars	Scheme E Tier I	
	March 31, 2022	March 31, 2021
Average Net Asset Value	1,08,53,08,76,290	58,88,40,06,902
Purchase of Investment	59,35,12,61,702	31,92,96,33,322
% to average Net Assets Value	54.69%	54.22%
Sale of Investment	32,61,60,08,101	19,22,34,71,751
% to average Net Assets Value	30.05%	32.65%

Aggregate value of purchase and sale (excluding liquid mutual fund)\* with percentage to average assets as at March 31, 2022 is as follows :

(In ₹)

Particulars	Scheme E Tier I	
	March 31, 2022	March 31, 2021
Average Net Asset Value	1,08,53,08,76,290	58,88,40,06,902
Purchase of Investment	24,17,46,97,702	13,37,00,06,644
% to average Net Assets Value	22.27%	22.71%
Sale of Investment	1,84,55,22,710	98,05,15,752
% to average Net Assets Value	1.70%	1.67%

\*Liquid mutual fund investments are held for day to day cash management, hence excluded

**2.6 Investments falling under each major industry group**

The total value of investments falling under each major industry group (which constitutes not less than 5% of the total investments in the major classification of the financials) are disclosed as under:

(In ₹)

Industry Classification	Scheme E Tier I			
	As at March 31, 2022		As at March 31, 2021	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Monetary intermediation of commercial banks, saving banks, postal savings bank and discount houses	28,94,60,92,002	23.29%	17,21,22,28,954	24.36%
Writing , modifying, testing of computer program to meet the needs of a particular client excluding web-page designing	13,05,51,74,190	10.51%	6,74,93,75,120	9.55%
Manufacture of other petroleum n.e.c. (includes manufacture of petroleum jelly, micro-crystalline petroleum wax, slack wax, ozokerite, lignite wax, petroleum	10,72,98,87,637	8.63%	5,87,85,98,880	8.32%
Computer consultancy and computer facilities management activities	6,37,89,96,597	5.13%	4,10,88,86,120	5.81%
Others	58,47,03,78,503	47.05%	35,26,76,65,844	49.91%
Mutual Funds	5,57,31,59,058	4.48%	1,59,91,27,686	2.26%
Fixed Deposit	1,17,77,69,000	0.95%	-	-
Net Current Assets	-5,68,72,838	-0.05%	-15,50,41,692	-0.22%
<b>Net Asset Value</b>	<b>1,24,27,45,84,150</b>	<b>100.00%</b>	<b>70,66,08,40,912</b>	<b>100.00%</b>

Note :

1. Industry classification has been taken at sub class level of National Industrial Classification (NIC) 2008.

**2.7 Age wise disclosure for Shares/debentures/ others application money pending allotment.**

(In ₹)

Security Name	Asset Type	Ageing	Scheme E Tier I	
			March 31, 2022	March 31, 2021
			NIL	NIL

**2.8 Prior Year Comparatives :**

The Figures of the previous period have been regrouped / rearranged, wherever applicable, to conform current year's presentation.

NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME E TIER I

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2022

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
<b>Equity Instruments</b>			
<b>Shares</b>			
1. Reliance Industries Ltd.	10,72,98,87,638	8.63%	N.A.
2. Infosys Ltd	10,28,45,00,133	8.28%	N.A.
3. ICICI Bank Ltd	8,58,40,19,230	6.91%	N.A.
4. HDFC Bank Ltd	8,36,88,41,087	6.73%	N.A.
5. Tata Consultancy Services Ltd	4,86,49,26,960	3.91%	N.A.
6. Housing Development Finance Corporation Ltd	4,46,33,54,880	3.59%	N.A.
7. Larsen & Toubro Ltd	3,87,08,88,353	3.11%	N.A.
8. Axis Bank Ltd	3,82,30,66,163	3.08%	N.A.
9. Bharati Airtel Ltd.	3,81,96,31,778	3.07%	N.A.
10. State Bank of India	3,68,89,40,765	2.97%	N.A.
11. Kotak Mahindra Bank Ltd	3,41,22,02,868	2.75%	N.A.
12. Hindustan Unilever Ltd	2,75,58,43,980	2.22%	N.A.
13. Bajaj Finance Ltd.	2,71,73,99,285	2.19%	N.A.
14. ITC Ltd	2,68,16,66,753	2.16%	N.A.
15. UltraTech Cement Ltd	2,00,57,78,740	1.61%	N.A.
16. Maruti Suzuki India Ltd	1,79,31,62,295	1.44%	N.A.
17. HCL Technologies Ltd	1,77,66,38,938	1.43%	N.A.
18. Tata Steel Ltd	1,75,77,91,840	1.41%	N.A.
19. Hindalco Industries Ltd	1,71,30,84,475	1.38%	N.A.
20. Tech Mahindra Ltd.	1,51,40,69,638	1.22%	N.A.
21. Mahindra & Mahindra Ltd	1,37,74,26,090	1.11%	N.A.
22. Divis Laboratories Ltd	1,34,06,44,328	1.08%	N.A.
23. Asian Paints (India) Ltd	1,31,72,94,615	1.06%	N.A.
24. Dr Reddys Laboratories Ltd	1,13,67,90,843	0.91%	N.A.
25. Pidilite Industries Limited	1,11,60,92,925	0.90%	N.A.
26. SBI Life Insurance Company Limited	1,07,00,87,590	0.86%	N.A.
27. IndusInd Bank Ltd	1,06,90,21,890	0.86%	N.A.
28. Bajaj Finserv Ltd	1,04,49,52,563	0.84%	N.A.
29. Titan Company Limited	97,10,91,835	0.78%	N.A.
30. Cipla Ltd	93,74,71,343	0.75%	N.A.
31. Nestle India Limited	92,89,90,398	0.75%	N.A.
32. ICICI Prudential Life Insurance Company Limited	75,29,77,925	0.61%	N.A.
33. Power Grid Corporation of India Ltd	69,86,27,160	0.56%	N.A.
34. Britannia Industries Ltd	69,56,28,480	0.56%	N.A.
35. Shree Cement Ltd	66,69,04,650	0.54%	N.A.
36. Bharat Petroleum Corporation Ltd	66,00,44,378	0.53%	N.A.
37. Siemens Ltd	65,53,99,350	0.53%	N.A.
38. Sun Pharmaceuticals Industries Ltd	64,96,55,450	0.52%	N.A.
39. National Thermal Power Corporation Ltd	64,21,88,250	0.52%	N.A.
40. Hindustan Petroleum Corporation Ltd	64,17,26,375	0.52%	N.A.
41. Mphasis Limited	63,16,39,793	0.51%	N.A.
42. Gland Pharma Limited	61,21,49,183	0.49%	N.A.
43. Petronet LNG Ltd	57,05,35,625	0.46%	N.A.
44. MindTree Limited	55,52,89,245	0.45%	N.A.
45. Ambuja Cements Ltd	55,46,14,988	0.45%	N.A.
46. Astral Limited	54,34,65,518	0.44%	N.A.
47. Adani Ports And Special Economic Zone Ltd	50,64,04,220	0.41%	N.A.
48. Lupin Ltd	50,10,62,870	0.40%	N.A.
49. United Spirits Ltd	49,45,88,863	0.40%	N.A.
50. Oil & Natural Gas Corporation Ltd	48,41,68,795	0.39%	N.A.
51. Tata Motors Ltd	48,16,79,375	0.39%	N.A.
52. Godrej Consumer Products Ltd	47,44,60,770	0.38%	N.A.
53. Havells India Ltd	44,56,33,458	0.36%	N.A.
54. Wipro Ltd	43,87,45,875	0.35%	N.A.
55. ICICI Lombard General Insurance Company Limited	43,24,94,480	0.35%	N.A.
56. Bharat Electronics Ltd.	40,70,92,744	0.33%	N.A.
57. Cholamandalam Investment & Finance Company Ltd	40,25,47,535	0.32%	N.A.
58. Hero Motocorp Ltd	40,15,90,958	0.32%	N.A.
59. Dabur India Ltd	39,08,09,370	0.31%	N.A.
60. Indraprastha Gas Ltd	35,07,61,000	0.28%	N.A.
61. Gas Authority of India Ltd	35,03,29,238	0.28%	N.A.
62. Voltas Ltd	33,96,20,580	0.27%	N.A.
63. SBI Cards and Payment Services Ltd	32,70,52,800	0.26%	N.A.
64. Bosch Ltd.	32,55,88,175	0.26%	N.A.
65. Crompton Greaves Consumer Electricals Limited	29,50,86,000	0.24%	N.A.
66. Ashok Leyland Ltd	28,71,27,663	0.23%	N.A.
67. Eicher Motors Ltd	27,40,95,083	0.22%	N.A.
68. Cummins India Ltd	27,02,33,300	0.22%	N.A.

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME E TIER I**

**3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2022**

**(In ₹)**

<b>Name of the instrument</b>	<b>Market value</b>	<b>% of Portfolio</b>	<b>Rating (if any)</b>
69. Indian Oil Corporation Ltd	26,47,94,595	0.21%	N.A.
70. TVS Motor Company Ltd.	25,16,98,995	0.20%	N.A.
71. Bajaj Auto Ltd	21,35,17,850	0.17%	N.A.
72. Alkem Laboratories Ltd	20,47,50,585	0.16%	N.A.
73. MRF Ltd	18,85,64,090	0.15%	N.A.
74. Coal India Ltd	16,17,06,370	0.13%	N.A.
75. Colgate Palmolive (India) Ltd	15,93,91,538	0.13%	N.A.
76. Zydus Lifesciences Ltd	14,77,29,150	0.12%	N.A.
77. Grasim Industries Ltd	12,52,16,000	0.10%	N.A.
78. Shriram Transport Finance Co. Ltd	12,46,63,273	0.10%	N.A.
79. Indus Towers Ltd	12,13,72,530	0.10%	N.A.
80. Bharati Airtel Ltd. - Partly Paid up Equity Shares	11,91,41,355	0.10%	N.A.
81. Dr. Lal Path Labs Ltd	11,39,57,055	0.09%	N.A.
82. The Ramco Cements Limited	11,01,76,773	0.09%	N.A.
83. Zee Entertainment Enterprises Ltd	5,28,25,720	0.04%	N.A.
84. Gujarat Gas Limited	3,97,31,588	0.03%	N.A.
85. PB Fintech Limited	3,37,11,737	0.03%	N.A.
<b>Equity Instruments Total</b>	<b>1,17,58,05,28,930</b>	<b>94.61%</b>	
<b>Money Market Instruments</b>			
<b>Liquid Mutual Funds</b>			
1. ICICI Prudential Liquid - Direct Plan - Growth	4,19,29,12,322	3.37%	AAA
2. Axis Liquid Fund - Direct Plan - Growth	1,38,02,46,736	1.11%	AAA
<b>Fixed Deposits</b>			
1. 3.05% Axis Bank FD Mat 07-Apr-2022	1,17,77,69,000	0.95%	
<b>Money Market Instruments Total</b>	<b>6,75,09,28,058</b>	<b>5.43%</b>	
Cash/Cash Equivalent & Net Current Assets	(5,68,72,838)	-0.05%	
<b>Grand Total</b>	<b>1,24,27,45,84,150</b>	<b>100.00%</b>	
Average Maturity of Portfolio (in yrs)	N.A.		
Modified Duration (in yrs)	N.A.		
Yield to Maturity (%) (annualised) (at market price)	N.A.		
<b>Credit Rating Exposure</b>			
Central Government Securities	-	-	
State Development Loans	-	-	
AAA / equivalent	-	-	
A1+ / equivalent (Certificate of Deposits / Commercial Papers)	-	-	
AA+ / equivalent	-	-	
AA / equivalent	-	-	
AA- / equivalent	-	-	
A+ / equivalent	-	-	
A / equivalent	-	-	
A- / equivalent	-	-	
BBB+ / equivalent	-	-	
BBB / equivalent	-	-	
BBB- / equivalent	-	-	
Lower (Below Investment Grade) (out of above Net NPA)	-	-	
<b>TOTAL</b>	<b>-</b>	<b>-</b>	
Bank FD	1,17,77,69,000	0.95%	
Equity	1,17,58,05,28,930	94.61%	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	5,57,31,59,058	4.48%	
Cash / cash equivalent net current assets	(5,68,72,838)	-0.05%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
<b>Grand Total</b>	<b>1,24,27,45,84,150</b>	<b>100.00%</b>	

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME E TIER I**

**3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2022**

**(In ₹)**

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Units Outstanding NAV	3,61,79,19,899 34.3497		
<b>Notes:</b>			
a. Total NPAs provided for and its percentage to NAV		-	
b. Total value and percentage of illiquid equity shares		-	
c. NAV at September 30,2021		34.9404	
d. NAV at March 31,2022		34.3497	
e. Total outstanding exposure in derivative instruments at March 31,2022		-	
f. Total 'Infrastructure investments' March 31,2022		-	

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME E TIER I**

**3.1 KEY STATISTICS FOR THE HALF YEAR ENDED MARCH 31, 2022 (UN-AUDITED)**

Sr No	Particulars	Scheme E Tier I	
		March 31, 2022	March 31, 2021
1	NAV per unit (₹) I		
	Open	34.9404	22.0074
	High	36.4244	30.0569
	Low	31.3944	22.3157
	End	34.3497	28.8305
2	Closing Assets Under Management (₹ in Lakhs)		
	End	12,42,745.84	7,06,608.41
	Average daily net assets (AAuM) II	10,85,308.76	5,88,840.07
3	Gross income as % of AAuM III	0.69%	24.41%
4	Expense ratio		
a	Total expense as % of AAuM (scheme wise) IV	0.05%	0.01%
b	Management fee as % of AAuM (scheme wise) V	0.08%	0.01%
5	Net income as % of AAuM VI	-1.50%	24.40%
6	Portfolio turnover ratio VII	1.70%	1.67%
7	Returns (%)* Compounded Annualised Yield VIII		
	Last 1 Year	19.14%	69.78%
	Last 3 Years	15.67%	13.77%
	Last 5 Years	14.35%	15.08%
	Last 10 Years	NA	NA
	Since Launch of the scheme (01/08/2013)	15.30%	14.81%
* Declared NAV; Returns calculated based on declared NAV			
I	NAV = (Market value of investment held by scheme + value of current assets - value of current liability and provisions, if any) / (no. of units at the valuation date (before creation/ redemption of units))		
II	AAuM = Average daily net assets		
III	Gross income = Total Income as per Revenue Account		
IV	Total expenses = Expenses include management fees, custody fees, trustee fees, Depository and settlement charges and Stamp duty but excludes Unrealised /Realised loss		
V	Management fee as % of AAuM is annualised. Management fees (Including applicable Taxes) as per Revenue Account		
VI	Net income = Surplus / Deficit as per Revenue Account		
VII	Portfolio turnover = Lower of sales or purchase divided by the average AUM for the period. Investments in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management		
VIII	Returns (%)* Compounded Annualised Yield is to be calculated based on following formula: = ((1+ cumulative return) <sup>n</sup> ) -1 (where n=365/no. of days)		



# **NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME E TIER II**

**Un-audited Financial Statements for the half year  
ended March 31, 2022**

## ***Contents***

Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts

**NATIONAL PENSION SYSTEM TRUST****NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME E TIER II**

UN-AUDITED BALANCE SHEET AS AT MARCH 31, 2022

(In ₹)

Particulars	Schedule	Scheme E Tier II	
		March 31, 2022	March 31, 2021
<b>Liabilities</b>			
Unit Capital	1	2,07,32,48,765	1,24,30,56,846
Reserves & Surplus	2	4,07,20,23,488	1,85,24,86,241
Current Liabilities and Provisions	3	5,02,05,549	2,01,03,741
<b>Total</b>		<b>6,19,54,77,802</b>	<b>3,11,56,46,828</b>
<b>Assets</b>			
Investments	4	6,17,88,54,628	3,11,13,79,828
Deposits	5	1,25,76,000	-
Other Current Assets	6	40,47,174	42,67,000
<b>Total</b>		<b>6,19,54,77,802</b>	<b>3,11,56,46,828</b>
(a) Net asset as per Balance Sheet (Schedule 4+5+6-3)		6,14,52,72,253	3,09,55,43,087
(b) Number of units outstanding		20,73,24,876	12,43,05,684
(c) NAV per unit (a)/(b) (₹)		29.6407	24.9026
<b>Significant accounting policies and notes to accounts</b>	7		

The notes referred to above form an integral part of the financial statements.

For and on behalf of Board of Directors of HDFC Pension Management Company Limited

**Vibha Padalkar**  
(Director)

**Niraj Shah**  
(Director)

**Sriram Iyer**  
(Chief Executive Officer)

**Fagun Pancholi**  
(Chief Financial Officer)

**Nagesh Pai**  
(Company Secretary)

Place : Mumbai

Date : April 22,2022

**NATIONAL PENSION SYSTEM TRUST**

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME E TIER II**

**UN-AUDITED REVENUE ACCOUNT FOR THE HALF YEAR ENDED MARCH 31, 2022**

**(In ₹)**

Particulars	Schedule	Scheme E Tier II	
		March 31, 2022	March 31, 2021
<b>Income</b>			
Dividend		2,08,37,274	1,38,31,866
Interest		863	-
Profit on sale/redemption of investments		1,40,83,847	84,05,954
Unrealised gain on appreciation in investments		3,01,706	57,69,82,279
Other income			
- Miscellaneous Income		-	550
<b>Total Income (A)</b>		<b>3,52,23,690</b>	<b>59,92,20,649</b>
<b>Expenses &amp; Losses</b>			
Unrealised losses in value of investments		12,10,20,103	-
Loss on sale/redemption of investments		14,88,818	-
Management fees (including Goods and Service Tax)		23,53,156	1,47,712
NPS Trust fees		1,38,417	62,590
Custodian fees		77,593	37,358
CRA fees		5,54,634	3,29,887
Less : Amount recoverable on sale of units on account of CRA Charges		(5,54,634)	(3,29,887)
Depository and settlement charges		12,701	5,985
Stamp Duty on Bond/Mutual Fund		-	77,642
<b>Total Expenditure (B)</b>		<b>12,50,90,788</b>	<b>3,31,287</b>
<b>Surplus/(Deficit) for the year (A-B = C)</b>		<b>(8,98,67,098)</b>	<b>59,88,89,362</b>
Less: Amount transferred to Unrealised appreciation account		12,07,18,397	(57,69,82,279)
Less: Amount transferred to General Reserve		(3,08,51,299)	(2,19,07,083)
<b>Amount carried forward to Balance Sheet</b>		<b>-</b>	<b>-</b>
<b>Significant accounting policies and notes to accounts</b>	7		

The notes referred to above form an integral part of the financial statements.

**For and on behalf of Board of Directors of HDFC Pension Management Company Limited**

**Vibha Padalkar**  
(Director)

**Niraj Shah**  
(Director)

**Sriram Iyer**  
(Chief Executive Officer)

**Fagun Pancholi**  
(Chief Financial Officer)

**Nagesh Pai**  
(Company Secretary)

**Place :** Mumbai

**Date :** April 22,2022

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME E TIER II**

Schedules forming part of the un-audited half yearly financial statements

**Schedule 1: Unit capital**

(In ₹)

Particulars	Scheme E Tier II	
	March 31, 2022	March 31, 2021
<b>Initial capital</b>		
<b>Unit capital</b>		
Outstanding units at the beginning of the period	1,64,97,02,684	95,29,84,749
Add :Units issued during the period	79,49,35,943	57,07,13,520
Less: Units redeemed during the period	(37,13,89,862)	(28,06,41,423)
<b>Outstanding at the end of the period</b>	<b>2,07,32,48,765</b>	<b>1,24,30,56,846</b>
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>		
Outstanding units at the beginning of the period	16,49,70,268	9,52,98,475
Add :Units issued during the period	7,94,93,594	5,70,71,352
Less: Units redeemed during the period	(3,71,38,986)	(2,80,64,142)
<b>Outstanding Units at the end of the period</b>	<b>20,73,24,876</b>	<b>12,43,05,684</b>

**Schedule 2: Reserves and surplus**

(In ₹)

Particulars	Scheme E Tier II	
	March 31, 2022	March 31, 2021
<b>Unit premium reserve</b>		
Opening balance	1,83,58,21,041	73,96,89,384
Add: Premium on Units issued	1,56,92,81,428	76,82,63,594
Less: Premium on Units redeemed	(73,33,02,043)	(37,44,79,705)
Add: Transfer from General Reserve	-	-
Closing balance	<b>2,67,18,00,426</b>	<b>1,13,34,73,273</b>
<b>General Reserve</b>		
Opening balance	10,05,12,696	4,00,75,832
Add/(Less): Transfer from/(to) Revenue Account	3,08,51,299	2,19,07,083
Less: Transfer to Unit Premium Reserve	-	-
Closing balance	<b>13,13,63,995</b>	<b>6,19,82,915</b>
<b>Unrealised Appreciation Reserve</b>		
Opening balance	1,38,95,77,464	8,00,47,774
Add: Adjustment for Previous years unrealised appreciation reserve	-	-
Add/(Less): Transfer from/(to) Revenue Account	(12,07,18,397)	57,69,82,279
Closing balance	<b>1,26,88,59,067</b>	<b>65,70,30,053</b>
<b>Total</b>	<b>4,07,20,23,488</b>	<b>1,85,24,86,241</b>

**Schedule 3: Current liabilities and provisions**

(In ₹)

Particulars	Scheme E Tier II	
	March 31, 2022	March 31, 2021
<b>Current liabilities</b>		
Sundry creditors for expenses	4,65,034	1,20,139
Redemption Payable	4,64,67,396	1,86,43,974
TDS Payable	36,922	2,502
Contracts for purchase of investments	32,36,197	13,37,126
<b>Total</b>	<b>5,02,05,549</b>	<b>2,01,03,741</b>

**NATIONAL PENSION SYSTEM TRUST****NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME E TIER II**

Schedules forming part of the un-audited half yearly financial statements

**Schedule 4: Investments (Long Term and Short Term)****(In ₹)**

Particulars	Scheme E Tier II	
	March 31, 2022	March 31, 2021
Equity shares	5,94,37,57,315	3,03,60,58,810
Others - Mutual Fund Units	23,50,97,313	7,53,21,018
<b>Total</b>	<b>6,17,88,54,628</b>	<b>3,11,13,79,828</b>

**Schedule 5: Deposits****(In ₹)**

Particulars	Scheme E Tier II	
	March 31, 2022	March 31, 2021
Deposits with scheduled banks	1,25,76,000	-
<b>Total</b>	<b>1,25,76,000</b>	<b>-</b>

**Schedule 6: Other current assets****(In ₹)**

Particulars	Scheme E Tier II	
	March 31, 2022	March 31, 2021
Balances with banks in current account	5,361	2,67,878
Contracts for sale of investments	-	35,33,802
Outstanding and accrued income	861	-
Sundry debtors	32,36,198	-
Brokerage receivable from PFM	-	401
Dividend receivable	8,04,754	4,64,919
<b>Total</b>	<b>40,47,174</b>	<b>42,67,000</b>

# NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME E TIER II

## Schedule 7

### Significant accounting policies & notes to accounts for the half year ended March 31, 2022

#### 1.1 Background

HDFC Pension Management Company Limited ('the Company') has been appointed as a Pension Fund Manager ('PFM') by the Pension Fund Regulatory and Development Authority ("PFRDA") for the management of Pension Schemes under the National Pension System ('NPS'). Accordingly, the Company has entered into an Investment Management Agreement ('IMA') with NPS Trust. The Pension Fund Regulatory and Development Authority ("PFRDA" / "Authority") guidelines require each PFM to manage subscribers' funds. As per unbundled architecture of the NPS, the main responsibility of PFM is to manage funds in accordance with the laid down guidelines and declare NAV. As per the architecture, the NSDL e-Governance Infrastructure Ltd and , KFin Technologies Private Ltd and Computer Age Management Services Ltd being the Central Recordkeeping Agency (CRA) provides consolidated data to PFM for allotment / redemption of units and Axis Bank, being the Trustee Bank, provides / receives funds on consolidated basis in respect of such allotment / redemption.

**Central Record Keeping Agency (CRA):** NSDL e-Governance Infrastructure Ltd, KFin Technologies Private Ltd, Computer Age Management Services Ltd and PFRDA have set up Central Recordkeeping Agency (CRA) for the NPS.

Some of the key responsibilities of the CRA include the following:

- Recording keeping, Administration and Customer service function for NPS subscriber,
- Providing Unique Permanent Retirement Account Number (PRAN) to each subscriber,
- Maintaining database of all PRANs issued and recording transactions relating to each subscribers PRAN,
- PRAN Transaction Statement,
- An operational interface between PFRDA and other NPS intermediaries such as Pension Funds, Annuity Service Providers, Trust Bank etc.

CRA is responsible to resolve all queries pertaining to investors. CRA informs about the fund flow to Pension Fund Managers (PFM) and also instruct Axis Bank to credit PFM's pool account maintained with them.

NPS trust has designated Stock Holding Corporation of India Ltd. (SHCIL) as the custodian, who is responsible for safe custody of securities and settlements of trades.

The fees payable to CRA, in terms of IMA, is charged to the investor by redeeming the equivalent number of units on receipt of intimation from CRA. As stated above, the amount of funds received from the subscribers is intimated by the Trustee Bank on consolidated basis on T+2 basis. PFM records the same on receipt basis. Accordingly, funds with Trustee Bank at the year end do not get reflected in the financial statements.

## **1.2 Basis of preparation**

The financial statements have been prepared to comply with the Pension Fund Regulatory and Development Authority Act, 2013, PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012, Accounting Standards notified under the Companies Act, 1956 to the extent made applicable by PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012 and generally accepted accounting principles. These financial statements have been prepared on an accrual basis, except as otherwise stated.

The financials have been prepared for SCHEME E TIER II being managed by the Company.

The Company manages eight separate schemes under the two tiered structure (Tier I and II) prescribed under the NPS. The schemes are classified as Scheme E, C, G, A and Tax Saver based on the asset class prescribed under the NPS as follows:

Scheme E - Equity market instruments

Scheme C - Credit risk bearing fixed income instruments

Scheme G - Government securities

Scheme A – Alternate Investment funds

Scheme Tax Saver – Hybrid Investments

## **1.3 Investments**

Transactions for purchase and sale of securities are accounted on trade date.

The holding cost of investments is determined by the weighted average cost method and the cost

includes applicable taxes and stamp charges but exclude brokerage and other transactional charges.

Investments are reconciled with the custodian records on daily basis.

### **Valuation of Investments**

The scheme marks all investments to market and carries investments in the Balance Sheet at the market value as on Balance Sheet date / date of determination / date of valuation.

The change in unrealised appreciation/depreciation in the value of investments is determined separately for each assets category at the year-end and is recognised in the Revenue Account. The change in net unrealised appreciation, if any, is transferred to /from "Unrealised Appreciation Reserve" shown as part of Reserves and Surplus.

As per directive received from NPS Trust, the valuation of investments is carried out by ICRA Management Consulting Services Limited (IMACS) w.e.f. April 01, 2019. The Investment valuation methodology adopted by IMACS is as follows:

The following valuation norms are as prescribed by PFRDA (Preparation of Financial Statements and Auditor's Report of schemes under National Pension System) Guidelines - 2012.

#### **Securities traded at a stock exchange:**

The securities are valued at the daily closing price on the stock exchange.

Listed equity shares are valued at market value, being the last quoted closing price on the National stock exchange (NSE). If they are not quoted on NSE, then the last quoted closing price on the Bombay stock exchange (BSE) is taken.

#### **Securities not traded at a stock exchange:**

Non-traded / thinly traded / privately placed equity securities including those not traded within thirty days are valued "in-good faith" on the basis of following valuation methods approved by the Authority/Trust:

Equity instruments are generally valued on the basis of capitalization of earnings solely or in combination with the net asset value, using for the purposes of capitalization, the price or earnings ratios of comparable traded securities and with an appropriate discount for lower liquidity.

### **Valuation of Right Shares**

Non traded rights are valued at the difference of closing market price of the original equity share for the day and the offer price.

Traded rights are valued at the closing market price of the rights renunciation till the time of application. In the event of application of rights, the rights entitlement would be valued at the closing market price of the original equity share till the date of allotment/listing.

### **Valuation of Money Market Instruments and Mutual Fund**

Money market instruments like, commercial paper, and certificate of deposit are valued at last quoted price / applicable Matrix based valuation for investment grade securities.

Mutual fund units are valued based on the net asset value of the preceding day of the valuation date

## **1.4 Income Recognition**

Dividend Income is recognised on the "Ex-Dividend" date in case of listed equity shares.

Bonus entitled shares are recognised only when the original shares on which the bonus entitlement accrues are traded on the stock exchange on an ex-bonus basis. Rights entitlements are recognized only when the original shares on which the right entitlement accrues are traded on the stock exchange on an ex-rights basis.

Profit or loss on sale of equity is the difference between the sale consideration net of expenses and the weighted average book cost as on the date of sale.

Profit or loss on sale of mutual fund units is the difference between the sale consideration net of expenses and the weighted average book cost.

Interest income on all interest bearing investment is recognised on daily accrual basis; when investments are purchased, interest paid for the period from the last interest due date upto the date of purchase is debited to Interest Recoverable Account and not included in cost of purchase. Similarly interest received at the time of sale for the period from the last interest due date upto the date of sale credited to Interest Recoverable Account and not included in sale value.

## **1.5 Units reconciliation**

The subscribers' units as per Investment management system are reconciled with Central Recordkeeping Agency (CRA) records on daily basis.

## 1.6 Investment management fees

Investment management fees are recognised on daily accrual basis on closing Asset Under Management (AUM) in accordance with IMA. The Investment management fee is inclusive of brokerage but excludes custodian charges and applicable taxes, if any.

The Company has charged investment management fee as per the below slab structure basis the aggregate AUM managed by the PFM under all Scheme with effect from April 01,2021.

<b>AUM Slabs</b>	<b>Investment Management Fees%</b>
Upto 10,000 Cr	0.09%
10,001 – 50,000 Cr	0.06%
50,001 – 1,50,000 Cr	0.05%
Above 1,50,000 Cr	0.03%

This fee shall remain valid till further notice and subsequent revision, if any, shall be duly notified by the Company. The investment management fees charged until March 31, 2021 was 0.01% per annum (inclusive of brokerage but excluding custodian charges and applicable taxes), in terms of the Pension Fund Regulatory and Development Authority's circular no. PFRDA/6/PFM/9/2 dated July 31, 2014.

## 1.7 Trustee fees

The Company has started charging Trustee fee of 0.01% per annum, with effect from November 01, 2015 in terms of the National Pension Scheme Trust circular no. 1/20/2015/NPS dated October 19, 2015 and the fee has been revised to 0.005% per annum with effect from April 01, 2018.

The Company has stopped charging Trustee fee with effect from January 25, 2019, as directed by the Authority vide PFRDA circular no. PFRDA/17/03/31/0016/2018-SUP-PF/12 dated January 25, 2019.

Basis the direction from NPS Trust the Trustee Fees charge of 0.005% has been re-initiated with effect from 01<sup>st</sup> August 2019.

## 1.8 Other Expenses

Custody charges are recognised on daily accrual basis in accordance with IMA. Trustee bank charges, if any, are recognised when they are debited by the trustee bank on a quarterly basis.

## **1.9 Unit Premium Reserve**

Upon issue and redemption of units, the net premium or discount to the face value of units is adjusted against the Unit Premium Reserve of the Scheme.

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME E TIER II**

**Notes to accounts (Un-audited)**

**2.1 Contingent liabilities**

(In ₹)

Particulars	Scheme E Tier II	
	March 31, 2022	March 31, 2021
Uncalled liability on partly paid shares	59,59,766	51,28,560
Other commitments	NIL	NIL

**2.2 Investments**

All investments are performing investments. All investments of the scheme are in the name of the NPS Trust. All investments are traded investments.

**2.3 Details of transactions with sponsor and its related parties**

Nature of relationship	Name of the related party
<b>Pension fund manager</b>	HDFC Pension Management Company Limited
<b>Sponsor company</b>	HDFC Life Insurance Company Limited
<b>Associates and group companies</b>	
Holding Company	HDFC Limited
Ms. Vibha Padalkar	Key Management Personnel
Mr. Parvez Mulla	Key Management Personnel (Resigned w.e.f March 4, 2022)
Mr. Niraj Shah	Key Management Personnel (Appointed w.e.f March 7, 2022)
Mr. Sumit Shukla	Key Management Personnel (Resigned w.e.f March 31, 2022)
Mr. Sriram Iyer	Key Management Personnel (Appointed w.e.f April 1, 2022)
Mr. Fagun Pancholi	Key Management Personnel
Mr. Nagesh Pai	Key Management Personnel

The following represents significant transactions between the Company and its related parties for the half year ended March 31, 2022

(In ₹)

Nature of Transaction	Scheme E Tier II	
	March 31, 2022	March 31, 2021
Investment management fees	23,53,156	1,47,712

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme E Tier II	
	March 31, 2022	March 31, 2021
Investment management fees payable	4,18,635	80,566

Aggregate investments made in the Associates and group companies as at March 31, 2022 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme E Tier II			
		March 31, 2022		March 31, 2021	
		Cost	Market Value	Cost	Market Value
HDFC Ltd	Equity	24,20,99,384	22,49,36,640	4,38,22,299	4,62,14,850

**Investment with other Group Companies**

Nature of relationship	Name of the related party
Associates of Sponsor's Holding Company	HDFC Bank Limited

Aggregate investments made in the other group companies as at March 31, 2022 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme E Tier II			
		March 31, 2022		March 31, 2021	
		Cost	Market Value	Cost	Market Value
HDFC Bank Ltd	Equity	40,00,77,510	41,92,70,303	6,98,89,827	9,90,28,995

**2.4 Provision**

There are no provisions for doubtful deposits, debts and outstanding and accrued income.

**2.5 Aggregate value of purchase and sale with percentage to average assets**

Aggregate value of purchase and sale with percentage to average assets as at March 31, 2022 is as follows :

(In ₹)

Particulars	Scheme E Tier II	
	March 31, 2022	March 31, 2021
Average Net Asset Value	5,55,18,81,293	2,51,04,83,554
Purchase of Investment	3,84,00,91,767	2,28,29,71,369
% to average Net Assets Value	69.17%	90.94%
Sale of Investment	2,53,81,96,844	1,58,10,22,081
% to average Net Assets Value	45.72%	62.98%

## NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME E TIER II

### Notes to accounts (Un-audited)

Aggregate value of purchase and sale (excluding liquid mutual fund)\* with percentage to average assets as at March 31, 2022 is as follows :

(In ₹)

Particulars	Scheme E Tier II	
	March 31, 2022	March 31, 2021
Average Net Asset Value	5,55,18,81,293	2,51,04,83,554
Purchase of Investment	1,22,55,55,767	73,00,83,356
% to average Net Assets Value	22.07%	29.08%
Sale of Investment	8,45,96,005	3,78,89,081
% to average Net Assets Value	1.52%	1.51%

\*Liquid mutual fund investments are held for day to day cash management, hence excluded

### 2.6 Investments falling under each major industry group

The total value of investments falling under each major industry group (which constitutes not less than 5% of the total investments in the major classification of the financials) are disclosed as under:

(In ₹)

Industry Classification	Scheme E Tier II			
	As at March 31, 2022		As at March 31, 2021	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Monetary intermediation of commercial banks, saving banks, postal savings bank and discount houses	1,45,76,10,443	23.72%	75,52,89,840	24.40%
Writing , modifying, testing of computer program to meet the needs of a particular client excluding web-page designing	65,61,25,220	10.68%	29,60,81,540	9.56%
Manufacture of other petroleum n.e.c. (includes manufacture of petroleum jelly, micro-crystalline petroleum wax, slack wax, ozokerite, lignite wax, petroleum coke, petroleum bitumen and other residues of petroleum oils or of oils obtained from bituminous minerals)	54,35,48,925	8.84%	25,84,23,075	8.35%
Computer consultancy and computer facilities management activities	32,07,29,473	5.22%	18,00,28,942	5.82%
Others	2,96,57,43,255	48.26%	1,54,62,35,413	49.95%
Mutual Funds	23,50,97,313	3.83%	7,53,21,018	2.43%
Fixed Deposite	1,25,76,000	0.20%	-	-
Net Current Assets	(4,61,58,375)	-0.75%	(1,58,36,741)	-0.51%
<b>Net Asset Value</b>	<b>6,14,52,72,253</b>	<b>100.00%</b>	<b>3,09,55,43,087</b>	<b>100.00%</b>

Note :

1) Industry classification has been taken at sub class level of National Industrial Classification (NIC) 2008.

### 2.7 Age wise disclosure for Shares/debentures/ others application money pending allotment.

(In ₹)

Security Name	Asset Type	Ageing	Scheme E Tier II	
			March 31, 2022	March 31, 2021
			NIL	NIL

### 2.8 Prior Year Comparatives :

The Figures of the previous period have been regrouped / rearranged, wherever applicable, to conform current year's presentation.

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME E TIER II**

**3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2022**

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
<b>Equity Instruments</b>			
<b>Shares</b>			
1. Reliance Industries Ltd.	54,35,48,925	8.84%	N.A.
2. Infosys Ltd	51,53,26,213	8.39%	N.A.
3. ICICI Bank Ltd	43,25,20,175	7.04%	N.A.
4. HDFC Bank Ltd	41,92,70,303	6.82%	N.A.
5. Tata Consultancy Services Ltd	24,36,57,743	3.96%	N.A.
6. Housing Development Finance Corporation Ltd	22,49,36,640	3.66%	N.A.
7. Axis Bank Ltd	19,36,74,618	3.15%	N.A.
8. Larsen & Toubro Ltd	19,32,04,145	3.14%	N.A.
9. Bharati Airtel Ltd.	19,23,99,008	3.13%	N.A.
10. State Bank of India	18,44,88,990	3.00%	N.A.
11. Kotak Mahindra Bank Ltd	17,28,41,918	2.81%	N.A.
12. Hindustan Unilever Ltd	13,96,15,498	2.27%	N.A.
13. Bajaj Finance Ltd.	13,90,28,043	2.26%	N.A.
14. ITC Ltd	13,35,96,450	2.17%	N.A.
15. UltraTech Cement Ltd	10,16,75,420	1.65%	N.A.
16. Maruti Suzuki India Ltd	9,14,91,730	1.49%	N.A.
17. HCL Technologies Ltd	8,98,99,688	1.46%	N.A.
18. Tata Steel Ltd	8,90,20,320	1.45%	N.A.
19. Hindalco Industries Ltd	8,67,91,800	1.41%	N.A.
20. Tech Mahindra Ltd.	7,70,71,730	1.25%	N.A.
21. Mahindra & Mahindra Ltd	7,07,34,435	1.15%	N.A.
22. Asian Paints (India) Ltd	6,74,50,905	1.10%	N.A.
23. Divis Laboratories Ltd	6,73,51,365	1.10%	N.A.
24. Dr Reddys Laboratories Ltd	5,66,99,940	0.92%	N.A.
25. Pidilite Industries Limited	5,62,03,470	0.91%	N.A.
26. IndusInd Bank Ltd	5,48,14,440	0.89%	N.A.
27. SBI Life Insurance Company Limited	5,41,09,963	0.88%	N.A.
28. Bajaj Finserv Ltd	5,37,40,418	0.87%	N.A.
29. Titan Company Limited	4,85,67,273	0.79%	N.A.
30. Nestle India Limited	4,69,27,485	0.76%	N.A.
31. Cipla Ltd	4,66,77,593	0.76%	N.A.
32. ICICI Prudential Life Insurance Company Limited	3,77,17,770	0.61%	N.A.
33. Power Grid Corporation of India Ltd	3,54,57,640	0.58%	N.A.
34. Britannia Industries Ltd	3,49,49,760	0.57%	N.A.
35. Bharat Petroleum Corporation Ltd	3,38,04,773	0.55%	N.A.
36. Shree Cement Ltd	3,36,45,640	0.55%	N.A.
37. Siemens Ltd	3,31,54,800	0.54%	N.A.
38. Sun Pharmaceuticals Industries Ltd	3,28,39,525	0.53%	N.A.
39. National Thermal Power Corporation Ltd	3,25,01,250	0.53%	N.A.
40. Hindustan Petroleum Corporation Ltd	3,24,83,610	0.53%	N.A.
41. Mphasis Limited	3,24,17,760	0.53%	N.A.
42. Gland Pharma Limited	3,05,99,278	0.50%	N.A.
43. MindTree Limited	2,86,14,285	0.47%	N.A.
44. Petronet LNG Ltd	2,83,65,000	0.46%	N.A.
45. Ambuja Cements Ltd	2,77,10,550	0.45%	N.A.
46. Astral Limited	2,72,08,678	0.44%	N.A.
47. Oil & Natural Gas Corporation Ltd	2,61,17,465	0.43%	N.A.
48. United Spirits Ltd	2,58,95,403	0.42%	N.A.
49. Adani Ports And Special Economic Zone Ltd	2,58,19,570	0.42%	N.A.
50. Lupin Ltd	2,54,74,405	0.41%	N.A.
51. Tata Motors Ltd	2,43,76,750	0.40%	N.A.
52. Godrej Consumer Products Ltd	2,40,63,060	0.39%	N.A.
53. Havells India Ltd	2,26,47,608	0.37%	N.A.
54. Wipro Ltd	2,22,85,035	0.36%	N.A.
55. ICICI Lombard General Insurance Company Limited	2,22,49,025	0.36%	N.A.
56. Cholamandalam Investment & Finance Company Ltd	2,09,78,740	0.34%	N.A.
57. Indraprastha Gas Ltd	2,08,77,743	0.34%	N.A.
58. Hero Motocorp Ltd	2,07,62,058	0.34%	N.A.
59. Bharat Electronics Ltd.	2,06,12,235	0.34%	N.A.
60. Dabur India Ltd	2,05,63,270	0.33%	N.A.
61. Gas Authority of India Ltd	1,87,40,260	0.30%	N.A.
62. Voltas Ltd	1,69,37,440	0.28%	N.A.
63. SBI Cards and Payment Services Ltd	1,67,35,905	0.27%	N.A.
64. Bosch Ltd.	1,66,04,275	0.27%	N.A.

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME E TIER II**

**3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2022**

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
65. Ashok Leyland Ltd	1,49,37,650	0.24%	N.A.
66. Crompton Greaves Consumer Electricals Limited	1,45,66,178	0.24%	N.A.
67. Eicher Motors Ltd	1,41,28,613	0.23%	N.A.
68. Cummins India Ltd	1,38,48,055	0.23%	N.A.
69. Indian Oil Corporation Ltd	1,33,99,717	0.22%	N.A.
70. TVS Motor Company Ltd.	1,26,38,130	0.21%	N.A.
71. Bajaj Auto Ltd	1,09,59,000	0.18%	N.A.
72. Alkem Laboratories Ltd	1,03,18,995	0.17%	N.A.
73. MRF Ltd	97,53,315	0.16%	N.A.
74. Coal India Ltd	86,03,350	0.14%	N.A.
75. Colgate Palmolive (India) Ltd	82,51,038	0.13%	N.A.
76. Zydus Lifesciences Ltd	75,79,875	0.12%	N.A.
77. Grasim Industries Ltd	73,21,600	0.12%	N.A.
78. Shriram Transport Finance Co. Ltd	68,09,100	0.11%	N.A.
79. Indus Towers Ltd	63,06,220	0.10%	N.A.
80. Bharati Airtel Ltd. - Partly Paid up Equity Shares	58,81,045	0.10%	N.A.
81. The Ramco Cements Limited	57,21,973	0.09%	N.A.
82. Dr. Lal Path Labs Ltd	56,65,219	0.09%	N.A.
83. Zee Entertainment Enterprises Ltd	27,39,325	0.04%	N.A.
84. Gujarat Gas Limited	20,63,325	0.03%	N.A.
85. PB Fintech Limited	17,18,393	0.03%	N.A.
		0.00%	N.A.
<b>Equity Instruments Total</b>	<b>5,94,37,57,315</b>	<b>96.72%</b>	
<b>Money Market Instruments</b>			
<b>Liquid Mutual Funds</b>			
1. ICICI Prudential Liquid - Direct Plan - Growth	23,50,97,313	3.83%	
<b>Fixed Deposit</b>			
1. 2.50% Axis Bank FD Mat 07-Apr-2022	1,25,76,000	0.20%	
<b>Money Market Instruments Total</b>	<b>24,76,73,313</b>	<b>4.03%</b>	
Cash/Cash Equivalent & Net Current Assets	(4,61,58,375)	-0.75%	
<b>Grand Total</b>	<b>6,14,52,72,253</b>	<b>100.00%</b>	
Average Maturity of Portfolio (in yrs)	N.A.		
Modified Duration (in yrs)	N.A.		
Yield to Maturity (%) (annualised) (at market price)	N.A.		
<b>Credit Rating Exposure</b>			
Central Government Securities	-	-	
State Development Loans	-	-	
AAA / equivalent	-	-	
A1+ / equivalent (Certificate of Deposits / Commercial Papers)	-	-	
AA+ / equivalent	-	-	
AA / equivalent	-	-	
AA- / equivalent	-	-	
A+ / equivalent	-	-	
A / equivalent	-	-	
A- / equivalent	-	-	
BBB+ / equivalent	-	-	
BBB / equivalent	-	-	
BBB- / equivalent	-	-	
Lower (Below Investment Grade) (out of above Net NPA)	-	-	
<b>TOTAL</b>	<b>-</b>	<b>-</b>	
Bank FD	1,25,76,000	0.20%	
Equity	5,94,37,57,315	96.72%	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	23,50,97,313	3.83%	
Cash / cash equivalent net current assets	(4,61,58,375)	-0.75%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
<b>Grand Total</b>	<b>6,14,52,72,253</b>	<b>100.00%</b>	

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME E TIER II**

**3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2022**

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Units Outstanding NAV*	20,73,24,876 29.6407		
<b>Notes:</b> a. Total NPAs provided for and its percentage to NAV b. Total value and percentage of illiquid equity shares c. NAV at September 30,2021 d. NAV at March 31,2022 e. Total outstanding exposure in derivative instruments at March 31,2022 f. Total 'Infrastructure investments' March 31,2022		- - 30.1606 29.6407 - -	- - - - -

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME E TIER II**

**3.1 KEY STATISTICS FOR THE HALF YEAR ENDED MARCH 31, 2022 (UN-AUDITED)**

Sr No	Particulars	Scheme E Tier II	
		March 31, 2022	March 31, 2021
1	NAV per unit (₹) I		
	Open	30.1606	19.0223
	High	31.4398	25.9666
	Low	27.0761	19.2884
	End	29.6407	24.9026
2	Closing Assets Under Management (₹ in Lakhs)		
	End	61,452.72	30,955.43
	Average daily net assets (AAuM) II	55,518.81	25,104.84
3	Gross income as % of AAuM III	0.63%	23.87%
4	Expense ratio		
a	Total expense as % of AAuM (scheme wise) IV	0.05%	0.01%
b	Management fee as % of AAuM (scheme wise) V	0.08%	0.01%
5	Net income as % of AAuM VI	-1.62%	23.86%
6	Portfolio turnover ratio VII	1.52%	1.51%
7	Returns (%) * Compounded Annualised Yield VIII		
	Last 1 Year	19.03%	69.59%
	Last 3 Years	15.58%	13.68%
	Last 5 Years	14.33%	15.15%
	Last 10 Years	NA	NA
	Since Launch of the scheme (01/08/2013)	13.35%	12.63%
	* Declared NAV; Returns calculated based on declared NAV		
I	NAV = (Market value of investment held by scheme + value of current assets - value of current liability and provisions, if any) / (no. of units at the valuation date (before creation/ redemption of units))		
II	AAuM = Average daily net assets		
III	Gross income = Total Income as per Revenue Account		
IV	Total expenses = Expenses include management fees, custody fees, trustee fees, Depository and settlement charges and Stamp duty but excludes Unrealised /Realised loss		
V	Management fee as % of AAuM is annualised. Management fees (Including applicable Taxes) as per Revenue Account		
VI	Net income = Surplus / Deficit as per Revenue Account		
VII	Portfolio turnover = Lower of sales or purchase divided by the average AUM for the period. Investments in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management		
VIII	Returns (%) * Compounded Annualised Yield is to be calculated based on following formula: = ((1+ cumulative return)^n) - 1 (where n=365/no. of days)		



# **NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER I**

**Un-audited Financial Statements for the half year  
ended March 31, 2022**

## ***Contents***

Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts

**NATIONAL PENSION SYSTEM TRUST****NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER I**

UN-AUDITED BALANCE SHEET AS AT MARCH 31, 2022

(In ₹)

Particulars	Schedule	Scheme C Tier I	
		March 31, 2022	March 31, 2021
<b>Liabilities</b>			
Unit Capital	1	24,33,07,06,386	15,24,52,64,903
Reserves & Surplus	2	31,35,18,18,369	17,46,83,13,937
Current Liabilities and Provisions	3	3,86,51,014	66,78,81,343
<b>Total</b>		<b>55,72,11,75,769</b>	<b>33,38,14,60,183</b>
<b>Assets</b>			
Investments	4	53,74,36,00,868	31,66,22,89,282
Deposits	5	51,16,09,000	-
Other Current Assets	6	1,46,59,65,901	1,71,91,70,901
<b>Total</b>		<b>55,72,11,75,769</b>	<b>33,38,14,60,183</b>
(a) Net asset as per Balance Sheet (Schedule 4+5+6 -3)		55,68,25,24,755	32,71,35,78,840
(b) Number of units outstanding		2,43,30,70,638	1,52,45,26,490
(c) NAV per unit (a)/(b) (₹)		22.8857	21.4581
<b>Significant accounting policies and notes to accounts</b>	7		

The notes referred to above form an integral part of the financial statements.

For and on behalf of Board of Directors of HDFC Pension Management Company Limited

Vibha Padalkar  
(Director)Niraj Shah  
(Director)Sriram Iyer  
(Chief Executive Officer)Fagun Pancholi  
(Chief Financial Officer)Nagesh Pai  
(Company Secretary)

Place : Mumbai

Date : April 22, 2022

**NATIONAL PENSION SYSTEM TRUST**

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER I**

**UN-AUDITED REVENUE ACCOUNT FOR THE HALF YEAR ENDED MARCH 31, 2022**

**(In ₹)**

Particulars	Schedule	Scheme C Tier I	
		March 31, 2022	March 31, 2021
<b>Income</b>			
Interest		1,66,52,20,207	97,18,98,198
Profit on sale/redemption of investments		8,61,81,998	25,19,38,096
Profit on inter-scheme transfer/sale of investments		-	24,42,448
Unrealised gain on appreciation in investments		6,94,830	57,62,42,843
Other income			
- Miscellaneous Income		-	49,888
<b>Total Income (A)</b>		<b>1,75,20,97,035</b>	<b>1,80,25,71,473</b>
<b>Expenses &amp; Losses</b>			
Unrealised losses in value of investments		54,16,93,300	68,60,12,567
Loss on sale/redemption of investments		10,05,05,144	4,58,89,041
Management fees (including Goods and Service Tax)		2,03,86,959	16,57,155
NPS Trust fees		11,99,523	7,02,184
Custodian fees		8,17,051	4,74,665
CRA fees		1,07,95,058	91,89,294
Less : Amount recoverable on sale of units on account of CRA Charges		(1,07,95,058)	(91,89,294)
Provision for Non-Performing Assets		-	-
Depository and settlement charges		1,59,173	93,906
Stamp Duty on Bond/Mutual Fund		-	46,18,864
<b>Total Expenditure (B)</b>		<b>66,47,61,150</b>	<b>73,94,48,382</b>
<b>Surplus/(Deficit) for the year (A-B = C)</b>		<b>1,08,73,35,885</b>	<b>1,06,31,23,091</b>
Less: Amount transferred to Unrealised appreciation account		54,09,98,470	10,97,69,724
Less: Amount transferred to General Reserve		(1,62,83,34,355)	(1,17,28,92,815)
<b>Amount carried forward to Balance Sheet</b>		<b>-</b>	<b>-</b>
<b>Significant accounting policies and notes to accounts</b>	7		

The notes referred to above form an integral part of the financial statements.

**For and on behalf of Board of Directors of HDFC Pension Management Company Limited**

**Vibha Padalkar**  
(Director)

**Niraj Shah**  
(Director)

**Sriram Iyer**  
(Chief Executive Officer)

**Fagun Pancholi**  
(Chief Financial Officer)

**Nagesh Pai**  
(Company Secretary)

**Place :** Mumbai

**Date :** April 22, 2022

**NATIONAL PENSION SYSTEM TRUST**

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER I**

Schedules forming part of the un-audited half yearly financial statements

**Schedule 1: Unit capital**

(In ₹)

Particulars	Scheme C Tier I	
	March 31, 2022	March 31, 2021
<b>Initial capital</b>		
<u>Unit capital</u>		
Outstanding at the beginning of the period	18,96,48,85,256	11,92,97,70,472
Add :Units issued during the period	6,18,50,85,337	3,73,12,52,282
Less: Units redeemed during the period	(81,92,64,207)	(41,57,57,851)
<b>Outstanding at the end of the period</b>	<b>24,33,07,06,386</b>	<b>15,24,52,64,903</b>
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>		
Outstanding units at the beginning of the period	1,89,64,88,526	1,19,29,77,047
Add :Units issued during the period	61,85,08,533	37,31,25,228
Less: Units redeemed during the period	(8,19,26,421)	(4,15,75,785)
<b>Outstanding Units at the end of the period</b>	<b>2,43,30,70,638</b>	<b>1,52,45,26,490</b>

**Schedule 2: Reserves and surplus**

(In ₹)

Particulars	Scheme C Tier I	
	March 31, 2022	March 31, 2021
<b>Unit premium reserve</b>		
Opening balance	16,51,87,64,569	8,34,75,17,693
Add: Premium on Units issued	7,80,43,74,252	4,18,37,02,678
Less: Premium on Units redeemed	(1,03,42,01,753)	(46,55,49,153)
Add: Transfer from General Reserve	-	-
Closing balance	<b>23,28,89,37,068</b>	<b>12,06,56,71,218</b>
<b>General Reserve</b>		
Opening balance	6,23,98,25,545	3,65,30,87,679
Add/(Less): Transfer from/(to) Revenue Account	1,62,83,34,355	1,17,28,92,815
Less: Transfer to Unit Premium Reserve	-	-
Closing balance	<b>7,86,81,59,900</b>	<b>4,82,59,80,494</b>
<b>Unrealised Appreciation Reserve</b>		
Opening balance	73,57,19,871	68,64,31,949
Add: Adjustment for Previous years unrealised appreciation reserve	-	-
Add/(Less): Transfer from/(to) Revenue Account	(54,09,98,470)	(10,97,69,724)
Closing balance	<b>19,47,21,401</b>	<b>57,66,62,225</b>
<b>Total</b>	<b>31,35,18,18,369</b>	<b>17,46,83,13,937</b>

**Schedule 3: Current liabilities and provisions**

(In ₹)

Particulars	Scheme C Tier I	
	March 31, 2022	March 31, 2021
<b>Current liabilities</b>		
Sundry creditors for expenses	43,49,239	14,62,898
Redemption Payable	3,39,62,518	3,58,12,249
TDS Payable	3,39,257	27,088
Contract for Purchase of Investments	-	63,05,79,108
<b>Total</b>	<b>3,86,51,014</b>	<b>66,78,81,343</b>

**NATIONAL PENSION SYSTEM TRUST****NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER I**

Schedules forming part of the un-audited half yearly financial statements

**Schedule 4: Investments (Long Term and Short Term)****(In ₹)**

Particulars	Scheme C Tier I	
	March 31, 2022	March 31, 2021
Debentures and Bonds Listed/Awaiting Listing	50,09,45,60,405	30,39,45,77,013
Provision for Sub Standard Assets *	(69,00,000)	(69,00,000)
Others - Mutual Fund Units	3,65,59,40,463	1,27,46,12,269
<b>Total</b>	<b>53,74,36,00,868</b>	<b>31,66,22,89,282</b>

\* Provision for Sub Standard Assets includes the 100% NPA provision made on all IL&amp;FS Ltd. NCD's/Bonds. ( Refer note 2.4 in notes to accounts)

**Schedule 5: Deposits****(In ₹)**

Particulars	Scheme C Tier I	
	March 31, 2022	March 31, 2021
Deposits with scheduled banks	51,16,09,000	-
<b>Total</b>	<b>51,16,09,000.00</b>	<b>-</b>

**Schedule 6: Other current assets****(In ₹)**

Particulars	Scheme C Tier I	
	March 31, 2022	March 31, 2021
Balances with banks in current account	25,699	25,38,15,183
Contracts for sale of investments	-	52,20,67,623
Outstanding and accrued income	1,46,59,40,202	94,31,54,095
Brokerage receivable from PFM	-	1,34,000
Redemption receivable on Non performing Investment *	5,00,00,000	5,00,00,000
Less: Provision for Non Performing Investment	(5,00,00,000)	(5,00,00,000)
<b>Total</b>	<b>1,46,59,65,901</b>	<b>1,71,91,70,901</b>

\* Maturity proceeds receivable on 7.80% IL&amp;FS Ltd. NCD Matured on 30-Nov-2020 and NPA Provision thereof.

# NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER I

## Schedule 7

### Significant accounting policies & notes to accounts for the half year ended March 31, 2022

#### 1.1 Background

HDFC Pension Management Company Limited ('the Company') has been appointed as a Pension Fund Manager ('PFM') by the Pension Fund Regulatory and Development Authority ("PFRDA") for the management of Pension Schemes under the National Pension System ('NPS'). Accordingly, the Company has entered into an Investment Management Agreement ('IMA') with NPS Trust. The Pension Fund Regulatory and Development Authority ("PFRDA" / "Authority") guidelines require each PFM to manage subscribers' funds. As per unbundled architecture of the NPS, the main responsibility of PFM is to manage funds in accordance with the laid down guidelines and declare NAV. As per the architecture, the NSDL e-Governance Infrastructure Ltd and , KFin Technologies Private Ltd and Computer Age Management Services Ltd being the Central Recordkeeping Agency (CRA) provides consolidated data to PFM for allotment / redemption of units and Axis Bank, being the Trustee Bank, provides / receives funds on consolidated basis in respect of such allotment / redemption.

**Central Record Keeping Agency (CRA):** NSDL e-Governance Infrastructure Ltd, KFin Technologies Private Ltd, Computer Age Management Services Ltd and PFRDA have set up Central Recordkeeping Agency (CRA) for the NPS.

Some of the key responsibilities of the CRA include the following:

- Record keeping, Administration and Customer service function for NPS subscriber,
- Providing Unique Permanent Retirement Account Number (PRAN) to each subscriber,
- Maintaining database of all PRANs issued and recording transactions relating to each subscribers PRAN,
- PRAN Transaction Statement,
- An operational interface between PFRDA and other NPS intermediaries such as Pension Funds, Annuity Service Providers, Trust Bank etc.

CRA is responsible to resolve all queries pertaining to investors. CRA informs about the fund flow to Pension Fund Managers (PFM) and also instruct Axis Bank to credit PFM's pool account maintained with them.

NPS trust has designated Stock Holding Corporation of India Ltd. (SHCIL) as the custodian, who is responsible for safe custody of securities and settlements of trades.

The fees payable to CRA, in terms of IMA, is charged to the investor by redeeming the equivalent number of units on receipt of intimation from CRA. As stated above, the amount of funds received from the subscribers is intimated by the Trustee Bank on consolidated basis on T+2 basis. PFM records the same on receipt basis. Accordingly, funds with Trustee Bank at the year end do not get reflected in the financial statements.

## **1.2 Basis of preparation**

The financial statements have been prepared to comply with the Pension Fund Regulatory and Development Authority Act, 2013, PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012, Accounting Standards notified under the Companies Act, 1956 to the extent made applicable by PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012 and generally accepted accounting principles. These financial statements have been prepared on an accrual basis, except as otherwise stated.

The financials have been prepared for SCHEME C TIER I being managed by the Company.

The Company manages eight separate schemes under the two tiered structure (Tier I and II) prescribed under the NPS. The schemes are classified as Scheme E, C, G, A and Tax Saver based on the asset class prescribed under the NPS as follows:

Scheme E - Equity market instruments

Scheme C - Credit risk bearing fixed income instruments

Scheme G - Government securities

Scheme A – Alternate Investment funds

Scheme Tax Saver – Hybrid Investments

## **1.3 Investments**

Transactions for purchase and sale of securities are accounted on trade date.

The holding cost of investments is determined by the weighted average cost method and the cost includes applicable taxes and stamp charges but exclude brokerage and other transactional charges.

Investments are reconciled with the custodian records on daily basis.

### **Valuation of Investments**

The scheme marks all investments to market and carries investments in the Balance Sheet at the market value as on Balance Sheet date / date of determination / date of valuation.

The change in unrealised appreciation/depreciation in the value of investments is determined separately for each assets category at the year-end and is recognised in the Revenue Account. The change in net unrealised appreciation, if any, is transferred to /from "Unrealised Appreciation Reserve" shown as part of Reserves and Surplus.

As per directive received from NPS Trust, the valuation of investments is carried out by ICRA Management Consulting Services Limited (IMACS) w.e.f April 01, 2019. The Investment valuation methodology adopted by IMACS is as follows:

The following valuation norms are as prescribed by PFRDA (Preparation of Financial Statements and Auditor's Report of schemes under National Pension System) Guidelines - 2012.

#### **Securities traded at a stock exchange:**

Traded debt securities (other than government securities) are valued at weighted average traded price on that day reported on National Stock Exchange (NSE) /Bombay Stock Exchange (BSE). Preference is given to NSE trade over BSE trade.

#### **Securities not traded at a stock exchange:**

Non-traded debt securities (i.e. securities not reported on exchanges) are valued at a yield to maturity basis by using matrix of spread over risk free asset constructed by IMaCS. Matrix is classified into two categories TRAD & NPR. TRAD Matrix (Comprises of sectors like MFTG, BANK, HFC) & NPR Matrix (Comprises of sectors like NBFC, Real Estate). Matrix is constructed basis each rating category and for all tenor. Any security falling into respective matrix type (TRAD or NPR) are valued as per that matrix basis conservative rating of that security and modified duration.

#### **Valuation of securities having call and/or Put options:**

- a) Callable Bonds with single / daily / multiple call options will be valued at lowest value basis.
- b) Puttable Bonds with single / daily / multiple call options will be valued at highest value basis.
- c) The securities with both Call & Put options on the same day would be deemed to mature on the Call/Put day and will be valued accordingly.
- d) For perpetual bonds with single / daily / multiple call options, the price for all options dates till the maturity date will be computed and the lowest price will be used for valuing the bonds.

e) For perpetual bank bond, the first Call date of the bond shall be considered as deemed date of maturity for the valuation purpose

#### **Valuation of Partly Paid up Bonds**

Partly paid bonds will be valued on the paid up value of the bonds till it is fully paid.

#### **Valuation of debt securities below Investment grade of BBB-**

Valuation of performing non-government debt securities below Investment grade of BBB- at a discount of 25% to face value ( as per SEBI guideline CIR MFD/CIR/8/92/2000 dated September 18,2000)

On Friday or on last working day before the market holiday, the valuation convention shall be T+1 for corporate bonds.

#### **Valuation of Money Market Investment and Mutual Fund**

Money market instruments like, commercial paper, and certificate of deposit are valued at last quoted price / applicable Matrix based valuation for investment grade securities.

Mutual fund units are valued based on the net asset value of the preceding day of the valuation date

### **1.4 Income Recognition**

Interest income on all interest bearing investment is recognised on daily accrual basis; when investments are purchased, interest paid for the period from the last interest due date up to the date of purchase is debited to Interest Recoverable Account and not included in cost of purchase. Similarly interest received at the time of sale for the period from the last interest due date up to the date of sale credited to Interest Recoverable Account and not included in sale value.

Accretion of discount and amortisation of premium relating to debt securities like Zero Coupon Bond and Money Market Investment are recognised over the holding / maturity period on a straight-line basis.

Profit or loss on sale of debt securities is the difference between the sale consideration net of expenses and the weighted average amortised cost as on the date of sale.

Profit or loss on sale of mutual fund units is the difference between the sale consideration net of expenses and the weighted average book cost.

## 1.5 Non-Performing Assets

An investment is regarded as non-performing, if interest/principal or both amount has not been received or has remained outstanding for 90 days from the day such income/installment has fallen due. Where income receivable on investments has accrued but has not been received for a period of 90 days beyond the due date, provision is made by debiting to the Revenue Account for the income so accrued and no further accrual of income shall be made in respect of such investments.

Incomes on non-performing assets (NPA) are recognized on receipt and other incomes of miscellaneous nature are accounted for when there is certainty of collection.

## 1.6 Units reconciliation

The subscribers' units as per Investment management system are reconciled with Central Recordkeeping Agency (CRA) records on daily basis.

## 1.7 Investment management fees

Investment management fees are recognised on daily accrual basis on closing Asset Under Management (AUM) in accordance with IMA. The Investment management fee is inclusive of brokerage but excludes custodian charges and applicable taxes, if any.

The Company has charged investment management fee as per the below slab structure basis the aggregate AUM managed by the PFM under all Scheme with effect from April 01,2021.

<b>AUM Slabs</b>	<b>Investment Management Fees%</b>
Upto 10,000 Cr	0.09%
10,001 – 50,000 Cr	0.06%
50,001 – 1,50,000 Cr	0.05%
Above 1,50,000 Cr	0.03%

This fee shall remain valid till further notice and subsequent revision, if any, shall be duly notified by the Company. The investment management fees charged until March 31, 2021 was 0.01% per annum (inclusive of brokerage but excluding custodian charges and applicable taxes), in terms of the Pension Fund Regulatory and Development Authority's circular no. PFRDA/6/PFM/9/2 dated July 31, 2014.

## **1.8 Trustee fees**

The Company has started charging Trustee fee of 0.01% per annum, with effect from November 01, 2015 in terms of the National Pension Scheme Trust circular no. 1/20/2015/NPS dated October 19, 2015 and the fee has been revised to 0.005% per annum with effect from April 01, 2018.

The Company has stopped charging Trustee fee with effect from January 25, 2019, as directed by the Authority vide PFRDA circular no. PFRDA/17/03/31/0016/2018-SUP-PF/12 dated January 25, 2019.

Basis the direction from NPS Trust the Trustee Fees charge of 0.005% has been re-initiated with effect from 01<sup>st</sup> August 2019.

## **1.9 Other Expenses**

Custody charges are recognised on daily accrual basis in accordance with IMA. Trustee bank charges, if any, are recognised when they are debited by the trustee bank on a quarterly basis.

## **2 Unit Premium Reserve**

Upon issue and redemption of units, the net premium or discount to the face value of units is adjusted against the Unit Premium Reserve of the Scheme.

## NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER I

### Notes to accounts (Un-audited)

#### 2.1 Contingent liabilities

(In ₹)

Particulars	Scheme C Tier I	
	March 31, 2022	March 31, 2021
Uncalled liability on partly paid shares	NIL	NIL
Other commitments	NIL	NIL

#### 2.2 Investments

All investments are performing investments except investment in IL&FS Ltd Bonds and Debentures. All investments of the scheme are in the name of the NPS Trust. All investments are traded investments.

#### 2.3 Details of transactions with sponsor and its related parties

Nature of relationship	Name of the related party
<b>Pension fund manager</b>	HDFC Pension Management Company Limited
<b>Sponsor company</b>	HDFC Life Insurance Company Limited
<b>Associates and group companies</b>	
Holding Company	HDFC Limited
Ms. Vibha Padalkar	Key Management Personnel
Mr. Parvez Mulla	Key Management Personnel (Resigned w.e.f March 4, 2022)
Mr. Niraj Shah	Key Management Personnel (Appointed w.e.f March 7, 2022)
Mr. Sumit Shukla	Key Management Personnel (Resigned w.e.f March 31, 2022)
Mr. Sriram Iyer	Key Management Personnel (Appointed w.e.f April 1, 2022)
Mr. Fagun Pancholi	Key Management Personnel
Mr. Nagesh Pai	Key Management Personnel

The following represents significant transactions between the Company and its related parties for the half year ended March 31, 2022

(In ₹)

Nature of Transaction	Scheme C Tier I	
	March 31, 2022	March 31, 2021
Investment management fees	2,03,86,959	16,57,155

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme C Tier I	
	March 31, 2022	March 31, 2021
Investment management fees payable	38,23,698	8,38,072

Aggregate investments made in the Associates and group companies as at March 31, 2022 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme C Tier I			
		March 31, 2022		March 31, 2021	
		Cost	Market Value	Cost	Market Value
HDFC Ltd	NCD	1,08,46,55,016	1,07,51,20,269	24,48,92,640	24,64,37,382
HDFC Credila Financial Services Ltd	NCD	1,09,28,65,573	1,11,43,92,527	1,13,69,17,116	1,16,89,55,962
HDFC Ergo General Insurance Company Limited	NCD	20,00,00,200	19,78,58,295	NIL	NIL

#### Investment with other Group Companies

Nature of relationship	Name of the related party
Associates of Sponsor's Holding Company	HDFC Bank Limited

Aggregate investments made in the other group companies as at March 31, 2022 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme C Tier I			
		March 31, 2022		March 31, 2021	
		Cost	Market Value	Cost	Market Value
HDFC Bank Ltd		NIL	NIL	NIL	NIL

#### 2.4 Provision

Provision for Interest and Principal of Non-Performing Investments has been provided basis the PFRDA Guidance 2013 and NPS Trusts direction dated 06th August 2019. Provision of 100% of Principal and Interest due and accrued till the date of NPA classified securities was accounted for on the IL&FS Ltd NCD's/Bonds holdings. Apart from the stated issuer, there are no provisions for doubtful deposits, debts and outstanding and accrued income.

Name of the Company	Asset type	March 31, 2022		March 31, 2021	
		Principal	Interest	Principal	Interest
7.80% IL&FS Ltd. NCD Mat 30-Nov-2020	Non - Convertible Debenture	5,00,00,000	-	5,00,00,000	-
8.69% IL & FS Ltd NCD Mat 25-Aug-2025.		20,00,000	-	20,00,000	-
9.50% IL & FS Ltd NCD Mat 28-Jul-2024.		29,00,000	-	29,00,000	-
9.55% IL & FS Ltd NCD Mat 13-Aug-2024.		20,00,000	-	20,00,000	-
<b>Total Provision on Non-Performing Investment</b>		<b>5,69,00,000</b>	<b>-</b>	<b>5,69,00,000</b>	<b>-</b>

H1 2020 :- Rs.3,75,00,000 NPA Provision and Rs.1,25,00,000 as valuation discount (75% NPA Provision & 25% Valuation discount) has been provided on 7.80% IL&FS Ltd. NCD Mat 30-Nov-2020, Further Rs.51,75,000 provided as valuation discount on all other IL&FS Ltd. NCD's/Bonds (75% Valuation discount) during half year ended Sep 2019. 100% provision made for Interest due and accrued amounting to Rs.6,31,903 during the half year ended Sep 2019.

## NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER I

### Notes to accounts (Un-audited)

H2 2020 :- Rs.1,25,00,000 (25% valuation discount) provided on 7.80% IL&FS Ltd. NCD Mat 30-Nov-2020 has been classified as NPA Provision towards principal during the half year ended March 2020, Further Rs.17,25,000 NPA provision and Rs 51,75,000 as valuation discount (25% NPA Provision & 75% Valuation discount) has been provided unprovided all other IL&FS Ltd. NCD's/Bonds during half year ended March 2020.

H1 2021 :- Rs.51,75,000 was classified as NPA provision toward principal during the half year ended Sep 2020

### 2.5 Aggregate value of purchase and sale with percentage to average assets

Aggregate value of purchase and sale with percentage to average assets as at March 31, 2022 is as follows :

(In ₹)

Particulars	Scheme C Tier I	
	March 31, 2022	March 31, 2021
Average Net Asset Value	48,11,26,49,705	28,16,45,26,537
Purchase of Investment	1,52,51,59,43,263	1,12,66,82,90,747
% to average Net Assets Value	317.00%	400.04%
Sale of Investment	1,38,25,74,05,506	1,04,51,79,37,909
% to average Net Assets Value	287.36%	371.10%

Aggregate value of purchase and sale (excluding liquid mutual fund)\* with percentage to average assets as at March 31, 2022 is as follows :

(In ₹)

Particular	Scheme C Tier I	
	March 31, 2022	March 31, 2021
Average Net Asset Value	48,11,26,49,705	28,16,45,26,537
Purchase of Investment	30,73,61,46,263	20,70,19,98,492
% to average Net Assets Value	63.88%	73.50%
Sale of Investment	18,45,75,51,829	13,25,33,76,221
% to average Net Assets Value	38.36%	47.06%

\*Liquid mutual fund investments are held for day to day cash management, hence excluded

### 2.6 Investments falling under each major industry group

The total value of investments falling under each major industry group (which constitutes not less than 5% of the total investments in the major classification of the financials) are disclosed as under:

(In ₹)

Industry Classification	As at March 31, 2022		As at March 31, 2021	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Other credit granting	17,66,09,95,110	31.72%	9,00,71,47,819	27.53%
Monetary intermediation of commercial banks, saving banks, postal savings bank and discount houses	6,36,22,99,964	11.43%	3,53,75,34,373	10.81%
Activities of specialized institutions granting credit for house purchases that also take deposits	5,48,96,88,093	9.86%	3,06,16,12,689	9.36%
Electric power generation by coal based thermal power plants	3,53,86,51,920	6.36%	55,12,99,641	1.69%
Construction And Maintenance Of Motorways, Streets, Roads, Other Vehicular And Pedestrian Ways, Highways, Bridges, Tunnels And Subways	2,26,64,93,988	4.07%	2,62,49,15,333	8.02%
Other monetary intermediation services n.e.c.	2,07,30,69,607	3.72%	2,24,05,18,213	6.85%
Production of liquid and gaseous fuels, illuminating oils, lubricating oils or greases or other products from crude petroleum or bituminous minerals	2,18,51,02,636	3.92%	2,00,78,05,306	6.14%
Others	10,51,13,59,088	18.88%	7,35,68,43,638	22.49%
Mutual Funds	3,65,59,40,463	6.57%	1,27,46,12,269	3.90%
Fixed Deposite	51,16,09,000	0.92%	-	-
Net Current Assets	1,42,73,14,887	2.56%	1,05,12,89,558	3.21%
<b>Net Asset Value</b>	<b>55,68,25,24,755</b>	<b>100.00%</b>	<b>32,71,35,78,840</b>	<b>100.00%</b>

Note :

1. Industry classification has been taken at sub class level of National Industrial Classification (NIC) 2008.

### 2.7 Age wise disclosure for Shares/debentures/ others application money pending allotment.

(In ₹)

Security Name	Asset Type	Ageing	Scheme C Tier I	
			March 31, 2022	March 31, 2021
			NIL	NIL

### 2.8 Prior Year Comparatives :

The Figures of the previous period have been regrouped / rearranged, wherever applicable, to conform current year's presentation.

NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER I

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2022

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
<b>Debt Instruments</b>			
<b>PSU/PFI Bonds</b>			
1. 6.40% Jamnagar Utilities & Power Pvt. Ltd. Maturity 29-Sep-2026	2,06,49,14,104	3.71%	AAA
2. 6.24% State Bank of India Basel III Tier-2 NCD Mat 21-Sep-2030.	1,69,07,04,986	3.04%	AAA
3. 7.95% Sikka Ports & Terminals Limited NCD Mat 28-Oct-2026	1,25,67,24,606	2.26%	AAA
4. 5.83% State Bank of India Basel III Tier 2 Mat 26-Oct-2030	1,22,56,43,932	2.20%	AAA
5. 8.37% National Highways Authority of India Mat 21-Jan-2029	1,18,50,63,047	2.13%	AAA
6. 7.75% Mangalor Refinery & Petrochemicals Ltd. Mat 29-Jan-2030	1,09,62,17,752	1.97%	AAA
7. 8.65% NHPC NCD Mat 08-February-2029	1,00,29,71,859	1.80%	AAA
8. 8.85% Power Finance Corporation Ltd S 187(A&B) Mat 25-May-2029	96,93,58,564	1.74%	AAA
9. 7.40% Mangalor Refinery & Petrochemicals Ltd. Mat 12-Apr-2030	95,88,64,619	1.72%	AAA
10. 6.69% NTPC NCD Mat 13-Sep-2031 SERIES 75	88,32,24,761	1.59%	AAA
11. 7.90% Sikka Ports & Terminals Limited NCD Mat 18-Nov-2026	84,92,59,107	1.53%	AAA
12. 8.60 Axis Bank Ltd NCD Mat 28-Dec-28	70,47,81,325	1.27%	AAA
13. 8.30% Rural Electrification Corp Ltd Series 180-B Mat 25-Jun-2029	69,67,63,337	1.25%	AAA
14. 7.41% NABARD NCD Mat 18-July-2029	56,31,96,033	1.01%	AAA
15. 8.80% Rural Electrification Corp Ltd Mat 14-May-2029 Series 178	54,92,73,917	0.99%	AAA
16. 8.27% National Highways Authority of India Mat 28-Mar-2029	53,69,85,376	0.96%	AAA
17. 7.20% Power Grid NCD Mat 09-Aug-2027	52,05,93,183	0.93%	AAA
18. 7.38% NABARD NCD Mat 20-Oct-2031	45,94,86,845	0.83%	AAA
19. 6.67% ICICI Bank Ltd. NCD Mat 26-Nov-2028 Series DNV21LB	44,47,40,752	0.80%	AAA
20. 8.56% Rural Electrification Corp Ltd Series 168 Mat 29-Nov-2028	42,46,65,420	0.76%	AAA
21. 7.85% Power Finance Corporation Ltd. Mat 03-April-2028	38,72,00,375	0.70%	AAA
22. 6.99% NHAI 20-21 Series-II Mat 28-May-2035	34,72,48,682	0.62%	AAA
23. 7.69% NABARD NCD Mat 31-March-2032	31,25,85,482	0.56%	AAA
24. 7.25% Nuclear Power Corp. Mat 15-Dec-2027	31,18,83,878	0.56%	AAA
25. 8.14% Nuclear Power Corp. Mat 25-Mar-2028 (Tranche C).	30,00,18,463	0.54%	AAA
26. 8.70% Power Grid NCD Mat 15-Jul-2028	29,09,12,051	0.52%	AAA
27. 8.36% Power Grid NCD Mat 07-Jan-2029	26,62,70,754	0.48%	AAA
28. 7.48%IRFC NCD Mat 13-Aug-2029	25,82,21,180	0.46%	AAA
29. 7.38% NHPC NCD Mat 03-January-2028	25,79,17,776	0.46%	AAA
30. 6.07% NABARD NCD Mat 19-November-2027	24,34,74,087	0.44%	AAA
31. 9.35% Power Grid NCD Mat 29-Aug-2029	22,82,94,647	0.41%	AAA
32. 9.35% Power Grid NCD Mat 29-Aug-2028	22,64,29,737	0.41%	AAA
33. 8.51% NABARD NCD Mat 19-December-2033	22,19,88,294	0.40%	AAA
34. 8.94% Power Finance Corporation Ltd Series 103 Mat-25-Mar-2028	22,11,29,023	0.40%	AAA
35. 8.49% NTPC NCD Mat 25-Mar-2025	22,06,77,385	0.40%	AAA
36. 8.45% IRFC NCD Mat 04-Dec-2028	21,77,97,207	0.39%	AAA
37. 7.25% Nuclear Power Corp. Mat 15-Dec-2031 (SR-XXXIII TRCH-E)	20,32,10,050	0.36%	AAA
38. 6.72% India Grid Trust INVIT Series M NCD Mat 14-Sep-2026	19,91,41,565	0.36%	AAA
39. 6.74% NTPC Series 76 NCD Mat 14-Apr-2032	19,67,14,979	0.35%	AAA
40. 9.25% Power Grid NCD Mat 09-March-2027	19,10,03,143	0.34%	AAA
41. 8.67% Power Finance Corporation Ltd. Series 179A Mat 18-Nov-2028	18,96,97,686	0.34%	AAA
42. 9.30% Power Grid NCD Mat 04-Sep-2029	17,08,31,257	0.31%	AAA
43. 8.49% NHAI Series V Mat 05-Feb-2029	16,26,25,497	0.29%	AAA
44. 7.74% Power Finance Corporation Ltd. Mat 30-Jan-2028	15,70,60,939	0.28%	AAA
45. 7.48% Mangalor Refinery & Petrochemicals Ltd. Series 4 ETF 14-Apr-2032	13,00,20,265	0.23%	AAA
46. 8.14% Nuclear Power Corp. Mat 25-Mar-2026(Tranche A).	12,28,06,328	0.22%	AAA
47. 8.14% Nuclear Power Corp. Mat 25-Mar-2027 (Tranche B).	11,69,42,452	0.21%	AAA
48. 8.30% NTPC Series 67 NCD Mat 15-Jan-2029	10,76,81,140	0.19%	AAA
49. 7.54% IRFC NCD Mat 29-July-2034	10,38,78,644	0.19%	AAA
50. 7.55% IRFC NCD Mat 06-Nov-2029	10,36,93,013	0.19%	AAA
51. 7.25% Nuclear Power Corp. Mat 15-Dec-2029 (SR-XXXIII TRCH-C)	10,26,24,666	0.18%	AAA
52. 7.25% Nuclear Power Corp. Mat 15-Dec-2028 (SR-XXXIII TRCH-B)	9,99,94,985	0.18%	AAA
53. 6.92% IRFC NCD Mat 31-Aug-2031 SERIES 161	9,94,21,651	0.18%	AAA
54. 8.35%IRFC NCD Mat 13-Mar-2029	8,62,15,248	0.15%	AAA
55. 7.70 % L&T NCD Mat 28 Apr 2025	8,37,27,346	0.15%	AAA
56. 8.22% NABARD NCD Mat 13-December-2028	8,30,66,807	0.15%	AAA
57. 8.30% IRFC NCD Mat 25-Mar-2029	7,41,91,833	0.13%	AAA
58. 10.04% IRFC NCD Mat 07-Jun-2027	5,83,78,050	0.10%	AAA
59. 8.18% NABARD NCD Mat 26-December-2028	5,70,79,926	0.10%	AAA
60. 8.85% Rural Electrification Corp Ltd Series 176 Mat 16-Apr-2029	5,50,30,824	0.10%	AAA
61. 8.40% Nuclear Power Corp. Mat 28-Nov-2029 (SR-XXIX TRCH-E)	5,46,95,604	0.10%	AAA
62. 8.40% Nuclear Power Corp. Mat 28-Nov-2028 XXIX TRANCHE D	5,45,87,641	0.10%	AAA
63. 8.55% IRFC NCD Mat 21-Feb-2029	5,43,93,193	0.10%	AAA
64. 9.18% Nuclear Power Corp. Mat 23-Jan-2029(Tranche E)	5,41,30,644	0.10%	AAA
65. 9.30% Power Grid NCD Mat 28-Jun-2024	5,39,92,494	0.10%	AAA
66. 8.37% Rural Electrification Corp Ltd Mat 07-Dec-2028 Series 169	5,39,53,139	0.10%	AAA

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER I**

**3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2022**

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
67. 8.55% Rural Electrification Corp Ltd Mat 09-Aug-2028 Series 162	5,38,62,723	0.10%	AAA
68. 9.18% Nuclear Power Corp. Mat 23-Jan-2028(Tranche D)	5,37,25,544	0.10%	AAA
69. 7.75% Power Finance Corporation Ltd.Mat 22-Mar-2027	5,33,69,918	0.10%	AAA
70. 8.09% Rural Electrification Corp Ltd Mat 21-march-2028	5,31,58,513	0.10%	AAA
71. 8.06% Rural Electrification Corp Ltd Mat 27-Mar-2028	5,30,93,789	0.10%	AAA
72. 8.01% Rural Electrification Corp Ltd Mat 24-Mar-2028	5,29,69,193	0.10%	AAA
73. 7.83% NABARD NCD Series 4A Mat 17-Oct-2034	5,28,06,554	0.09%	AAA
74. 7.54% Rural Electrification Corp Ltd Series 142 Mat 30-Dec-2026	5,24,56,747	0.09%	AAA
75. 7.38% NHPC NCD Mat 02-January-2027	5,22,65,004	0.09%	AAA
76. 7.38% NHPC NCD Mat 03-January-2026	5,22,25,568	0.09%	AAA
77. 7.44% Power Finance Corporation Ltd.Mat 11-June-2027	5,21,97,944	0.09%	AAA
78. 8.79% IRFC NCD Mat 04-May-2030	5,13,51,717	0.09%	AAA
79. 7.25% Nuclear Power Corp. Mat 15-Dec-2030 (SR-XXXIII TRCH-B)	5,12,15,879	0.09%	AAA
80. 6.75% Sikka Ports & Terminals Limited NCD Mat 22-April-2026	5,01,66,909	0.09%	AAA
81. 8.40% Power Grid NCD Mat 27-May-2024	4,97,82,309	0.09%	AAA
82. 9.60% EXIM Bank NCD Mat 07-FEB-2024	4,82,63,568	0.09%	AAA
83. 8.49% NHPC NCD Mat 26-November-2024	4,82,18,371	0.09%	AAA
84. 9.47% IRFC NCD Mat 10-May-2031	4,68,95,438	0.08%	AAA
85. 7.34% Power Finance Corporation Ltd.Mat 29-Sep-2035	4,35,91,772	0.08%	AAA
86. 8.85% Power Grid NCD Mat 19-Oct-2024	3,89,84,886	0.07%	AAA
87. 9.15% Bank Of Baroda Series-IX Mat 30-Oct-2024	3,65,85,577	0.07%	AAA
88. 8.54% NHPC NCD Mat 26-November-2026.	3,62,16,615	0.07%	AAA
89. 9.64% Power Grid NCD Mat 31-May-2026	3,38,74,543	0.06%	AAA
90. 9.00% NTPC NCD Mat 25-Jan-2026.	3,29,59,865	0.06%	AAA
91. 9.17% NTPC NCD Mat 22-Sep-2024	3,24,79,685	0.06%	AAA
92. 8.40% Nuclear Power Corp. Mat 28-Nov-2025 (SR-XXIX TRCH-A)	3,14,35,701	0.06%	AAA
93. 8.70% Power Finance Corporation Ltd.Mat 14-May-2025	3,00,77,578	0.05%	AAA
94. 8.82% Rural Electrification Corp. Ltd. Mat 12-Apr-2023	3,00,54,726	0.05%	AAA
95. 5.14% NABARD NCD Mat 31-Jan-2024	2,98,66,642	0.05%	AAA
96. 8.32% Power Grid NCD Mat 23-Dec-2030	2,38,52,794	0.04%	AAA
97. 9.30% Power Grid NCD Mat 28-Jun-2026	2,23,27,681	0.04%	AAA
98. 8.20% NABARD NCD Mat 28-Mar-2034.	2,19,95,732	0.04%	AAA
99. 8.23% Rural Electrification Corp Ltd Mat 23-Jan-2025	2,11,59,050	0.04%	AAA
100. 6.94% NHAI 20-21 Series-IX Mat 30-Dec-2036	1,97,04,265	0.04%	AAA
101. 8.40% Power Grid NCD Mat 27-May-2029	1,95,40,959	0.04%	AAA
102. 8.10% EXIM Bank NCD Mat 19-Nov-2025.	1,92,59,487	0.03%	AAA
103. 8.50% EXIM Bank Mat 08-Jul-2023	1,76,90,180	0.03%	AAA
104. 9.02% Rural Electrification Corp Ltd Mat 19-Nov-2022	1,74,37,048	0.03%	AAA
105. 8.50% NABARD NCD Mat 31-Jan-2023	1,64,65,647	0.03%	AAA
106. 10.70%IRFC NCD Mat 11-Sep-2023	1,61,73,861	0.03%	AAA
107. 8.65% Power Finance Corporation Ltd.Mat-28-Dec-2024	1,60,72,528	0.03%	AAA
108. 8.20% Power Finance Corporation Ltd.Mat 10-Mar-2025	1,58,88,435	0.03%	AAA
109. 6.98% NHAI 20-21 Series-III Mat 29-June-2035	1,48,67,121	0.03%	AAA
110. 8.30% Rural Electrification Corp Ltd Mat 10-Apr-2025	1,48,62,279	0.03%	AAA
111. 8.83% IRFC NCD Mat 14-May-2031	1,46,86,581	0.03%	AAA
112. 8.95%IRFC NCD Mat 10-Mar-2025	1,41,36,992	0.03%	AAA
113. 9.39% Power Finance Corporation Ltd.Mat 27-Aug-2024	1,40,48,502	0.03%	AAA
114. 9.18% Nuclear Power Corp. Mat 23-Jan-2027 (Tranche C)	1,22,45,024	0.02%	AAA
115. 9.15% EXIM Bank NCD Mat 05-Sep-2022	1,22,30,143	0.02%	AAA
116. 8.77% NABARD NCD Mat 05-Oct-2028	1,10,57,558	0.02%	AAA
117. 8.80% Power Finance Corporation Ltd. Mat 15-Jan-2025	1,07,12,222	0.02%	AAA
118. 8.90 State Bank of India NCD Mat 02-Nov-2028	1,05,29,597	0.02%	AAA
119. 9.35% Rural Electrification Corp Ltd Mat 15-Jun-2022	1,01,04,085	0.02%	AAA
120. 6.80% State Bank of India Basel III Tier 2 Series I Mat 21-Aug-2035.	98,37,000	0.02%	AAA
121. 9.34% Rural Electrification Corp Ltd Mat 25-Aug-2024	97,13,835	0.02%	AAA
122. 8.56% Nuclear Power Corp. Mat 15-Mar-2023 (Tranche C)	93,15,231	0.02%	AAA
123. 8.85% Power Finance Corporation Ltd.Mat 15-Jun-2030	77,61,866	0.01%	AAA
124. 8.83% IRFC NCD Mat 14-May-2034	69,19,780	0.01%	AAA
125. 8.83% IRFC NCD Mat 14-May-2035	57,96,650	0.01%	AAA
126. 8.40% Nuclear Power Corp. Mat 28-Nov-2026 (SR-XXIX TRCH-B)	54,85,082	0.01%	AAA
127. 8.93% Power Grid NCD Mat 20-Oct-2027	44,85,652	0.01%	AAA
128. 9.46% Power Finance Corporation Ltd.Mat 01-Aug-2026	44,65,774	0.01%	AAA
129. 8.25% EXIM Bank NCD Mat 23-Jun-2031	43,43,751	0.01%	AAA
130. 6.73% IRFC NCD Mat 06-Jul-2035	38,82,373	0.01%	AAA
131. 9.45% Power Finance Corporation Ltd.Mat 01-Sep-2026	33,54,025	0.01%	AAA
132. 8.50% NHPC NCD Mat 14-July-2024	31,86,836	0.01%	AAA
133. 6.89% IRFC NCD Mat 19-Jul-2031	29,78,579	0.01%	AAA
134. 8.64% Power Grid NCD Mat 08-Jul-2024	26,63,739	0.00%	AAA
135. 8.84% Power Grid NCD Mat 21-Oct-2023	26,33,667	0.00%	AAA

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER I**

**3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2022**

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
136. 8.93% Power Grid NCD Mat 20-Oct-2028	22,25,710	0.00%	AAA
137. 8.93% Power Grid NCD Mat 20-Oct-2024	21,54,602	0.00%	AAA
138. 8.18% EXIM Bank NCD Mat 07-Dec-2025	21,46,842	0.00%	AAA
139. 8.11% Rural Electrification Corp Ltd Mat 07-Oct-2025	21,26,231	0.00%	AAA
140. 8.50% NHPC NCD Mat 14-July-2023	15,61,077	0.00%	AAA
141. 9.30% Power Grid NCD Mat 04-Sep-2024	10,84,302	0.00%	AAA
142. 8.75% Rural Electrification Corp Ltd Mat 12-Jul-2025 Option II	10,77,677	0.00%	AAA
143. 8.83% IRFC NCD Mat 25-Mar-2023	10,37,667	0.00%	AAA
144. 8.45% Sikka Ports & Terminals Limited NCD Mat 12-Jun-2023	10,36,464	0.00%	AAA
145. 7.94% EXIM Bank Mat 22-May-2023	10,32,466	0.00%	AAA
<b>Private Corporate Bonds</b>			
1. 6.87% Muthoot Finance Ltd. Series 20A Option II Tranche I Mat 27-Feb-2025	2,75,23,08,000	4.94%	AA+
2. 8.70% LIC Housing Finance Ltd. Mat 23-Mar-2029	1,73,34,22,496	3.11%	AAA
3. 6.85% ICICI Pru Life Insurance Co. Ltd. Mat 06-Nov-2030	1,53,44,87,684	2.76%	AAA
4. 7.02% Bajaj Finance Ltd NCD Mat 18-Apr-2031	1,23,52,70,588	2.22%	AAA
5. 8.00% ICICI Home Finance Co. Ltd. Mat 05-Dec-2024	98,59,92,962	1.77%	AAA
6. 6.45% ICICI Bank Ltd NCD Mat 15-June-2028	92,91,19,494	1.67%	AAA
7. 8.42% IDFC First Bank Ltd Basel III Tier II SERIES PP 1 NCD Mat 08-Feb-2022	92,46,15,966	1.66%	AA
8. 7.50% Max Life Insurance Co. Ltd. Mat 02-Aug-2031 Series 1	89,35,79,225	1.60%	AA+
9. 7.00% Shriram Transport Fin Series K 06 Option 2 Mat 21-Feb-2024	74,80,28,813	1.34%	AA+
10. 7.70% LIC Housing Finance Co. Ltd. Mat 19-Mar-2031	70,25,59,964	1.26%	AAA
11. 7.95% L&T Finance Ltd Series E Option 1 Mat 28-July-2025	66,84,17,246	1.20%	AAA
12. 8.00% HDFC Credila Fin Ser Pvt Ltd 31-Jan-2025	62,34,23,059	1.12%	AAA
13. 7.85% L&T Finance Ltd Series Mat 09-July-2025	61,50,16,924	1.10%	AAA
14. 8.75% LIC Housing Finance Co. Ltd. Mat 08-Dec-2028	54,29,85,979	0.98%	AAA
15. 8.55% HDFC Ltd Mat 27-Mar-2029	53,82,94,602	0.97%	AAA
16. 6.48% Sundaram Finance Ltd Mat 15-May-2026	51,58,79,353	0.93%	AAA
17. 7.08% Cholamandalam Invst & Fin Co. Ltd. Series 615 NCD Mat 11-Mar-2025	50,47,03,740	0.91%	AA+
18. 7.4507% Shriram Transport Fin Series K 07 Tranche C Mat 23-Apr-2025	50,00,60,106	0.90%	AA+
19. 8.80% LIC Housing Finance Ltd. Mat 25-Jan-2029	47,81,97,556	0.86%	AAA
20. 7.95% LIC Housing Finance Ltd. Mat 29-Jan-2028 Tranch 359	45,76,14,724	0.82%	AAA
21. 6.00% HDFC Ltd Series Z-001 Mat 29-May-2026	44,08,07,084	0.79%	AAA
22. 9.30% Shriram Transport Fin NCD Mat 12-July-2023	41,26,57,520	0.74%	AA+
23. 9.30% M&M Financial Services Ltd Mat 18-Jan-2027	37,24,90,370	0.67%	AAA
24. 7.00% HDFC Credila Fin Ser Pvt Ltd 12-Nov-2027	30,10,35,120	0.54%	AAA
25. 6.45% L&T Finance Ltd Series A Mat 10-May-2024.	30,06,71,128	0.54%	AAA
26. 7.10% HDFC ERGO General Insurance Co. Ltd. Mat 09-Nov-2031	19,78,58,295	0.36%	AAA
27. 8.62% HDFC Credila Fin Ser Pvt Ltd 17-June-2024	18,99,34,348	0.34%	AAA
28. 8.79% M&M Financial Services Ltd Mat 23-Jan-2025	16,59,50,563	0.30%	AAA
29. 9.50% M&M Financial Services Ltd Mat 18-Jan-2029	16,33,70,880	0.29%	AAA
30. 10.15% Bajaj Finance Ltd NCD Mat 19-Sep-2024.	15,50,56,544	0.28%	AAA
31. 9.08% LIC Housing Finance Co. Ltd. Mat 10-Oct-2028	15,41,32,315	0.28%	AAA
32. 8.65% Tata Capital Fin Services Ltd NCD Mat 26-Aug-27	14,88,54,580	0.27%	AAA
33. 8.65% Reliance Industries Limited Mat 11-Dec-2028	14,10,83,174	0.25%	AAA
34. 9.05% Reliance Industries Limited Mat 17-Oct-2028	11,04,02,304	0.20%	AAA
35. 9.10% LIC Housing Finance Ltd. Mat 24-Sep-2028 Tranche 367 Option III	11,01,57,831	0.20%	AAA
36. 10.30% Sundaram Finance Ltd Mat 28-Sept-2022	10,24,30,355	0.18%	AAA
37. 7.75% L&T Finance Ltd Series D Mat 10-July-2025	10,22,20,953	0.18%	AAA
38. 10% Shriram Transport Fin NCD Mat 13-Nov-2024	9,66,40,564	0.17%	AA+
39. 9.22% Shriram Transport Fin NCD Mat 13-Apr-2026	7,86,42,648	0.14%	AA+
40. 9.36% IDFC First Bank Ltd NCD Mat 21-Aug-2024	7,33,60,779	0.13%	AA
41. 8.85% Bajaj Finance Ltd NCD Mat 21-Jul-2026	6,35,16,810	0.11%	AAA
42. 9.17% IDFC First Bank Ltd NCD Mat 14-Oct-2024	6,06,96,178	0.11%	AA
43. 7.97% LIC Housing Finance Co. Ltd. Mat 28-Jan-2030	5,23,14,762	0.09%	AAA
44. 7.65% Axis Bank Ltd NCD Mat 30-Jan-27	5,20,76,203	0.09%	AAA
45. 9.25% LIC Housing Finance Co. Ltd. Mat 01-Jan-2023	5,14,63,309	0.09%	AAA
46. 9.05% LIC Housing Finance Ltd. Mat 25-Oct-2022	5,11,21,292	0.09%	AAA
47. 8.72% Shriram Transport Fin NCD Mat 27-Mar-2023	5,10,48,924	0.09%	AA+
48. 7.98% IDFC First Bank Ltd NCD Mat 23-May-2023	5,08,34,784	0.09%	AA
49. 8.95% HDFC Ltd Mat 21-Mar-2023	4,86,66,278	0.09%	AAA
50. 8.05% HDFC Ltd Series W-003 Mat 22-Oct-2029	4,73,52,306	0.09%	AAA
51. 9.15% M&M Financial Services Ltd Mat 18-Jan-2024	4,20,45,584	0.08%	AAA
52. 8.94% Bajaj Finance Ltd NCD Mat 07-Nov-2025	4,03,42,204	0.07%	AAA
53. 8.75% IDFC First Bank Ltd NCD Mat 28-Jul-2023	3,59,25,325	0.06%	AA
54. 10.25% Shriram Transport Fin NCD Mat 10-Oct-2024	3,08,98,258	0.06%	AA+
55. 9.22% LIC Housing Finance Co. Ltd. Mat 16-Oct-2024	3,00,16,484	0.05%	AAA
56. 9.30% LIC Housing Finance Ltd. Mat 14-Sep-2022	2,95,81,201	0.05%	AAA
57. 8.49% IDFC First Bank Ltd NCD Mat 11-Dec-2024	2,47,96,112	0.04%	AA
58. 10.25% Shriram Transport Fin NCD Mat 18-Sep-2024	1,91,52,139	0.03%	AA+

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER I**

**3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2022**

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
59. 8.73% IDFC First Bank Ltd NCD Mat 06-Jan-2023	1,52,77,617	0.03%	AA
60. 8.90% IDFC First Bank Ltd NCD Mat 19-Nov-2025	1,45,89,360	0.03%	AA
61. 8.70% IDFC First Bank Ltd NCD Mat 23-Jun-2025	1,44,98,430	0.03%	AA
62. 8.70% IDFC First Bank Ltd NCD Mat 20-May-2025	1,13,83,425	0.02%	AA
63. 9.40% IDFC First Bank Ltd Mat 29-Sep-2025	1,05,91,675	0.02%	AA
64. 9.30% Shriram Transport Fin NCD Mat 18-Mar-2026	1,03,68,480	0.02%	AA+
65. 8.89% LIC Housing Finance Ltd. Mat 25-Apr-2023	1,03,56,076	0.02%	AAA
66. 8.50% LIC Housing Finance Co. Ltd. Mat 29-Aug-2025	74,57,677	0.01%	AAA
67. 8.82% IDFC First Bank Ltd NCD Mat 29-Sept-2025	72,71,792	0.01%	AA
68. 8.90% Sundaram Finance Ltd Mat 13-June-2029	64,99,495	0.01%	AAA
69. 8.75% M&M Financial Services Ltd Mat 09-Oct-2025	53,01,075	0.01%	AAA
70. 9.38% IDFC First Bank Ltd NCD Mat 12-Sep-2024	52,47,770	0.01%	AA
71. 8.73% IDFC First Bank Ltd NCD Mat 14-Jun-2022	50,33,004	0.01%	AA
72. 8.90% IDFC First Bank Ltd NCD Mat 28-Apr-2025	41,58,883	0.01%	AA
73. 9.47% LIC Housing Finance Ltd Mat 23-Aug-2024	21,53,940	0.00%	AAA
74. 9.55% Hindalco Ind. Ltd. NCD Mat 27-Jun-2022	20,23,298	0.00%	AA+
75. 9.74% Tata Sons Private Ltd NCD Mat 13-Jan-2024	10,50,725	0.00%	AAA
76. 8.37% LIC Housing Finance Co. Ltd. Mat-21-May-2023	10,32,219	0.00%	AAA
77. 8.69% IL & FS Ltd NCD Mat 25-Aug-2025.*	-	0.00%	D
78. 9.50% IL & FS Ltd NCD Mat 28-Jul-2024.*	-	0.00%	D
79. 9.55% IL & FS Ltd NCD Mat 13-Aug-2024.*	-	0.00%	D
<b>Debt Instruments Total</b>	<b>50,08,76,60,405</b>	<b>89.95%</b>	
<b>Money Market Instruments</b>			
<b>Liquid Mutual Funds</b>			
1. Kotak Overnight Fund -Direct Plan-Growth Option	3,65,59,40,463	6.57%	
<b>Fixed Deposit</b>			
1. 3.05% Axis Bank FD Mat 07-Apr-2022	51,16,09,000	0.92%	
<b>Money Market Instruments Total</b>	<b>4,16,75,49,463</b>	<b>7.48%</b>	
Cash/Cash Equivalent & Net Current Assets	1,42,73,14,887	2.56%	
<b>Grand Total</b>	<b>55,68,25,24,755</b>	<b>100.00%</b>	
Average Maturity of Portfolio (in yrs) #	5.49		
Modified Duration (in yrs) #	4.48		
Yield to Maturity (%) (annualised) (at market price) #	6.83%		
<b>Credit Rating Exposure</b>			
Central Government Securities	-	-	
State Development Loans	-	-	
AAA / equivalent	42,72,92,67,594	76.74%	
A1+ / equivalent (Certificate of Deposits / Commercial Papers)	-	-	
AA+ / equivalent	6,10,01,11,713	10.96%	
AA / equivalent	1,25,82,81,098	2.26%	
AA- / equivalent	-	-	
A+ / equivalent	-	-	
A / equivalent	-	-	
A- / equivalent	-	-	
BBB+ / equivalent	-	-	
BBB / equivalent	-	-	
BBB- / equivalent	-	-	
Lower (Below Investment Grade)	-	-	
(out of above Net NPA)	-	-	
<b>TOTAL</b>	<b>50,08,76,60,405</b>	<b>89.95%</b>	
Bank FD	51,16,09,000	0.92%	
Equity	-	-	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	3,65,59,40,463	6.57%	
Cash / cash equivalent net current assets	1,42,73,14,887	2.56%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
<b>Grand Total</b>	<b>55,68,25,24,755</b>	<b>100.00%</b>	

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER I**

**3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2022**

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Units Outstanding NAV	2,43,30,70,638 22.8857		
<b>Notes:</b> a. Total NPAs provided for and its percentage to NAV - b. Total value and percentage of illiquid equity shares - c. NAV at September 30, 2021 22.3883 d. NAV at March 31, 2022 22.8857 e. Total outstanding exposure in derivative instruments at March 31, 2022 - f. Total 'Infrastructure investments' March 31, 2022 20,13,33,41,709 # Calculated on debt portfolio			

\* As per the NPS Trust communication ref: 1/16/2018-NPST/11514, provision for Sub Standard Assets includes the 100% provision made for Interest due and accrued till the date of NPA classified securities and 100% NPA provision made on all IL&FS Ltd. NCD's/Bonds is at 100%. ( Refer note 2.4 in notes to accounts)

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER I**

**3.1 KEY STATISTICS FOR THE HALF YEAR ENDED MARCH 31, 2022 (UN-AUDITED)**

Sr No	Particulars	Scheme C Tier I	
		March 31, 2022	March 31, 2021
1	NAV per unit (₹) I		
	Open	22.3883	20.6347
	High	22.8857	21.4581
	Low	22.3208	20.6624
	End	22.8857	21.4581
2	Closing Assets Under Management (₹ in Lakhs)		
	End	5,56,825.25	3,27,135.79
	Average daily net assets (AAuM) II	4,81,126.50	2,81,645.27
3	Gross income as % of AAuM III	3.64%	6.40%
4	Expense ratio		
a	Total expense as % of AAuM (scheme wise) IV	0.05%	0.03%
b	Management fee as % of AAuM (scheme wise) V	0.08%	0.01%
5	Net income as % of AAuM VI	2.26%	3.77%
6	Portfolio turnover ratio VII	38.36%	47.06%
7	Returns (%) * Compounded Annualised Yield VIII		
	Last 1 Year	6.65%	10.78%
	Last 3 Years	9.61%	10.13%
	Last 5 Years	8.66%	9.77%
	Last 10 Years	NA	NA
	Since Launch of the scheme (01/08/2013)	10.02%	10.47%
* Declared NAV; Returns calculated based on declared NAV			
I	NAV = (Market value of investment held by scheme + value of current assets - value of current liability and provisions, if any) / (no. of units at the valuation date (before creation/ redemption of units))		
II	AAuM = Average daily net assets		
III	Gross income = Total Income as per Revenue Account		
IV	Total expenses = Expenses include management fees, custody fees, trustee fees, Depository and settlement charges and Stamp duty but excludes Unrealised /Realised loss		
V	Management fee as % of AAuM is annualised. Management fees (Including applicable Taxes) as per Revenue Account		
VI	Net income = Surplus / Deficit as per Revenue Account		
VII	Portfolio turnover = Lower of sales or purchase divided by the average AUM for the period. Investments in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management		
VIII	Returns (%) * Compounded Annualised Yield is to be calculated based on following formula: = ((1+ cumulative return) <sup>n</sup> ) - 1 (where n=365/no. of days)		



# **NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER II**

**Un-audited Financial Statements for the half year  
ended March 31, 2022**

## ***Contents***

Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts

**NATIONAL PENSION SYSTEM TRUST****NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER II**

UN-AUDITED BALANCE SHEET AS AT MARCH 31, 2022

(In ₹)

Particulars	Schedule	Scheme C Tier II	
		March 31, 2022	March 31, 2021
<b>Liabilities</b>			
Unit Capital	1	1,41,45,02,139	80,17,04,501
Reserves & Surplus	2	1,61,66,27,330	81,34,31,626
Current Liabilities and Provisions	3	1,67,07,989	98,25,911
<b>Total</b>		<b>3,04,78,37,458</b>	<b>1,62,49,62,038</b>
<b>Assets</b>			
Investments	4	2,95,72,16,780	1,57,93,48,866
Deposits	5	54,23,000	-
Other Current Assets	6	8,51,97,678	4,56,13,172
<b>Total</b>		<b>3,04,78,37,458</b>	<b>1,62,49,62,038</b>
(a) Net asset as per Balance Sheet (Schedule 4+5+6 -3)		3,03,11,29,469	1,61,51,36,127
(b) Number of units outstanding		14,14,50,214	8,01,70,450
(c) NAV per unit (a)/(b) (₹)		21.4289	20.1462
<b>Significant accounting policies and notes to accounts</b>	7		

The notes referred to above form an integral part of the financial statements.

For and on behalf of Board of Directors of HDFC Pension Management Company Limited

Vibha Padalkar  
(Director)Niraj Shah  
(Director)Sriram Iyer  
(Chief Executive Officer)Fagun Pancholi  
(Chief Financial Officer)Nagesh Pai  
(Company Secretary)

Place : Mumbai

Date : April 22,2022

**NATIONAL PENSION SYSTEM TRUST**

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER II**

**UN-AUDITED REVENUE ACCOUNT FOR THE HALF YEAR ENDED MARCH 31, 2022**

**(In ₹)**

Particulars	Schedule	Scheme C Tier II	
		March 31, 2022	March 31, 2021
<b>Income</b>			
Interest		9,38,70,267	4,51,78,729
Profit on sale/redemption of investments		14,08,342	33,46,228
Profit on inter-scheme transfer/sale of investments		-	5,60,785
Unrealised gain on appreciation in investments		38,956	-
Other income			
- Miscellaneous Income		-	382
<b>Total Income (A)</b>		<b>9,53,17,565</b>	<b>4,90,86,124</b>
<b>Expenses &amp; Losses</b>			
Unrealised losses in value of investments		3,53,29,822	61,74,263
Loss on sale/redemption of investments		1,26,800	2,81,179
Management fees (including Goods and Service Tax)		11,54,033	77,753
NPS Trust fees		67,894	32,946
Custodian fees		46,767	21,612
CRA fees		1,97,086	1,33,626
Less : Amount recoverable on sale of units on account of CRA Charges		(1,97,086)	(1,33,626)
Provision for Non-Performing Assets		-	-
Depository and settlement charges		8,699	3,937
Stamp Duty on Bond/Mutual Fund		-	2,05,780
<b>Total Expenditure (B)</b>		<b>3,67,34,015</b>	<b>67,97,470</b>
<b>Surplus/(Deficit) for the year (A-B = C)</b>		<b>5,85,83,550</b>	<b>4,22,88,654</b>
Less: Amount transferred to Unrealised appreciation account		3,52,90,866	61,74,263
Less: Amount transferred to General Reserve		(9,38,74,416)	(4,84,62,917)
<b>Amount carried forward to Balance Sheet</b>		<b>-</b>	<b>-</b>
<b>Significant accounting policies and notes to accounts</b>	<b>7</b>		

The notes referred to above form an integral part of the financial statements.

**For and on behalf of Board of Directors of HDFC Pension Management Company Limited**

**Vibha Padalkar**  
(Director)

**Niraj Shah**  
(Director)

**Sriram Iyer**  
(Chief Executive Officer)

**Fagun Pancholi**  
(Chief Financial Officer)

**Nagesh Pai**  
(Company Secretary)

**Place :** Mumbai  
**Date :** April 22,2022

**NATIONAL PENSION SYSTEM TRUST**

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER II**

**Schedules forming part of the un-audited half yearly financial statements**

**Schedule 1: Unit capital**

(In ₹)

Particulars	Scheme C Tier II	
	March 31, 2022	March 31, 2021
<b>Initial capital</b>		
<b>Unit capital</b>		
Outstanding at the beginning of the period	1,12,20,41,029	53,56,03,109
Add :Units issued during the period	59,58,65,676	41,39,43,581
Less: Units redeemed during the period	(30,34,04,566)	(14,78,42,189)
<b>Outstanding at the end of the period</b>	<b>1,41,45,02,139</b>	<b>80,17,04,501</b>
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>		
Outstanding units at the beginning of the period	11,22,04,103	5,35,60,311
Add :Units issued during the period	5,95,86,568	4,13,94,358
Less: Units redeemed during the period	(3,03,40,457)	(1,47,84,219)
<b>Outstanding Units at the end of the period</b>	<b>14,14,50,214</b>	<b>8,01,70,450</b>

**Schedule 2: Reserves and surplus**

(In ₹)

Particulars	Scheme C Tier II	
	March 31, 2022	March 31, 2021
<b>Unit premium reserve</b>		
Opening balance	95,02,27,819	34,60,03,078
Add: Premium on Units issued	66,46,89,297	41,14,56,160
Less: Premium on Units redeemed	(33,90,20,754)	(14,68,17,659)
Add: Transfer from General Reserve	-	-
Closing balance	<b>1,27,58,96,362</b>	<b>61,06,41,579</b>
<b>General Reserve</b>		
Opening balance	23,79,17,187	12,30,98,810
Add/(Less): Transfer from/(to) Revenue Account	9,38,74,416	4,84,62,917
Less: Transfer to Unit Premium Reserve	-	-
Closing balance	<b>33,17,91,603</b>	<b>17,15,61,727</b>
<b>Unrealised Appreciation Reserve</b>		
Opening balance	4,42,30,231	3,74,02,583
Add: Adjustment for Previous years unrealised appreciation reserve	-	-
Add/(Less): Transfer from/(to) Revenue Account	(3,52,90,866)	(61,74,263)
Closing balance	<b>89,39,365</b>	<b>3,12,28,320</b>
<b>Total</b>	<b>1,61,66,27,330</b>	<b>81,34,31,626</b>

**Schedule 3: Current liabilities and provisions**

(In ₹)

Particulars	Scheme C Tier II	
	March 31, 2022	March 31, 2021
<b>Current liabilities &amp; Provisions</b>		
Sundry creditors for expenses	2,41,637	66,078
Redemption Payable	1,64,47,504	97,58,492
TDS Payable	18,848	1,341
<b>Total</b>	<b>1,67,07,989</b>	<b>98,25,911</b>

**NATIONAL PENSION SYSTEM TRUST****NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER II**

Schedules forming part of the un-audited half yearly financial statements

**Schedule 4: Investments (Long Term and Short Term)****(In ₹)**

Particulars	Scheme C Tier II	
	March 31, 2022	March 31, 2021
Debentures and Bonds Listed/Awaiting Listing	2,80,81,18,351	1,52,51,68,396
Provision for Sub Standard Assets *	(10,00,000)	(10,00,000)
Others - Mutual Fund Units	15,00,98,429	5,51,80,470
<b>Total</b>	<b>2,95,72,16,780</b>	<b>1,57,93,48,866</b>

\* Provision for Sub Standard Assets includes the 100% NPA provision made on IL&amp;FS NCD's/Bonds . ( Refer note 2.4 in notes to account )

**Schedule 5: Deposits****(In ₹)**

Particulars	Scheme C Tier II	
	March 31, 2022	March 31, 2021
Deposits with scheduled banks	54,23,000	-
<b>Total</b>	<b>54,23,000.00</b>	<b>-</b>

**Schedule 6: Other current assets****(In ₹)**

Particulars	Scheme C Tier II	
	March 31, 2022	March 31, 2021
Balances with banks in current account	5,236	4,570
Contracts for sale of investments	1,717	1,717
Outstanding and accrued income	8,51,90,725	4,56,04,885
Brokerage receivable from PFM	-	2,000
<b>Total</b>	<b>8,51,97,678</b>	<b>4,56,13,172</b>

## **NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER II**

### **Schedule 7**

#### **Significant accounting policies & notes to accounts for the half year ended March 31, 2022**

##### **1.1 Background**

HDFC Pension Management Company Limited ('the Company') has been appointed as a Pension Fund Manager ('PFM') by the Pension Fund Regulatory and Development Authority ("PFRDA") for the management of Pension Schemes under the National Pension System ('NPS'). Accordingly, the Company has entered into an Investment Management Agreement ('IMA') with NPS Trust. The Pension Fund Regulatory and Development Authority ("PFRDA" / "Authority") guidelines require each PFM to manage subscribers' funds. As per unbundled architecture of the NPS, the main responsibility of PFM is to manage funds in accordance with the laid down guidelines and declare NAV. As per the architecture, the NSDL e-Governance Infrastructure Ltd and , KFin Technologies Private Ltd and Computer Age Management Services Ltd being the Central Recordkeeping Agency (CRA) provides consolidated data to PFM for allotment / redemption of units and Axis Bank, being the Trustee Bank, provides / receives funds on consolidated basis in respect of such allotment / redemption.

**Central Record Keeping Agency (CRA):** NSDL e-Governance Infrastructure Ltd, KFin Technologies Private Ltd, Computer Age Management Services Ltd and PFRDA have set up Central Recordkeeping Agency (CRA) for the NPS.

Some of the key responsibilities of the CRA include the following:

- Record keeping, Administration and Customer service function for NPS subscriber,
- Providing Unique Permanent Retirement Account Number (PRAN) to each subscriber,
- Maintaining database of all PRANs issued and recording transactions relating to each subscribers PRAN,
- PRAN Transaction Statement,
- An operational interface between PFRDA and other NPS intermediaries such as Pension Funds, Annuity Service Providers, Trust Bank etc.

CRA is responsible to resolve all queries pertaining to investors. CRA informs about the fund flow to Pension Fund Managers (PFM) and also instruct Axis Bank to credit PFM's pool account maintained with them.

NPS trust has designated Stock Holding Corporation of India Ltd. (SHCIL) as the custodian, who is responsible for safe custody of securities and settlements of trades.

The fees payable to CRA, in terms of IMA, is charged to the investor by redeeming the equivalent number of units on receipt of intimation from CRA. As stated above, the amount of funds received from the subscribers is intimated by the Trustee Bank on consolidated basis on T+2 basis. PFM records the same on receipt basis. Accordingly, funds with Trustee Bank at the year end do not get reflected in the financial statements.

## **1.2 Basis of preparation**

The financial statements have been prepared to comply with the Pension Fund Regulatory and Development Authority Act, 2013, PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012, Accounting Standards notified under the Companies Act, 1956 to the extent made applicable by PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012 and generally accepted accounting principles. These financial statements have been prepared on an accrual basis, except as otherwise stated.

The financials have been prepared for SCHEME C TIER II being managed by the Company.

The Company manages eight separate schemes under the two tiered structure (Tier I and II) prescribed under the NPS. The schemes are classified as Scheme E, C, G, A and Tax Saver based on the asset class prescribed under the NPS as follows:

Scheme E - Equity market instruments

Scheme C - Credit risk bearing fixed income instruments

Scheme G - Government securities

Scheme A – Alternate Investment funds

Scheme Tax Saver – Hybrid Investments

## **1.3 Investments**

Transactions for purchase and sale of securities are accounted on trade date.

The holding cost of investments is determined by the weighted average cost method and the cost includes applicable taxes and stamp charges but exclude brokerage and other transactional charges.

Investments are reconciled with the custodian records on daily basis.

### **Valuation of Investments**

The scheme marks all investments to market and carries investments in the Balance Sheet at the market value as on Balance Sheet date / date of determination / date of valuation.

The change in unrealised appreciation/depreciation in the value of investments is determined separately for each assets category at the year-end and is recognised in the Revenue Account. The change in net unrealised appreciation, if any, is transferred to /from "Unrealised Appreciation Reserve" shown as part of Reserves and Surplus.

As per directive received from NPS Trust, the valuation of investments is carried out by ICRA Management Consulting Services Limited (IMACS) w.e.f April 01, 2019. The Investment valuation methodology adopted by IMACS is as follows:

The following valuation norms are as prescribed by PFRDA (Preparation of Financial Statements and Auditor's Report of schemes under National Pension System) Guidelines - 2012.

### **Securities traded at a stock exchange:**

Traded debt securities (other than government securities) are valued at weighted average traded price on that day reported on National Stock Exchange (NSE) /Bombay Stock Exchange (BSE). Preference is given to NSE trade over BSE trade.

### **Securities not traded at a stock exchange:**

Non-traded debt securities (i.e. securities not reported on exchanges) are valued at a yield to maturity basis by using matrix of spread over risk free asset constructed by IMaCS. Matrix is classified into two categories TRAD & NPR. TRAD Matrix (Comprises of sectors like MFTG, BANK, HFC) & NPR Matrix (Comprises of sectors like NBFC, Real Estate). Matrix is constructed basis each rating category and for all tenor. Any security falling into respective matrix type (TRAD or NPR) are valued as per that matrix basis conservative rating of that security and modified duration.

### **Valuation of securities having call and/or Put options:**

- a) Callable Bonds with single / daily / multiple call options will be valued at lowest value basis.
- b) Puttable Bonds with single / daily / multiple call options will be valued at highest value basis.

c) The securities with both Call & Put options on the same day would be deemed to mature on the Call/Put day and will be valued accordingly.

d) For perpetual bonds with single / daily / multiple call options, the price for all options dates till the maturity date will be computed and the lowest price will be used for valuing the bonds.

e) For perpetual bank bond, the first Call date of the bond shall be considered as deemed date of maturity for the valuation purpose

**Valuation of Partly Paid up Bonds:**

Partly paid bonds will be valued on the paid up value of the bonds till it is fully paid.

**Valuation of debt securities below Investment grade of BBB-:**

Valuation of performing non-government debt securities below Investment grade of BBB- at a discount of 25% to face value ( as per SEBI guideline CIR MFD/CIR/8/92/2000 dated September 18,2000)

On Friday or on last working day before the market holiday, the valuation convention shall be T+1 for corporate bonds.

**Valuation of Money Market Investment and Mutual Fund:**

Money market instruments like, commercial paper, and certificate of deposit are valued at last quoted price / applicable Matrix based valuation for investment grade securities.

Mutual fund units are valued based on the net asset value of the preceding day of the valuation date

## **1.4 Income Recognition**

Interest income on all interest bearing investment is recognised on daily accrual basis; when investments are purchased, interest paid for the period from the last interest due date up to the date of purchase is debited to Interest Recoverable Account and not included in cost of purchase. Similarly interest received at the time of sale for the period from the last interest due date up to the date of sale credited to Interest Recoverable Account and not included in sale value.

Accretion of discount and amortisation of premium relating to debt securities like Zero Coupon Bond and Money Market Investment are recognised over the holding / maturity period on a straight-line basis.

Profit or loss on sale of equity is the difference between the sale consideration net of expenses and the weighted average book cost as on the date of sale.

Profit or loss on sale of mutual fund units is the difference between the sale consideration net of expenses and the weighted average book cost.

### 1.5 Non-Performing Assets

An investment is regarded as non-performing, if interest/principal or both amount has not been received or has remained outstanding for 90 days from the day such income/installment has fallen due. Where income receivable on investments has accrued but has not been received for a period of 90 days beyond the due date, provision is made by debiting to the Revenue Account for the income so accrued and no further accrual of income shall be made in respect of such investments.

Incomes on non-performing assets (NPA) are recognized on receipt and other incomes of miscellaneous nature are accounted for when there is certainty of collection.

### 1.6 Units reconciliation

The subscribers' units as per Investment management system are reconciled with Central Recordkeeping Agency (CRA) records on daily basis.

### 1.7 Investment management fees

Investment management fees are recognised on daily accrual basis on closing Asset Under Management (AUM) in accordance with IMA. The Investment management fee is inclusive of brokerage but excludes custodian charges and applicable taxes, if any.

The Company has charged investment management fee as per the below slab structure basis the aggregate AUM managed by the PFM under all Scheme with effect from April 01, 2021.

<b>AUM Slabs</b>	<b>Investment Management Fees%</b>
Upto 10,000 Cr	0.09%
10,001 – 50,000 Cr	0.06%
50,001 – 1,50,000 Cr	0.05%
Above 1,50,000 Cr	0.03%

This fee shall remain valid till further notice and subsequent revision, if any, shall be duly notified by the Company. The investment management fees charged until March 31, 2021 was 0.01% per annum (inclusive of brokerage but excluding custodian charges and applicable taxes), in terms of the Pension Fund Regulatory and Development Authority's circular no. PFRDA/6/PFM/9/2 dated July 31, 2014.

## **1.8 Trustee fees**

The Company has started charging Trustee fee of 0.01% per annum, with effect from November 01, 2015 in terms of the National Pension Scheme Trust circular no. 1/20/2015/NPS dated October 19, 2015 and the fee has been revised to 0.005% per annum with effect from April 01, 2018.

The Company has stopped charging Trustee fee with effect from January 25, 2019, as directed by the Authority vide PFRDA circular no. PFRDA/17/03/31/0016/2018-SUP-PF/12 dated January 25, 2019.

Basis the direction from NPS Trust the Trustee Fees charge of 0.005% has been re-initiated with effect from 01<sup>st</sup> August 2019.

## **1.9 Other Expenses**

Custody charges are recognised on daily accrual basis in accordance with IMA. Trustee bank charges, if any, are recognised when they are debited by the trustee bank on a quarterly basis.

## **2 Unit Premium Reserve**

Upon issue and redemption of units, the net premium or discount to the face value of units is adjusted against the Unit Premium Reserve of the Scheme.

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER II**

**Notes to accounts (Un-audited)**

**2.1 Contingent liabilities**

(In ₹)

Particulars	Scheme C Tier II	
	March 31, 2022	March 31, 2021
Uncalled liability on partly paid shares	NIL	NIL
Other commitments	NIL	NIL

**2.2 Investments**

All investments are performing investments except investment in IL&FS Ltd Bonds and Debentures. All investments of the scheme are in the name of the NPS Trust. All investments are traded investments.

**2.3 Details of transactions with sponsor and its related parties**

Nature of relationship	Name of the related party
<b>Pension fund manager</b>	HDFC Pension Management Company Limited
<b>Sponsor company</b>	HDFC Life Insurance Company Limited
<b>Associates and group companies</b>	
Holding Company	HDFC Limited
Ms. Vibha Padalkar	Key Management Personnel
Mr. Parvez Mulla	Key Management Personnel (Resigned w.e.f March 4, 2022)
Mr. Niraj Shah	Key Management Personnel (Appointed w.e.f March 7, 2022)
Mr. Sumit Shukla	Key Management Personnel (Resigned w.e.f March 31, 2022)
Mr. Sriram Iyer	Key Management Personnel (Appointed w.e.f April 1, 2022)
Mr. Fagun Pancholi	Key Management Personnel
Mr. Nagesh Pai	Key Management Personnel

The following represents significant transactions between the Company and its related parties for the half year ended March 31, 2022

(In ₹)

Nature of Transaction	Scheme C Tier II	
	March 31, 2022	March 31, 2021
Investment management fees	11,54,032	77,753

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme C Tier II	
	March 31, 2022	March 31, 2021
Investment management fees payable	2,12,318	41,315

Aggregate investments made in the Associates and group companies as at March 31, 2022 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme C Tier II			
		March 31, 2022		March 31, 2021	
		Cost	Market Value	Cost	Market Value
HDFC Ltd	NCD	1,08,30,663	1,08,03,738	31,08,360	32,10,031
HDFC Credila Financial Services Ltd	NCD	3,32,84,548	3,43,18,513	3,32,84,548	3,46,80,907
HDFC Ergo General Insurance Company Limited	NCD	5,00,00,050	4,94,64,574	NIL	NIL

**Investment with other Group Companies**

Nature of relationship	Name of the related party
Associates of Sponsor's Holding Company	HDFC Bank Limited

Aggregate investments made in the other group companies as at March 31, 2022 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme C Tier II			
		March 31, 2022		March 31, 2021	
		Cost	Market Value	Cost	Market Value
HDFC Bank Ltd		NIL	NIL	NIL	NIL

**2.4 Provision**

Provision for Interest and Principal of Non-Performing Investments has been provided basis the PFRDA Guidance 2013 and NPS Trusts direction dated 06th August 2019. Provision of 100% of Principal and Interest due and accrued till the date of NPA classified securities was accounted for on the IL&FS Ltd NCD's/Bonds holdings. Apart from the stated issuer, there are no provisions for doubtful deposits, debts and outstanding and accrued income.

Name of the Company	Asset type	March 31, 2022		March 31, 2021	
		Principal	Interest	Principal	Interest
8.69% IL & FS Ltd NCD Mat 25-Aug-2025.	NCD	10,00,000	-	10,00,000	-
<b>Total Provision on Non-Performing Investment</b>		<b>10,00,000</b>	<b>-</b>	<b>10,00,000</b>	<b>-</b>

H1 2020 :- Rs.7,50,000 has been provided as valuation discount (75% Valuation discount) on IL&FS Ltd. NCD's/Bond during half year ended Sep 2019. 100% provision made for Interest due and accrued amounting to Rs.81,900 during the half year ended Sep 2019.

H2 2020: Rs. 2,50,000 has been provided as 25% NPA provision on IL&FS Ltd. NCD's/Bond during the half year ended March 2020 to make 100% provision for NPA. (75% Valuation Discount + 25% NPA provision)

H1 2021: - Rs 7,50,000 provided as valuation discount has been classified as NPA provision toward principal during the half year ended Sep 2020

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER II**

**Notes to accounts (Un-audited)**

**2.5 Aggregate value of purchase and sale with percentage to average assets**

Aggregate value of purchase and sale with percentage to average assets as at March 31, 2022 is as follows :

(In ₹)

Particular	Scheme C Tier II	
	March 31, 2022	March 31, 2021
Average Net Asset Value	2,72,32,32,966	1,32,14,63,614
Purchase of Investment	5,18,53,06,812	4,77,29,44,138
% to average Net Assets Value	190.41%	361.19%
Sale of Investment	4,45,80,34,349	4,16,65,44,922
% to average Net Assets Value	163.70%	315.30%

Aggregate value of purchase and sale (excluding liquid mutual fund)\* with percentage to average assets as at March 31, 2022 is as follows :

(In ₹)

Particular	Scheme C Tier II	
	March 31, 2022	March 31, 2021
Average Net Asset Value	2,72,32,32,966	1,32,14,63,614
Purchase of Investment	78,23,42,812	66,48,21,751
% to average Net Assets Value	28.73%	50.31%
Sale of Investment	5,71,33,458	3,74,01,336
% to average Net Assets Value	2.10%	2.83%

\*Liquid mutual fund investments are held for day to day cash management, hence excluded

**2.6 Investments falling under each major industry group**

The total value of investments falling under each major industry group (which constitutes not less than 5% of the total investments in the major classification of the financials) are disclosed as under:

(In ₹)

Industry Classification	Scheme C Tier II			
	As at March 31, 2022		As at March 31, 2021	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Other credit granting	1,03,03,58,759	33.99%	45,80,97,148	28.36%
Monetary intermediation of commercial banks, saving banks, postal savings bank and discount houses	28,86,27,567	9.52%	14,82,52,455	9.18%
Activities of specialized institutions granting credit for house purchases that also take deposits	25,45,80,051	8.40%	14,21,57,976	8.80%
Electric power generation by coal based thermal power plants	25,28,59,486	8.34%	9,36,62,224	5.80%
Production of liquid and gaseous fuels, illuminating oils, lubricating oils or greases or other products from crude petroleum or bituminous minerals	20,18,97,407	6.66%	15,09,89,740	9.35%
Electric Power Generation By Hydroelectric Power Plants	16,14,93,472	5.33%	11,49,45,881	7.12%
Other monetary intermediation services n.e.c.	10,03,91,998	3.31%	10,14,60,546	6.28%
Manufacture of other petroleum n.e.c. (includes manufacture of petroleum jelly, micro-crystalline petroleum wax, slack wax, ozokerite, lignite wax, petroleum coke, petroleum bitumen and other	8,55,22,863	2.82%	8,83,53,982	5.47%
Others	43,13,86,748	14.23%	22,62,48,443	14.01%
Mutual Funds	15,00,98,429	4.95%	5,51,80,470	3.42%
Fixed Deposite	54,23,000	0.18%	-	-
Net Current Assets	6,84,89,689	2.26%	3,57,87,261	2.22%
<b>Net Asset Value</b>	<b>3,03,11,29,469</b>	<b>100.00%</b>	<b>1,61,51,36,127</b>	<b>100.00%</b>

Note :

1. Industry classification has been taken at sub class level of National Industrial Classification (NIC) 2008.

**2.7 Age wise disclosure for Shares/debentures/ others application money pending allotment.**

The Figures of the previous period have been regrouped / rearranged, wherever applicable, to conform current year's presentation.

(In ₹)

Security Name	Asset Type	Ageing	Scheme C Tier II	
			March 31, 2022	March 31, 2021
			NIL	NIL

**2.8 Prior Year Comparatives :**

The Figures of the previous period have been regrouped / rearranged, wherever applicable, to conform current year's presentation.

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER II**

**3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2022**

(in ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
<b>Debt Instruments</b>			
<b>PSU/PFI Bonds</b>			
1. 6.89% IRFC NCD Mat 19-Jul-2031	9,92,85,974	3.28%	AAA
2. 7.38% NHPC NCD Mat 03-January-2028	8,25,33,688	2.72%	AAA
3. 6.74% NTPC Series 76 NCD Mat 14-Apr-2032	6,19,65,218	2.04%	AAA
4. 8.27% National Highways Authority of India Mat 28-Mar-2029	5,36,98,538	1.77%	AAA
5. 7.89% Power Grid NCD Mat 09-Mar-2027	5,33,65,081	1.76%	AAA
6. 7.70% NHAI Mat 13-Sep-2029	5,22,39,376	1.72%	AAA
7. 7.75% Mangalor Refinery & Petrochemicals Ltd. Mat 29-Jan-2030	5,14,65,622	1.70%	AAA
8. 7.48% Mangalor Refinery & Petrochemicals Ltd. Series 4 ETF 14-Apr-2032	5,07,89,166	1.68%	AAA
9. 5.85% EXIM Bank NCD Mat 12-Sep-2025	4,99,49,248	1.65%	AAA
10. 6.11% Bharat Petroleum Corporation Limited Mat 06-Jul-2025	4,98,39,014	1.64%	AAA
11. 6.18% Mangalor Refinery & Petrochemicals Ltd. 29-Dec-2025	4,98,03,604	1.64%	AAA
12. 6.24% State Bank of India Basel III Tier-2 NCD Mat 21-Sep-2030.	4,97,26,617	1.64%	AAA
13. 6.67% ICICI Bank Ltd. NCD Mat 26-Nov-2028 Series DNV21LB	4,94,15,639	1.63%	AAA
14. 5.45% NTPC Series 72 NCD Mat 15-Oct-2025	4,92,33,925	1.62%	AAA
15. 6.80% State Bank of India Basel III Tier 2 Series I Mat 21-Aug-2035.	4,91,85,000	1.62%	AAA
16. 6.40% Jamnagar Utilities & Power Pvt. Ltd. Maturity 29-Sep-2026	4,91,64,622	1.62%	AAA
17. 6.69% NTPC NCD Mat 13-Sep-2031 SERIES 75	4,90,68,042	1.62%	AAA
18. 6.79% NABARD NCD Mat 25-June-2035	4,85,11,975	1.60%	AAA
19. 6.85% IRFC NCD Mat 29-Oct-2040	4,84,06,060	1.60%	AAA
20. 7.85% Power Finance Corporation Ltd. Mat 03-April-2028	4,82,68,881	1.59%	AAA
21. 8.65% NHPC NCD Mat 08-February-2029	4,75,09,193	1.57%	AAA
22. 8.49% NTPC NCD Mat 25-Mar-2025	3,02,75,745	1.00%	AAA
23. 7.20% Power Finance Corporation Ltd Series 205(A&B) M 10-Aug-2035	2,40,46,792	0.79%	AAA
24. 8.85% Power Finance Corporation Ltd S 187(A&B) Mat 25-May-2029	2,20,30,876	0.73%	AAA
25. 7.70 % L&T NCD Mat 28 Apr 2025	2,09,31,836	0.69%	AAA
26. 7.48% NHAI Series-X Mat 06-March-2050	2,02,54,632	0.67%	AAA
27. 5.14% NABARD NCD Mat 31-Jan-2024	1,99,11,095	0.66%	AAA
28. 8.54% NHPC NCD Mat 26-November-2026.	1,86,57,044	0.62%	AAA
29. 8.45% IRFC NCD Mat 04-Dec-2028	1,51,69,955	0.50%	AAA
30. 8.45% Sikka Ports & Terminals Limited NCD Mat 12-Jun-2023	1,45,10,496	0.48%	AAA
31. 8.14% Nuclear Power Corp. Mat 25-Mar-2026(Tranche A).	1,40,04,230	0.46%	AAA
32. 10.04% IRFC NCD Mat 07-Jun-2027	1,28,43,171	0.42%	AAA
33. 8.11% Rural Electrification Corp Ltd Mat 07-Oct-2025	1,27,57,385	0.42%	AAA
34. 9.25% Power Grid NCD Mat 26-Dec-2026	1,26,74,730	0.42%	AAA
35. 9.00% NTPC NCD Mat 25-Jan-2026.	1,09,86,622	0.36%	AAA
36. 8.40% IRFC NCD Mat 08-Jan-2029	1,07,86,598	0.36%	AAA
37. 8.20% NABARD NCD Mat 16-March-2028	1,07,27,492	0.35%	AAA
38. 8.20% Power Finance Corporation Ltd. Mat 10-Mar-2025	1,05,92,290	0.35%	AAA
39. 8.90 State Bank of India NCD Mat 02-Nov-2028	1,05,29,597	0.35%	AAA
40. 8.50% NABARD NCD Mat 31-Jan-2023	1,02,91,029	0.34%	AAA
41. 8.94% Power Finance Corporation Ltd Series 103 Mat-25-Mar-2028	98,52,283	0.33%	AAA
42. 8.83% IRFC NCD Mat 14-May-2031	90,37,896	0.30%	AAA
43. 9.46% Power Finance Corporation Ltd. Mat 01-Aug-2026	89,31,548	0.29%	AAA
44. 9.34% Rural Electrification Corp Ltd Mat 25-Aug-2024	86,34,520	0.28%	AAA
45. 8.79% IRFC NCD Mat 04-May-2030	78,14,392	0.26%	AAA
46. 9.09% IRFC Ltd NCD Mat 29-Mar-2026 (74th Series)	77,62,920	0.26%	AAA
47. 8.98% Power Finance Corporation Ltd. OPT-A Mat-08-Oct-2024	75,14,150	0.25%	AAA
48. 8.50% NHPC NCD Mat 14-July-2024	74,35,950	0.25%	AAA
49. 7.34% Power Finance Corporation Ltd. Mat 29-Sep-2035	70,96,335	0.23%	AAA
50. 8.95% IRFC NCD Mat 10-Mar-2025	65,24,766	0.22%	AAA
51. 9.64% Power Grid NCD Mat 31-May-2026	56,45,757	0.19%	AAA
52. 8.65% NABARD NCD Mat 08-June-2028	54,76,375	0.18%	AAA
53. 8.40% Nuclear Power Corp. Mat 28-Nov-2025 (SR-XXIX TRCH-A)	54,19,948	0.18%	AAA
54. 9.60% EXIM Bank NCD Mat 07-FEB-2024	53,62,619	0.18%	AAA
55. 8.49% NHPC NCD Mat 26-November-2024	53,57,597	0.18%	AAA
56. 7.90% Sikka Ports & Terminals Limited NCD Mat 18-Nov-2026	52,29,428	0.17%	AAA
57. 7.55% Power Grid NCD Mat 21-Sep-2031	51,86,173	0.17%	AAA
58. 7.23% Power Finance Corporation Ltd Series 155 M 05-Jan-2027	51,61,823	0.17%	AAA
59. 9.02% Rural Electrification Corp Ltd Mat 19-Nov-2022	51,28,544	0.17%	AAA
60. 9.25% EXIM Bank NCD Mat 18-April-2022	50,11,992	0.17%	AAA
61. 9.35% Power Grid NCD Mat 29-Aug-2029	45,65,893	0.15%	AAA
62. 9.00% Power Finance Corporation Ltd Series 101-B Mat 11-Mar-2028	32,90,818	0.11%	AAA
63. 8.52% HUDCO GOI fully serviced Bond Series-II 2018 Mat 28-Nov-2028	32,76,415	0.11%	AAA

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER II**

**3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2022**

(in ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
64. 8.95% Power Finance Corporation Ltd. Series 64-III Mat 30-Mar-2025	32,41,195	0.11%	AAA
65. 8.70% Power Finance Corporation Ltd. Mat 14-May-2025	32,22,598	0.11%	AAA
66. 8.18% EXIM Bank NCD Mat 07-Dec-2025	32,20,263	0.11%	AAA
67. 8.30% Rural Electrification Corp Ltd Mat 10-Apr-2025	31,84,774	0.11%	AAA
68. 7.70% Rural Electrification Corp Ltd NCD Mat 10-Dec-2027	31,79,281	0.10%	AAA
69. 8.40% Power Grid NCD Mat 27-May-2024	31,77,594	0.10%	AAA
70. 8.82% Rural Electrification Corp. Ltd. Mat 12-Apr-2023	31,09,110	0.10%	AAA
71. 7.25% Nuclear Power Corp. Mat 15-Dec-2028 (SR-XXXIII TRCH-B)	30,92,628	0.10%	AAA
72. 9.30% Power Grid NCD Mat 04-Sep-2024	21,68,604	0.07%	AAA
73. 9.17% NTPC NCD Mat 22-Sep-2024	21,65,312	0.07%	AAA
74. 9.37% Power Finance Corporation Ltd. Mat 19-Aug-2024	21,59,091	0.07%	AAA
75. 8.80% Power Finance Corporation Ltd. Mat 15-Jan-2025	21,42,444	0.07%	AAA
76. 8.39% Power Finance Corporation Ltd. Mat-19-Apr-2025	21,29,271	0.07%	AAA
77. 8.60% Power Finance Corporation Ltd. Mat 07-Aug-2024 Series 57 B III	21,24,132	0.07%	AAA
78. 7.25% Nuclear Power Corp. Mat 15-Dec-2031 (SR-XXXIII TRCH-E)	20,52,627	0.07%	AAA
79. 9.95%IRFC NCD Mat 07-June-2022	20,21,667	0.07%	AAA
80. 9.30% Power Grid NCD Mat 28-Jun-2026	13,95,480	0.05%	AAA
81. 8.83% IRFC NCD Mat 14-May-2034	11,53,297	0.04%	AAA
82. 9.45% Power Finance Corporation Ltd. Mat 01-Sep-2026	11,18,008	0.04%	AAA
83. 8.62% NABARD NCD Mat 14-Mar-2034	11,17,082	0.04%	AAA
84. 8.32% NABARD NCD Mat 10-March-2034	11,09,090	0.04%	AAA
85. 8.20% NABARD NCD Mat 28-Mar-2034.	10,99,787	0.04%	AAA
86. 8.25% EXIM Bank NCD Mat 23-Jun-2031	10,85,938	0.04%	AAA
87. 8.32% Power Grid NCD Mat 23-Dec-2030	10,84,218	0.04%	AAA
88. 9.39% Power Finance Corporation Ltd. Mat 27-Aug-2024	10,80,654	0.04%	AAA
89. 8.75% Power Finance Corporation Ltd. Mat 15-Jun-2025	10,77,370	0.04%	AAA
90. 8.24% NABARD NCD Mat 22-March-2029	10,76,431	0.04%	AAA
91. 8.14% Nuclear Power Corp. Mat 25-Mar-2027 (Tranche B).	10,72,867	0.04%	AAA
92. 8.15% NABARD NCD Mat 28-March-2029	10,71,642	0.04%	AAA
93. 8.10% EXIM Bank NCD Mat 19-Nov-2025.	10,69,972	0.04%	AAA
94. 8.48% Power Finance Corporation Ltd. Series 124 C Mat 09-Dec-2024	10,66,053	0.04%	AAA
95. 8.27% Rural Electrification Corp Ltd Mat 06-Feb-2025	10,59,666	0.03%	AAA
96. 8.23% Rural Electrification Corp Ltd Mat 23-Jan-2025	10,57,953	0.03%	AAA
97. 9.48% Power Finance Corporation Ltd. Mat 15-April-2022	10,02,085	0.03%	AAA
<b>Private Corporate Bonds</b>			
1. 7.02% Bajaj Finance Ltd NCD Mat 18-Apr-2031	12,64,91,708	4.17%	AAA
2. 8.70% LIC Housing Finance Ltd. Mat 23-Mar-2029	10,83,38,906	3.57%	AAA
3. 8.95% Reliance Industries Limited Mat 09-Nov-2028	5,49,85,575	1.81%	AAA
4. 8.75% LIC Housing Finance Co. Ltd. Mat 08-Dec-2028	5,42,98,598	1.79%	AAA
5. 8.00% ICICI Home Finance Co. Ltd. Mat 05-Dec-2024	5,24,46,434	1.73%	AAA
6. 7.65% Axis Bank Ltd NCD Mat 30-Jan-27	5,20,76,203	1.72%	AAA
7. 8.42% IDFC First Bank Ltd Basel III Tier II SERIES PP 1 NCD Mat 08-Feb-2032	5,08,03,075	1.68%	AA
8. 6.45% L&T Finance Ltd Series A Mat 10-May-2024.	5,01,11,855	1.65%	AAA
9. 6.87% Muthoot Finance Ltd. Series 20A Option II Tranche I Mat 27-Feb-2025	5,00,41,964	1.65%	AA+
10. 7.50% Max Life Insurance Co. Ltd. Mat 02-Aug-2031 Series 1	4,96,43,290	1.64%	AA+
11. 6.48% Sundaram Finance Ltd Mat 15-May-2026	4,96,03,784	1.64%	AAA
12. 6.85% ICICI Pru Life Insurance Co. Ltd. Mat 06-Nov-2030	4,94,99,603	1.63%	AAA
13. 7.10% HDFC ERGO General Insurance Co. Ltd. Mat 09-Nov-2031	4,94,64,574	1.63%	AAA
14. 8.79% M&M Financial Services Ltd Mat 23-Jan-2025	3,36,10,241	1.11%	AAA
15. 7.70% LIC Housing Finance Co. Ltd. Mat 19-Mar-2031	3,09,04,397	1.02%	AAA
16. 8.15% Bajaj Finance Ltd NCD Mat 22-Jun-2027 Tier II SR-220	3,07,64,170	1.01%	AAA
17. 8.65% Reliance Industries Limited Mat 11-Dec-2028	2,17,05,104	0.72%	AAA
18. 9.30% Shriram Transport Fin NCD Mat 12-July-2023	2,06,32,876	0.68%	AA+
19. 8.62% HDFC Credila Fin Ser Pvt Ltd 17-June-2024	1,87,84,716	0.62%	AAA
20. 8.80% L&T Finance Ltd Category I & II Mat 15-April-2024.	1,86,69,095	0.62%	AAA
21. 9.17% Tata Capital Fin Services Ltd Tier IIMat 30-Mar-2026	1,79,96,701	0.59%	AAA
22. 8.00% HDFC Credila Fin Ser Pvt Ltd 31-Jan-2025	1,55,33,797	0.51%	AAA
23. 8.75% Bajaj Finance Ltd NCD Series 180 Mat 14-Aug-2026	1,26,68,401	0.42%	AAA
24. 8.67% IDFC First Bank Ltd NCD Mat 03-Jan-2025	1,23,94,441	0.41%	AA
25. 8.80% LIC Housing Finance Ltd. Mat 25-Jan-2029	1,08,68,126	0.36%	AAA
26. 9.05% L&T Finance Ltd Series VI OPT II Mat 15-Apr-2027	1,06,89,486	0.35%	AAA
27. 8.85% Bajaj Finance Ltd NCD Series 172 Mat 15-Jul-2026	1,05,84,392	0.35%	AAA
28. 7.95% LIC Housing Finance Ltd. Mat 29-Jan-2028 Tranch 359	1,04,00,335	0.34%	AAA
29. 8.37% LIC Housing Finance Co. Ltd. Mat-21-May-2023	1,03,22,187	0.34%	AAA
30. 9.05% Shriram Transport Fin Series PPD 16-17 D0-4 Mat 19-Jul-2023	1,02,90,830	0.34%	AA+

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER II**

**3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2022**

(in ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
31. 7.60% LIC Housing Finance Co. Ltd. Mat 22-Nov-2022	1,01,66,755	0.34%	AAA
32. 9.05% Reliance Industries Limited Mat 17-Oct-2028	88,32,184	0.29%	AAA
33. 9.05% HDFC Ltd Mat 16-Oct-2028	76,97,380	0.25%	AAA
34. 8.50% LIC Housing Finance Co. Ltd. Mat 29-Aug-2025	42,61,530	0.14%	AAA
35. 8.70% IDFC First Bank Ltd NCD Mat 20-May-2025	41,39,427	0.14%	AA
36. 8.95% HDFC Ltd Mat 21-Mar-2023	31,06,358	0.10%	AAA
37. 8.34% LIC Housing Finance Co. Ltd. Mat 08-Oct-2025	21,23,420	0.07%	AAA
38. 8.94% Bajaj Finance Ltd NCD Mat 07-Nov-2025	21,23,274	0.07%	AAA
39. 9.17% IDFC First Bank Ltd NCD Mat 14-Oct-2024	20,92,972	0.07%	AA
40. 8.90% IDFC First Bank Ltd NCD Mat 19-Nov-2025	20,84,194	0.07%	AA
41. 8.80% IDFC First Bank Ltd NCD Mat 21-July-2025	20,72,914	0.07%	AA
42. 8.75% IDFC First Bank Ltd NCD Mat 28-Jul-2023	20,52,876	0.07%	AA
43. 10.15% Bajaj Finance Ltd NCD Mat 19-Sep-2024.	10,84,312	0.04%	AAA
44. 9.22% LIC Housing Finance Co. Ltd. Mat 16-Oct-2024	10,72,017	0.04%	AAA
45. 10.25% Shriram Transport Fin NCD Mat 10-Oct-2024	10,65,457	0.04%	AA+
46. 10% Shriram Transport Fin NCD Mat 13-Nov-2024	10,61,984	0.04%	AA+
47. 8.75% M&M Financial Services Ltd Mat 09-Oct-2025	10,60,215	0.03%	AAA
48. 9.36% IDFC First Bank Ltd NCD Mat 21-Aug-2024	10,48,011	0.03%	AA
49. 9.30% LIC Housing Finance Ltd. Mat 14-Sep-2022	10,20,041	0.03%	AAA
50. 9.69% Tata Sons Private Ltd NCD Mat 12-Jun-2022	10,09,145	0.03%	AAA
51. 8.73% IDFC First Bank Ltd NCD Mat 14-Jun-2022	10,06,601	0.03%	AA
46. 8.69% IL & FS Ltd NCD Mat 25-Aug-2025.*	-	0.00%	D
<b>Debt Instruments Total</b>	<b>2,80,71,18,351</b>	<b>92.61%</b>	
<b>Money Market Instruments</b>			
<b>Liquid Mutual Funds</b>			
1. Kotak Overnight Fund -Direct Plan-Growth Option	15,00,98,429	4.95%	AAA
<b>Fixed Deposit</b>			
1. 2.50% Axis Bank FD Mat 07-Apr-2022	54,23,000	0.18%	
<b>Money Market Instruments Total</b>	<b>15,55,21,429</b>	<b>5.13%</b>	
Cash/Cash Equivalent & Net Current Assets	6,84,89,689	2.26%	
<b>Grand Total</b>	<b>3,03,11,29,469</b>	<b>100.00%</b>	
Average Maturity of Portfolio (in yrs) #	6.09		
Modified Duration (in yrs) #	4.64		
Yield to Maturity (%) (annualised) (at market price) #	6.74%		
<b>Credit Rating Exposure</b>			
Central Government Securities	-	-	
State Development Loans	-	-	
AAA / equivalent	2,59,66,87,439	85.67%	
A1+ / equivalent (Certificate of Deposits / Commercial Papers)	-	-	
AA+ / equivalent	13,27,36,401	4.38%	
AA / equivalent	7,76,94,511	2.56%	
AA- / equivalent	-	-	
A+ / equivalent	-	-	
A / equivalent	-	-	
A- / equivalent	-	-	
BBB+ / equivalent	-	-	
BBB / equivalent	-	-	
BBB- / equivalent	-	-	
Lower (Below Investment Grade)	-	-	
(out of above Net NPA)	-	-	
<b>TOTAL</b>	<b>2,80,71,18,351</b>	<b>92.61%</b>	

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER II**

**3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2022**

(in ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Bank FD	54,23,000	0.18%	
Equity	-	-	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	15,00,98,429	4.95%	
Cash / cash equivalent net current assets	6,84,89,689	2.26%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
<b>Grand Total</b>	<b>3,03,11,29,469</b>	<b>100.00%</b>	
Units Outstanding	14,14,50,214		
NAV	21.4289		
<b>Notes:</b>			
a. Total NPAs provided for and its percentage to NAV		-	
b. Total value and percentage of illiquid equity shares		-	
c. NAV at September 30,2021		20.9833	
d. NAV at March 31,2022		21.4289	
e. Total outstanding exposure in derivative instruments at March 31,2022		-	
f. Total 'Infrastructure investments' March 31,2022		1,17,16,05,356	

# Calculated on debt portfolio

\* As per the NPS Trust communication ref: 1/16/2018-NPST/11514, provision for Sub Standard Assets includes the 100% provision made for Interest due and accrued till the date of NPA classified securities and 100% NPA provision made on IL&FS Bonds. ( Refer note 2.4 in notes to account )

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER II**

**3.1 KEY STATISTICS FOR THE HALF YEAR ENDED MARCH 31, 2022 (UN-AUDITED)**

Sr No	Particulars	Scheme C Tier II	
		March 31, 2022	March 31, 2021
1	NAV per unit (₹) I		
	Open	20.9833	19.4567
	High	21.4289	20.1535
	Low	20.9483	19.4800
	End	21.4289	20.1462
2	Closing Assets Under Management (₹ in Lakhs)		
	End	30,311.29	16151.36
	Average daily net assets (AAuM) II	27,232.33	13214.64
3	Gross income as % of AAuM III	3.50%	3.71%
4	Expense ratio		
a	Total expense as % of AAuM (scheme wise) IV	0.05%	0.03%
b	Management fee as % of AAuM (scheme wise) V	0.04%	0.01%
5	Net income as % of AAuM VI	2.15%	3.20%
6	Portfolio turnover ratio VII	2.10%	2.8%
7	Returns (%)* Compounded Annualised Yield VIII		
	Last 1 Year	6.37%	9.99%
	Last 3 Years	9.39%	9.93%
	Last 5 Years	8.54%	9.74%
	Last 10 Years	NA	NA
	Since Launch of the scheme (01/08/2013)	9.19%	9.56%
	* Declared NAV; Returns calculated based on declared NAV		
I	NAV = (Market value of investment held by scheme + value of current assets - value of current liability and provisions, if any) / (no. of units at the valuation date (before creation/ redemption of units))		
II	AAuM = Average daily net assets		
III	Gross income = Total Income as per Revenue Account		
IV	Total expenses = Expenses include management fees, custody fees, trustee fees, Depository and settlement charges and Stamp duty but excludes Unrealised /Realised loss		
V	Management fee as % of AAuM is annualised. Management fees (Including applicable Taxes) as per Revenue Account		
VI	Net income = Surplus / Deficit as per Revenue Account		
VII	Portfolio turnover = Lower of sales or purchase divided by the average AUM for the period. Investments in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management		
VIII	Returns (%)* Compounded Annualised Yield is to be calculated based on following formula: = ((1+ cumulative return)^n) -1 (where n=365/no. of days)		



# **NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME G TIER I**

**Un-audited Financial Statements for the half year  
ended March 31, 2022**

## ***Contents***

Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts

**NATIONAL PENSION SYSTEM TRUST****NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME G TIER I**

UN-AUDITED BALANCE SHEET AS AT MARCH 31, 2022

(In ₹)

Particulars	Schedule	Scheme G Tier I	
		March 31, 2022	March 31, 2021
<b>Liabilities</b>			
Unitholders Funds			
Unit Capital	1	40,92,54,03,918	24,91,18,06,022
Reserves & Surplus	2	48,90,67,73,783	27,84,94,34,848
Current Liabilities and Provisions	3	8,70,48,219	29,39,57,508
<b>Total</b>		<b>89,91,92,25,920</b>	<b>53,05,51,98,378</b>
<b>Assets</b>			
Investments	4	87,17,46,99,560	51,91,24,66,347
Deposits	5	90,14,16,000	-
Other Current Assets	6	1,84,31,10,360	1,14,27,32,031
<b>Total</b>		<b>89,91,92,25,920</b>	<b>53,05,51,98,378</b>
(a) Net asset as per Balance Sheet (Schedule 4+5+6 -3)		89,83,21,77,701	52,76,12,40,870
(b) Number of units outstanding		4,09,25,40,392	2,49,11,80,602
(c) NAV per unit (a)/(b) (₹)		21.9502	21.1792
<b>Significant accounting policies and notes to accounts</b>	7		

The notes referred to above form an integral part of the financial statements.

For and on behalf of Board of Directors of HDFC Pension Management Company Limited

Vibha Padalkar  
(Director)Niraj Shah  
(Director)Sriram Iyer  
(Chief Executive Officer)Fagun Pancholi  
(Chief Financial Officer)Nagesh Pai  
(Company Secretary)

Place : Mumbai

Date : April 22,2022

**NATIONAL PENSION SYSTEM TRUST**

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME G TIER I**

**UN-AUDITED REVENUE ACCOUNT FOR THE HALF YEAR ENDED MARCH 31, 2022**

**(In ₹)**

Particulars	Schedule	Scheme G Tier I	
		March 31, 2022	March 31, 2021
<b>Income</b>			
Interest		2,62,22,46,557	1,49,31,33,242
Profit on sale/redemption of investments		3,53,12,381	65,32,52,305
Unrealised gain on appreciation in investments		26,78,912	6,79,36,840
Other income			
- Miscellaneous Income		-	67,057
<b>Total Income (A)</b>		<b>2,66,02,37,850</b>	<b>2,21,43,89,444</b>
<b>Expenses &amp; Losses</b>			
Unrealised losses in value of investments		1,63,17,16,964	1,18,44,03,968
Loss on sale/redemption of investments		72,69,81,315	14,31,33,054
Management fees (including Goods and Service Tax)		3,32,16,265	26,82,587
NPS Trust fees		19,54,227	11,36,689
Custodian fees		14,89,145	8,26,947
CRA fees		1,55,50,563	1,32,61,239
Less : Amount recoverable on sale of units on account of CRA Charges		(1,55,50,563)	(1,32,61,239)
Provision for Non-Performing Assets		-	-
Depository and settlement charges		9,86,914	9,91,969
Stamp Duty on Bond/Mutual Fund		-	41,21,197
<b>Total Expenditure (B)</b>		<b>2,39,63,44,830</b>	<b>1,33,72,96,411</b>
<b>Surplus/(Deficit) for the year (A-B = C)</b>		<b>26,38,93,020</b>	<b>87,70,93,033</b>
Less: Amount transferred to Unrealised appreciation account		28,30,07,176	58,23,10,067
Less: Amount transferred to General Reserve		(54,69,00,196)	(1,45,94,03,100)
<b>Amount carried forward to Balance Sheet</b>		<b>-</b>	<b>-</b>
<b>Significant accounting policies and notes to accounts</b>	7		

The notes referred to above form an integral part of the financial statements.

**For and on behalf of Board of Directors of HDFC Pension Management Company Limited**

**Vibha Padalkar**  
(Director)

**Niraj Shah**  
(Director)

**Sriram Iyer**  
(Chief Executive Officer)

**Fagun Pancholi**  
(Chief Financial Officer)

**Nagesh Pai**  
(Company Secretary)

Place : Mumbai

Date : April 22,2022

**NATIONAL PENSION SYSTEM TRUST**

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME G TIER I**

Schedules forming part of the un-audited half yearly financial statements

**Schedule 1: Unit capital**

(In ₹)

Particulars	Scheme G Tier I	
	March 31, 2022	March 31, 2021
<b>Initial capital</b>		
<b>Unit capital</b>		
Outstanding units at the beginning of the period	31,89,42,25,289	19,14,81,20,159
Add :Units issued during the period	10,87,96,08,482	6,50,51,63,181
Less: Units redeemed during the period	(1,84,84,29,853)	(74,14,77,318)
<b>Outstanding at the end of the period</b>	<b>40,92,54,03,918</b>	<b>24,91,18,06,022</b>
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>		
Outstanding units at the beginning of the period	3,18,94,22,529	1,91,48,12,016
Add :Units issued during the period	1,08,79,60,848	65,05,16,318
Less: Units redeemed during the period	(18,48,42,985)	(7,41,47,732)
<b>Outstanding Units at the end of the period</b>	<b>4,09,25,40,392</b>	<b>2,49,11,80,602</b>

**Schedule 2: Reserves and surplus**

(In ₹)

Particulars	Scheme G Tier I	
	March 31, 2022	March 31, 2021
<b>Unit premium reserve</b>		
Opening balance	28,15,48,43,556	13,66,29,79,342
Add: Premium on Units issued	12,91,34,15,706	7,25,78,14,218
Less: Premium on Units redeemed	(2,19,51,60,733)	(82,71,70,097)
Add: Transfer from General Reserve	-	-
Closing balance	<b>38,87,30,98,529</b>	<b>20,09,36,23,463</b>
<b>General Reserve</b>		
Opening balance	9,48,40,85,547	6,07,39,91,674
Add/(Less): Transfer from/(to) Revenue Account	54,69,00,196	1,45,94,03,100
Less: Transfer to Unit Premium Reserve	-	-
Closing balance	<b>10,03,09,85,743</b>	<b>7,53,33,94,774</b>
<b>Unrealised Appreciation Reserve</b>		
Opening balance	28,56,96,687	80,47,26,678
Add: Adjustment for Previous years unrealised appreciation reserve	-	-
Add/(Less): Transfer from/(to) Revenue Account	(28,30,07,176)	(58,23,10,067)
Closing balance	<b>26,89,511</b>	<b>22,24,16,611</b>
<b>Total</b>	<b>48,90,67,73,783</b>	<b>27,84,94,34,848</b>

**Schedule 3: Current liabilities and provisions**

(In ₹)

Particulars	Scheme G Tier I	
	March 31, 2022	March 31, 2021
<b>Current liabilities &amp; Provisions</b>		
Sundry creditors for expenses	76,00,337	25,37,135
Redemption Payable	7,88,90,370	5,47,10,116
TDS Payable	5,57,512	52,104
Contracts for purchase of investments	-	23,66,58,153
<b>Total</b>	<b>8,70,48,219</b>	<b>29,39,57,508</b>

**NATIONAL PENSION SYSTEM TRUST****NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME G TIER I**

Schedules forming part of the un-audited half yearly financial statements

**Schedule 4: Investments (Long Term and Short Term)****(In ₹)**

Particulars	Scheme G Tier I	
	March 31, 2022	March 31, 2021
Debentures and Bonds Listed/Awaiting Listing	2,87,83,02,762	3,32,45,64,028
Central and state government securities (including treasury bills )	80,11,19,29,385	48,11,68,30,873
Others - Mutual Fund Units	4,18,44,67,413	47,10,71,446
<b>Total</b>	<b>87,17,46,99,560</b>	<b>51,91,24,66,347</b>

**Schedule 5: Deposits****(In ₹)**

Particulars	Scheme G Tier I	
	March 31, 2022	March 31, 2021
Deposits with scheduled banks	90,14,16,000	-
<b>Total</b>	<b>90,14,16,000</b>	<b>-</b>

**Schedule 6: Other current assets****(In ₹)**

Particulars	Scheme G Tier I	
	March 31, 2022	March 31, 2021
Balances with banks in current account	75,00,25,395	25,266
Outstanding and accrued income	1,09,30,84,965	54,26,90,265
Brokerage receivable from PFM	-	16,500
Sundry debtors	-	60,00,00,000
<b>Total</b>	<b>1,84,31,10,360</b>	<b>1,14,27,32,031</b>

## **NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME G TIER I**

### **Schedule 7**

#### **Significant accounting policies & notes to accounts for the half year ended March 31, 2022**

##### **1.1 Background**

HDFC Pension Management Company Limited ('the Company') has been appointed as a Pension Fund Manager ('PFM') by the Pension Fund Regulatory and Development Authority ("PFRDA") for the management of Pension Schemes under the National Pension System ('NPS'). Accordingly, the Company has entered into an Investment Management Agreement ('IMA') with NPS Trust. The Pension Fund Regulatory and Development Authority ("PFRDA" / "Authority") guidelines require each PFM to manage subscribers' funds. As per unbundled architecture of the NPS, the main responsibility of PFM is to manage funds in accordance with the laid down guidelines and declare NAV. As per the architecture, the NSDL e-Governance Infrastructure Ltd , KFin Technologies Private Ltd and Computer Age Management Services Ltd being the Central Recordkeeping Agency (CRA) provides consolidated data to PFM for allotment / redemption of units and Axis Bank, being the Trustee Bank, provides / receives funds on consolidated basis in respect of such allotment / redemption.

**Central Record Keeping Agency (CRA):** NSDL e-Governance Infrastructure Ltd, KFin Technologies Private Ltd, Computer Age Management Services Ltd and PFRDA have set up Central Recordkeeping Agency (CRA) for the NPS

Some of the key responsibilities of the CRA include the following:

- Record keeping, Administration and Customer service function for NPS subscriber,
- Providing Unique Permanent Retirement Account Number (PRAN) to each subscriber,
- Maintaining database of all PRANs issued and recording transactions relating to each subscribers PRAN,
- PRAN Transaction Statement,
- An operational interface between PFRDA and other NPS intermediaries such as Pension Funds, Annuity Service Providers, Trust Bank etc.

CRA is responsible to resolve all queries pertaining to investors. CRA informs about the fund flow to Pension Fund Managers (PFM) and also instruct Axis Bank to credit PFM's pool account maintained with them.

NPS trust has designated Stock Holding Corporation of India Ltd. (SHCIL) as the custodian, who is responsible for safe custody of securities and settlements of trades.

The fees payable to CRA, in terms of IMA, is charged to the investor by redeeming the equivalent number of units on receipt of intimation from CRA. As stated above, the amount of funds received from the subscribers is intimated by the Trustee Bank on consolidated basis on T+2 basis. PFM records the same on receipt basis. Accordingly, funds with Trustee Bank at the year end do not get reflected in the financial statements.

## **1.2 Basis of preparation**

The financial statements have been prepared to comply with the Pension Fund Regulatory and Development Authority Act, 2013, PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012, Accounting Standards notified under the Companies Act, 1956 to the extent made applicable by PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012 and generally accepted accounting principles. These financial statements have been prepared on an accrual basis, except as otherwise stated.

The financials have been prepared for SCHEME G TIER I being managed by the Company.

The Company manages eight separate schemes under the two tiered structure (Tier I and II) prescribed under the NPS. The schemes are classified as Scheme E, C, G, A and Tax Saver based on the asset class prescribed under the NPS as follows:

Scheme E - Equity market instruments

Scheme C - Credit risk bearing fixed income instruments

Scheme G - Government securities

Scheme A – Alternate Investment funds

Scheme Tax Saver – Hybrid Investments

### **1.3 Investments**

Transactions for purchase and sale of securities are accounted on trade date.

The holding cost of investments is determined by the weighted average cost method and the cost includes applicable taxes and stamp charges but exclude brokerage and other transactional charges.

Investments are reconciled with the custodian records on daily basis.

#### **Valuation of Investments**

The scheme marks all investments to market and carries investments in the Balance Sheet at the market value as on Balance Sheet date / date of determination / date of valuation.

The change in unrealised appreciation/depreciation in the value of investments is determined separately for each assets category at the year-end and is recognised in the Revenue Account. The change in net unrealised appreciation, if any, is transferred to /from "Unrealised Appreciation Reserve" shown as part of Reserves and Surplus.

As per directive received from NPS Trust, the valuation of investments is carried out by ICRA Management Consulting Services Limited (IMACS) w.e.f April 01, 2019. The Investment valuation methodology adopted by IMACS is as follows:

The following valuation norms are as prescribed by PFRDA (Preparation of Financial Statements and Auditor's Report of schemes under National Pension System) Guidelines - 2012.

#### **Central Government, State Government securities and Treasury bills are valued based on iMaCS 's internal valuation methodology as follows**

1. For traded securities, Last Traded Yield shall be considered with minimum quantum criteria as A. Gsec- 5 cr and above, B. State Government Securities- 5 cr and above, C. Treasury bill- 25 cr and above. Outlier trade if any(+/- Bps from the model yield) is not considered for the valuation.

2. For non- traded securities, bid-ask level shall be considered for valuation. If bid-ask yields are not available, the previous day's spread over benchmark is carried forward and considered for valuation.

3. Polling for outliers to be adopted for each level.

### **Valuation of Money Market Instrument and Mutual Fund.**

Money market instruments like, commercial paper, and certificate of deposit are valued at last quoted price / applicable Matrix based valuation for investment grade securities.

Mutual fund units are valued based on the net asset value of the preceding day of the valuation date

### **1.4 Income Recognition**

Interest income on all interest bearing investment is recognised on daily accrual basis; when investments are purchased, interest paid for the period from the last interest due date upto the date of purchase is debited to Interest Recoverable Account and not included in cost of purchase. Similarly interest received at the time of sale for the period from the last interest due date upto the date of sale credited to Interest Recoverable Account and not included in sale value.

Accretion of discount relating to Treasury bills is recognised over the holding / maturity period on a straight-line basis.

Profit or loss on sale of Government securities is the difference between the sale consideration net of expenses and the weighted average amortised cost as on the date of sale.

Profit or loss on sale of mutual fund units is the difference between the sale consideration net of expenses and the weighted average book cost.

### **1.5 Non-Performing Assets**

An investment is regarded as non-performing, if interest/principal or both amount has not been received or has remained outstanding for 90 days from the day such income/installment has fallen due. Where income receivable on investments has accrued but has not been received for a period of 90 days beyond the due date, provision is made by debiting to the Revenue Account for the income so accrued and no further accrual of income shall be made in respect of such investments.

Income on non-performing assets (NPA) is recognized on receipt and other incomes of miscellaneous nature are accounted for when there is certainty of collection.

### **1.6 Units reconciliation**

The subscribers' units as per Investment management system are reconciled with Central Recordkeeping Agency (CRA) records on daily basis.

## 1.7 Investment management fees

Investment management fees are recognised on daily accrual basis on closing Asset Under Management (AUM) in accordance with IMA. The Investment management fee is inclusive of brokerage but excludes custodian charges and applicable taxes, if any.

The Company has charged investment management fee as per the below slab structure basis the aggregate AUM managed by the PFM under all Scheme with effect from April 01,2021.

<b>AUM Slabs</b>	<b>Investment Management Fees%</b>
Upto 10,000 Cr	0.09%
10,001 – 50,000 Cr	0.06%
50,001 – 1,50,000 Cr	0.05%
Above 1,50,000 Cr	0.03%

This fee shall remain valid till further notice and subsequent revision, if any, shall be duly notified by the Company. The investment management fees charged until March 31, 2021 was 0.01% per annum (inclusive of brokerage but excluding custodian charges and applicable taxes), in terms of the Pension Fund Regulatory and Development Authority's circular no. PFRDA/6/PFM/9/2 dated July 31, 2014.

## 1.8 Trustee fees

The Company has started charging Trustee fee of 0.01% per annum, with effect from November 01, 2015 in terms of the National Pension Scheme Trust circular no. 1/20/2015/NPS dated October 19, 2015 and the fee has been revised to 0.005% per annum with effect from April 01, 2018.

The Company has stopped charging Trustee fee with effect from January 25, 2019, as directed by the Authority vide PFRDA circular no. PFRDA/17/03/31/0016/2018-SUP-PF/12 dated January 25, 2019.

Basis the direction from NPS Trust the Trustee Fees charge of 0.005% has been re-initiated with effect from 01<sup>st</sup> August 2019.

## 1.9 Other Expenses

Custody charges are recognised on daily accrual basis in accordance with IMA. Trustee bank charges, if any, are recognised when they are debited by the trustee bank on a quarterly basis.

## **2 Unit Premium Reserve**

Upon issue and redemption of units, the net premium or discount to the face value of units is adjusted against the Unit Premium Reserve of the Scheme.

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME G TIER I**

**Notes to accounts (Un-audited)**

**2.1 Contingent liabilities**

(In ₹)

Particulars	Scheme G Tier I	
	March 31, 2022	March 31, 2021
Uncalled liability on partly paid shares	NIL	NIL
Other commitments	NIL	NIL

**2.2 Investments**

All investments are performing investments. All investments of the scheme are in the name of the NPS Trust. All investments are traded investments.

**2.3 Details of transactions with sponsor and its related parties**

Nature of relationship	Name of the related party
<b>Pension fund manager</b>	HDFC Pension Management Company Limited
<b>Sponsor company</b>	HDFC Life Insurance Company Limited
<b>Associates and group companies</b>	
Holding Company	HDFC Limited
Ms. Vibha Padalkar	Key Management Personnel
Mr. Parvez Mulla	Key Management Personnel (Resigned w.e.f March 4, 2022)
Mr. Niraj Shah	Key Management Personnel (Appointed w.e.f March 7, 2022)
Mr. Sumit Shukla	Key Management Personnel (Resigned w.e.f March 31, 2022)
Mr. Sriram Iyer	Key Management Personnel (Appointed w.e.f April 1, 2022)
Mr. Fagun Panchohi	Key Management Personnel
Mr. Nagesh Pai	Key Management Personnel

The following represents significant transactions between the Company and its related parties for the half year ended March 31, 2022

(In ₹)

Nature of Transaction	Scheme G Tier I	
	March 31, 2022	March 31, 2021
Investment management fees	3,32,16,265	26,82,587

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme G Tier I	
	March 31, 2022	March 31, 2021
Investment management fees payable	61,64,394	13,53,738

Aggregate investments made in the Associates and group companies as at March 31, 2022 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme G Tier I			
		March 31, 2022		March 31, 2021	
		Cost	Market Value	Cost	Market Value
HDFC Ltd		NIL	NIL	NIL	NIL

**Investment with other Group Companies**

Nature of relationship	Name of the related party
Associates of Sponsor's Holding Company	HDFC Bank Limited

Aggregate investments made in the other group companies as at March 31, 2022 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme G Tier I			
		March 31, 2022		March 31, 2021	
		Cost	Market Value	Cost	Market Value
HDFC Bank Ltd		NIL	NIL	NIL	NIL

**2.4 Provision**

There are no provisions for doubtful deposits, debts and outstanding and accrued income.

**2.5 Aggregate value of purchase and sale with percentage to average assets**

Aggregate value of purchase and sale with percentage to average assets as at March 31, 2022 is as follows :

(In ₹)

Particulars	Scheme G Tier I	
	March 31, 2022	March 31, 2021
Average Net Asset Value	78,38,36,18,517	45,59,24,74,550
Purchase of Investment	1,37,47,49,42,632	1,34,03,02,48,809
% to average Net Assets Value	175.39%	293.97%
Sale of Investment	1,12,09,88,79,332	1,18,80,17,31,116
% to average Net Assets Value	143.01%	260.57%

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME G TIER I**

**Notes to accounts (Un-audited)**

Aggregate value of purchase and sale (excluding liquid mutual fund)\* with percentage to average assets as at March 31, 2022 is as follows :

(In ₹)

Particulars	Scheme G Tier I	
	March 31, 2022	March 31, 2021
Average Net Asset Value	78,38,36,18,517	45,59,24,74,550
Purchase of Investment	50,51,73,23,632	51,68,12,94,714
% to average Net Assets Value	64.45%	113.35%
Sale of Investment	28,82,75,45,343	36,28,82,45,838
% to average Net Assets Value	36.78%	79.59%

\*Liquid mutual fund investments are held for day to day cash management, hence excluded

**2.6 Investments falling under each major industry group**

The total value of investments falling under each major industry group (which constitutes not less than 5% of the total investments in the major classification of the financials) are disclosed as under:

(In ₹)

Industry Classification	Scheme G Tier I			
	As at March 31, 2022		As at March 31, 2021	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Central Government of India Loans	69,91,88,41,793	77.83%	37,91,02,40,603	71.85%
State Development Loans	10,19,30,87,592	11.35%	10,20,65,90,271	19.34%
Others	2,87,83,02,762	3.20%	3,32,45,64,026	6.30%
Mutual Funds	4,18,44,67,413	4.66%	47,10,71,446	0.89%
Fixed Deposite	90,14,16,000	1.00%	-	-
Net Current Assets	1,75,60,62,141	1.95%	84,87,74,523	1.61%
<b>Net Asset Value</b>	<b>89,83,21,77,701</b>	<b>100.00%</b>	<b>52,76,12,40,870</b>	<b>100.00%</b>

Note :

1. Industry classification has been taken at sub class level of National Industrial Classification (NIC) 2008.

**2.7 Age wise disclosure for Shares/debentures/ others application money pending allotment.**

(In ₹)

Security Name	Asset Type	Ageing	Scheme G Tier I	
			March 31, 2022	March 31, 2021
			NIL	NIL

**2.8 Prior Year Comparatives :**

The Figures of the previous period have been regrouped / rearranged, wherever applicable, to conform current year's presentation.

## 3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2022

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
<b>Debt Instruments</b>			
<b>Central Government Securities</b>			
1. 6.64% GOI Mat 16-Jun-2035	11,10,72,55,200	12.36%	Sovereign
2. 6.10% GOI Mat 12-Jul-2031	9,87,39,47,200	10.99%	Sovereign
3. 7.26% GOI Mat 14-Jan-2029	8,18,94,61,950	9.12%	Sovereign
4. 6.22% GOI Mat 16-Mar-2035	5,58,52,72,837	6.22%	Sovereign
5. 6.19% GOI Mat 16-Sep-2034	3,89,81,50,200	4.34%	Sovereign
6. 6.67% GOI Mat 17-Dec-2050	3,21,73,65,270	3.58%	Sovereign
7. 7.95% GOI Mat 28-Aug-2032	3,15,30,88,417	3.51%	Sovereign
8. 7.57% GOI Mat 17-June-2033	2,94,26,81,280	3.28%	Sovereign
9. Gsec C-STRIPS Mat 17-Jun-2027	1,66,73,47,262	1.86%	Sovereign
10. 4.56% GOI Mat 29-Nov-2023	1,99,01,82,000	2.22%	Sovereign
11. Gsec C-STRIPS Mat 17-Dec-2027	1,17,17,62,289	1.30%	Sovereign
12. 8.83% GOI Mat 12-Dec-2041	1,74,23,32,515	1.94%	Sovereign
13. 7.88%GOI Mat 19-Mar-2030	1,50,38,66,340	1.67%	Sovereign
14. Gsec C-STRIPS Mat 22-Aug-2029	78,38,89,654	0.87%	Sovereign
15. Gsec C-STRIPS Mat 17-June-2028	50,06,60,870	0.56%	Sovereign
16. 6.76% GOI Mat 22-Feb-2061	70,16,22,000	0.78%	Sovereign
17. 9.20% GOI Mat 30-Sep-2030	85,35,94,382	0.95%	Sovereign
18. 8.28% GOI Mat 15-Feb-2032	78,07,47,613	0.87%	Sovereign
19. 8.17% GOI Mat 01-Dec-2044	78,79,08,503	0.88%	Sovereign
20. Gsec C-STRIPS Mat 22-Aug-2028	42,19,17,991	0.47%	Sovereign
21. 7.40% GOI Mat 09-Sep-2035	64,89,53,698	0.72%	Sovereign
22. Gsec C-STRIPS Mat 15-Jun-2027	43,96,44,388	0.49%	Sovereign
23. Gsec C-STRIPS Mat 22-Feb-2028	40,48,34,531	0.45%	Sovereign
24. Gsec C-STRIPS Mat 15-Sep-2027	42,19,41,256	0.47%	Sovereign
25. Gsec C-STRIPS Mat 15-Dec-2027	28,12,68,543	0.31%	Sovereign
26. Gsec C-STRIPS Mat 15-Jun-2028	26,82,54,663	0.30%	Sovereign
27. 7.06% GOI Mat 10-Oct-2046	39,91,29,930	0.44%	Sovereign
28. Gsec C-STRIPS Mat 22-Aug-2027	28,20,83,000	0.31%	Sovereign
29. 7.61% GOI Mat 09-May-2030	37,48,94,532	0.42%	Sovereign
30. Gsec C-STRIPS Mat 22-Feb-2029	21,75,66,274	0.24%	Sovereign
31. Gsec C-STRIPS Mat 15-Dec-2028	19,56,73,353	0.22%	Sovereign
32. Gsec C-STRIPS Mat 16-Jun-2027	21,59,35,610	0.24%	Sovereign
33. Gsec C-STRIPS Mat 16-Dec-2027	20,73,59,855	0.23%	Sovereign
34. 8.60% GOI Mat 02-Jun-2028	29,24,86,838	0.33%	Sovereign
35. Gsec C-STRIPS Mat 23-Dec-2026	19,29,34,505	0.21%	Sovereign
36. 7.16% GOI Mat 20-Sep-2050	24,75,61,500	0.28%	Sovereign
37. 6.99% GOI Mat 15-Dec-2051	19,96,12,102	0.22%	Sovereign
38. Gsec C-STRIPS Mat 15-Jun-2026	15,80,66,748	0.18%	Sovereign
39. 7.17% GOI Mat 08-Jan-2028	20,60,01,200	0.23%	Sovereign
40. 8.30% GOI Mat 02-Jul-2040	20,95,87,950	0.23%	Sovereign
41. 8.13% GOI Mat 22-Jun-2045	19,47,14,081	0.22%	Sovereign
42. 8.28% GOI Mat 21-Sep-2027	18,79,45,736	0.21%	Sovereign
43. 8.97% GOI Mat 05-Dec-2030	17,83,74,652	0.20%	Sovereign
44. Gsec C-STRIPS Mat 15-Mar-2027	11,03,47,569	0.12%	Sovereign
45. 7.19% GOI Mat 15-Sep-2060	14,79,82,650	0.16%	Sovereign
46. Gsec C-STRIPS Mat 22-Feb-2027	7,34,67,255	0.08%	Sovereign
47. 8.30% GOI Mat 31-Dec-2042	10,92,37,986	0.12%	Sovereign
48. 7.59% GOI Mat 20-Mar-2029	9,93,45,965	0.11%	Sovereign
49. Gsec C-STRIPS Mat 10-Feb-2027	6,34,23,420	0.07%	Sovereign
50. Gsec C-STRIPS Mat 10-Aug-2027	6,09,37,609	0.07%	Sovereign
51. 8.24% GOI Mat 10-Nov-2033	9,27,01,041	0.10%	Sovereign
52. Gsec C-STRIPS Mat 17-Dec-2028	3,83,52,055	0.04%	Sovereign
53. Gsec C-STRIPS Mat 26-Apr-2027	3,92,09,803	0.04%	Sovereign
54. Gsec C-STRIPS Mat 26-Oct-2027	3,76,60,692	0.04%	Sovereign
55. Gsec C-STRIPS Mat 12-Jun-2026	4,10,71,632	0.05%	Sovereign
56. Gsec C-STRIPS Mat 12-Dec-2026	3,96,26,338	0.04%	Sovereign
57. Gsec C-STRIPS Mat 12-Jun-2027	3,81,30,607	0.04%	Sovereign
58. Gsec C-STRIPS Mat 12-Dec-2027	3,66,16,915	0.04%	Sovereign
59. Gsec C-STRIPS Mat 12-Jun-2028	3,49,23,409	0.04%	Sovereign
60. Gsec C-STRIPS Mat 12-Dec-2028	3,37,67,121	0.04%	Sovereign
61. Gsec C-STRIPS Mat 12-Jun-2029	3,20,99,946	0.04%	Sovereign
62. Gsec C-STRIPS Mat 12-Dec-2029	3,10,00,558	0.03%	Sovereign
63. 7.37% GOI Mat 16-Apr-2023	5,04,90,416	0.06%	Sovereign
64. 8.33% GOI Mat 09-Jul-2026	5,24,65,638	0.06%	Sovereign
65. 8.33% GOI Mat 07-June-2036	5,24,26,683	0.06%	Sovereign
66. 8.20% GOI Mat 24-Sep-2025	5,05,46,847	0.06%	Sovereign
67. 7.72% GOI Mat 26-Oct-2055	4,71,76,093	0.05%	Sovereign
68. 7.69% GOI Mat 17-June-2043	4,49,80,954	0.05%	Sovereign
69. 8.15% GOI Mat 24-Nov-2026	4,18,80,195	0.05%	Sovereign
70. 7.63% GOI Mat 17-June-2059	3,79,51,569	0.04%	Sovereign
71. 7.50% GOI Mat 10-Aug-2034	2,89,75,492	0.03%	Sovereign
72. 6.68% GOI Mat 17-Sep-2031	2,27,84,802	0.03%	Sovereign
73. Gsec C-STRIPS Mat 17-Dec-2026	1,44,90,263	0.02%	Sovereign
74. 6.57% GOI Mat 05-Dec-2033	1,17,15,353	0.01%	Sovereign
75. 9.23% GOI Mat 23-Dec-2043	1,22,13,691	0.01%	Sovereign

## 3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2022

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
76. 8.32% GOI Mat 02-Aug-2032	97,14,965	0.01%	Sovereign
77. 8.24% GOI Mat 15-Feb-2027	83,98,904	0.01%	Sovereign
78. Gsec C-STRIPS Mat 15-Dec-2026	29,90,252	0.00%	Sovereign
79. 7.73% GOI Mat 19-Dec-2034	41,68,925	0.00%	Sovereign
80. 8.26% GOI Mat 02-Aug-2027	26,91,690	0.00%	Sovereign
81. 8.40% GOI Mat 28-Jul-2024	11,28,758	0.00%	Sovereign
82. 7.72% GOI Mat 25-May-2025	10,58,501	0.00%	Sovereign
83. 7.16% GOI Mat 20-May-2023	1,33,510	0.00%	Sovereign
<b>State Development Loans</b>			
1. 6.73% Tamil Nadu SDL Mat 13-May-2030	1,27,37,25,700	1.42%	Sovereign
2. 5.80% Maharashtra SDL Mat 02-Feb-2025	1,00,72,95,169	1.12%	Sovereign
3. 6.87% MAHARASHTRA SDL 2030	93,19,05,914	1.04%	Sovereign
4. 6.90% Gujrat SDL Mat 31-Mar-2030	77,75,43,425	0.87%	Sovereign
5. 8.16% Karnataka SDL Mat 26-Nov-2025	74,85,20,500	0.83%	Sovereign
6. 8.25% Gujrat SDL Mat 25-Apr-2028	63,92,12,400	0.71%	Sovereign
7. 7.18% Maharashtra SDL Mat 28-June-2029	60,52,80,600	0.67%	Sovereign
8. 6.66% Tamil Nadu SDL Mat 26-Aug-2030	48,68,31,000	0.54%	Sovereign
9. 8.08% Maharashtra SDL Mat 26-Dec-2028	47,40,23,395	0.53%	Sovereign
10. 6.60% Tamil Nadu SDL Mat 24-June-2029	35,41,37,488	0.39%	Sovereign
11. 6.81% Maharashtra SDL Mat 07-Oct-2028	34,83,67,250	0.39%	Sovereign
12. 8.16% Gujrat SDL Mat 09-May-2028	26,53,09,750	0.30%	Sovereign
13. 6.95% Tamil Nadu SDL Mat 17-Feb-2031	24,73,72,250	0.28%	Sovereign
14. 7.10% Maharashtra SDL Mat 04-Aug-2036	19,80,26,400	0.22%	Sovereign
15. 7.83% Maharashtra SDL Mat 08-Apr-2030	14,93,76,808	0.17%	Sovereign
16. 7.60% Maharashtra SDL Mat 15-Apr-2030	10,30,17,000	0.11%	Sovereign
17. 7.28% Gujrat SDL Mat 18-Dec-2029	10,12,75,100	0.11%	Sovereign
18. 7.20% Maharashtra SDL Mat 23-Oct-2029	10,08,02,900	0.11%	Sovereign
19. 8.53% Tamil Nadu SDL Mat 28-Nov-2028	8,03,39,813	0.09%	Sovereign
20. 8.38% Gujrat SDL Mat 27-Feb-2029	7,51,66,420	0.08%	Sovereign
21. 8.30% Gujrat SDL Mat 06-Feb-2029	7,48,29,300	0.08%	Sovereign
22. 9.53% Gujrat SDL Mat 12-Feb-2024	7,48,26,640	0.08%	Sovereign
23. 7.05% MAHARASHTRA SDL 2032	6,37,09,668	0.07%	Sovereign
24. 7.65% Tamil Nadu SDL Mat 06-Dec-2027	6,26,16,180	0.07%	Sovereign
25. 8.37% Tamil Nadu SDL Mat 05-Dec-2028	6,14,50,571	0.07%	Sovereign
26. 8.61% Tamil Nadu SDL Mat 03-Sep-2027	5,45,79,550	0.06%	Sovereign
27. 8.35% Gujrat SDL Mat 06-Mar-2029	5,36,20,750	0.06%	Sovereign
28. 9.63% Maharashtra SDL Mat 12-Feb-2024	5,35,34,500	0.06%	Sovereign
29. 9.24% Maharashtra SDL Mat 16-Jan-2024	5,30,84,300	0.06%	Sovereign
30. 8.17% Gujrat SDL Mat 19-Dec-2028	5,30,53,650	0.06%	Sovereign
31. 8.05% Tamil Nadu SDL Mat 18-April-2028	5,28,23,750	0.06%	Sovereign
32. 7.78% Maharashtra SDL Mat 24-Mar-2029	5,21,49,100	0.06%	Sovereign
33. 7.26% Gujrat SDL Mat 11-Dec-2029	5,05,78,100	0.06%	Sovereign
34. 7.96% Maharashtra SDL Mat 29-Jun-2026	4,99,08,078	0.06%	Sovereign
35. 8.60% Gujrat SDL Mat 17-Oct-2028	4,93,74,345	0.05%	Sovereign
36. 8.36% Maharashtra SDL Mat 27-Jan-2026	4,93,54,596	0.05%	Sovereign
37. 8.47% Maharashtra SDL Mat 10-Feb-2026	4,84,77,240	0.05%	Sovereign
38. 6.82% Maharashtra SDL Mat 05-May-2032	4,76,52,502	0.05%	Sovereign
39. 6.63% Tamil Nadu SDL Mat 23-Dec-2035	4,75,34,350	0.05%	Sovereign
40. 8.67% Maharashtra SDL Mat 24-Feb-2026	3,25,44,210	0.04%	Sovereign
41. 8.65% Gujrat SDL Mat 10-Oct-2028	2,71,83,025	0.03%	Sovereign
42. 8.47% Gujrat SDL Mat 21-Aug-2028	2,15,32,220	0.02%	Sovereign
43. 8.18% Tamil Nadu SDL Mat 19-Dec-2028	2,12,32,020	0.02%	Sovereign
44. 6.53% Tamil Nadu SDL Mat 06-Jan-2031	1,39,66,325	0.02%	Sovereign
45. 8.72% Andhra Pradesh SDL Mat 24-Feb-2026	1,08,57,940	0.01%	Sovereign
46. 7.18% Tamil Nadu SDL Mat 26-July-2027	1,02,81,950	0.01%	Sovereign
47. 8.00% Tamil Nadu SDL Mat 28-Oct-2025	85,09,032	0.01%	Sovereign
48. 8.50% Gujrat SDL Mat 28-Nov-2028	75,02,699	0.01%	Sovereign
49. 8.24% Andhra Pradesh SDL Mat 09-Sep-2025	46,27,804	0.01%	Sovereign
50. 8.44% Tamil Nadu SDL Mat 26-Nov-2024	43,12,250	0.00%	Sovereign
51. 7.17% Maharashtra SDL Mat 16-Oct-2029	40,25,216	0.00%	Sovereign
52. 8.17% Tamil Nadu SDL Mat 26-Nov-2025	26,31,309	0.00%	Sovereign
53. 9.49% Tamil Nadu SDL Mat 18-Dec-2023	10,69,352	0.00%	Sovereign
54. 9.39% Maharashtra SDL Mat 20-Nov-2023	10,64,803	0.00%	Sovereign
55. 9.77% Andhra Pradesh SDL Mat 28-Aug-2023	10,60,985	0.00%	Sovereign
<b>Other Securities, whose principal and interest is guaranteed</b>			
1. 6.79% BSNL NCD (GOI Guranteed) Mat 23.09.2030	1,48,00,17,084	1.65%	AAA
2. 6.65% Food Corporation of India Ltd Mat 23-Oct-2030	1,26,66,79,907	1.41%	AAA
3. 8.95% Food Corporation of India Ltd Mat 01-Mar-2029	8,78,08,881	0.10%	AAA
4. 7.64% Food Corporation of India Ltd Mat 12-Dec-2029	3,39,92,097	0.04%	AAA
5. 8.80% Food Corporation of India Ltd Mat 22-Mar-2028	98,04,793	0.01%	AAA
<b>Debt Instruments Total</b>	<b>82,02,75,55,147</b>	<b>91.31%</b>	

NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME G TIER I

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2022

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
<b>Money Market Instruments</b>			
<b>Liquid Mutual Funds</b>			
1. Aditya Birla Sun Life Overnight Fund - Growth -Direct Plan	3,23,87,30,232	3.61%	AAA
2. Invesco India Overnight Fund - Direct Plan - Growth	94,57,37,181	1.05%	AAA
<b>Treasury Bills</b>			
1. 364 Day Tbill Mat 16-Feb-2023	96,26,77,000	1.07%	Sovereign
<b>Fixed Deposite</b>			
1. 3.05% Axis Bank FD Mat 07-Apr-2022	90,14,16,000	1.00%	
<b>Money Market Instruments Total</b>	<b>6,04,85,60,413</b>	<b>6.73%</b>	
Cash/Cash Equivalent & Net Current Assets	1,75,60,62,141	1.95%	
<b>Grand Total</b>	<b>89,83,21,77,701</b>	<b>100.00%</b>	
Average Maturity of Portfolio (in yrs) #	10.63		
Modified Duration (in yrs) #	6.84		
Yield to Maturity (%) (annualised) (at market price) #	6.92%		
<b>Credit Rating Exposure</b>			
Central Government Securities	68,95,61,64,793	76.76%	
State Development Loans	10,19,30,87,592	11.35%	
AAA / equivalent	2,87,83,02,762	3.20%	
A1+ / equivalent (Certificate of Deposits / Commercial Papers)	-	-	
AA+ / equivalent	-	-	
AA / equivalent	-	-	
AA- / equivalent	-	-	
A+ / equivalent	-	-	
A / equivalent	-	-	
A- / equivalent	-	-	
BBB+ / equivalent	-	-	
BBB / equivalent	-	-	
BBB- / equivalent	-	-	
Lower (Below Investment Grade)	-	-	
(out of above Net NPA)	-	-	
<b>TOTAL</b>	<b>82,02,75,55,147</b>	<b>91.31%</b>	
Bank FD	90,14,16,000	1.00%	
Equity	-	-	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	5,14,71,44,413	5.73%	
Cash / cash equivalent net current assets	1,75,60,62,141	1.95%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
<b>Grand Total</b>	<b>89,83,21,77,701</b>	<b>100.00%</b>	
Units Outstanding	4,09,25,40,392		
NAV	21.9502		
<b>Notes:</b>			
a. Total NPAs provided for and its percentage to NAV		-	
b. Total value and percentage of illiquid equity shares		-	
c. NAV at September 30,2021		21.8907	
d. NAV at March 31,2022		21.9502	
e. Total outstanding exposure in derivative instruments at March 31, 2022		-	
f. Total 'Infrastructure investments' March 31, 2022		2,87,83,02,762	

# Calculated on debt portfolio

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME G TIER I**

**3.1 KEY STATISTICS FOR THE HALF YEAR ENDED MARCH 31, 2022 (UN-AUDITED)**

Sr No	Particulars	Scheme G Tier I	
		March 31, 2022	March 31, 2021
1	NAV per unit (₹) I		
	Open	21.8907	20.7277
	High	22.1420	21.5426
	Low	21.4811	20.7488
	End	21.9502	21.1792
2	Closing Assets Under Management (₹ in Lakhs)		
	End	8,98,321.78	5,27,612.41
	Average daily net assets (AAuM) II	7,83,836.19	4,55,924.75
3	Gross income as % of AAuM III	3.39%	4.86%
4	Expense ratio		
a	Total expense as % of AAuM (scheme wise) IV	0.05%	0.02%
b	Management fee as % of AAuM (scheme wise) V	0.08%	0.01%
5	Net income as % of AAuM VI	0.34%	1.92%
6	Portfolio turnover ratio VII	36.78%	79.59%
7	Returns (%)* Compounded Annualised Yield VIII		
	Last 1 Year	3.64%	8.10%
	Last 3 Years	8.95%	10.93%
	Last 5 Years	8.14%	9.89%
	Last 10 Years	NA	NA
	Since Launch of the scheme (01/08/2013)	9.49%	10.28%
* Declared NAV; Returns calculated based on declared NAV			
I	NAV = (Market value of investment held by scheme + value of current assets - value of current liability and provisions, if any) / (no. of units at the valuation date (before creation/ redemption of units))		
II	AAuM = Average daily net assets		
III	Gross income = Total Income as per Revenue Account		
IV	Total expenses = Expenses include management fees, custody fees, trustee fees, Depository and settlement charges and Stamp duty but excludes Unrealised /Realised loss		
V	Management fee as % of AAuM is annualised. Management fees (Including applicable Taxes) as per Revenue Account		
VI	Net income = Surplus / Deficit as per Revenue Account		
VII	Portfolio turnover = Lower of sales or purchase divided by the average AUM for the period. Investments in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management		
VIII	Returns (%)* Compounded Annualised Yield is to be calculated based on following formula: = ((1+ cumulative return) <sup>n</sup> -1 (where n=365/no. of days)		



# **NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME G TIER II**

**Un-audited Financial Statements for the half year  
ended March 31, 2022**

## ***Contents***

Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts

**NATIONAL PENSION SYSTEM TRUST****NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME G TIER II**

UN-AUDITED BALANCE SHEET AS AT MARCH 31, 2022

(In ₹)

Particulars	Schedule	Scheme G Tier II	
		March 31, 2022	March 31, 2021
<b>Liabilities</b>			
Unit Capital	1	1,92,46,77,915	1,22,40,54,544
Reserves & Surplus	2	2,35,83,26,861	1,39,94,24,211
Current Liabilities and Provisions	3	3,78,58,795	4,18,28,680
<b>Total</b>		<b>4,32,08,63,571</b>	<b>2,66,53,07,435</b>
<b>Assets</b>			
Investments	4	4,15,00,69,807	2,62,35,47,802
Deposits	5	82,43,000	-
Other Current Assets	6	16,25,50,764	4,17,59,633
<b>Total</b>		<b>4,32,08,63,571</b>	<b>2,66,53,07,435</b>
(a) Net asset as per Balance Sheet (Schedule 4+5+6 -3)		4,28,30,04,776	2,62,34,78,755
(b) Number of units outstanding		19,24,67,791	12,24,05,454
(c) NAV per unit (a)/(b) (₹)		22.2530	21.4326
<b>Significant accounting policies and notes to accounts</b>	7		

The notes referred to above form an integral part of the financial statements.

For and on behalf of Board of Directors of HDFC Pension Management Company Limited

Vibha Padalkar  
(Director)Niraj Shah  
(Director)Sriram Iyer  
(Chief Executive Officer)Fagun Pancholi  
(Chief Financial Officer)Nagesh Pai  
(Company Secretary)

Place : Mumbai

Date : April 22,2022

**NATIONAL PENSION SYSTEM TRUST**

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME G TIER II**

UN-AUDITED REVENUE ACCOUNT FOR THE HALF YEAR ENDED MARCH 31, 2022

(In ₹)

Particulars	Schedule	Scheme G Tier II	
		March 31, 2022	March 31, 2021
<b>Income</b>			
Interest		13,44,90,923	7,31,40,834
Profit on sale/redemption of investments		17,12,545	9,72,913
Unrealised gain on appreciation in investments		1,54,987	-
Other income			
- Miscellaneous Income		-	2,345
<b>Total Income (A)</b>		<b>13,63,58,455</b>	<b>7,41,16,092</b>
<b>Expenses &amp; Losses</b>			
Unrealised losses in value of investments		11,48,06,618	4,23,86,254
Loss on sale/redemption of investments		49,08,369	-
Management fees (including Goods and Service Tax)		16,97,283	1,29,175
NPS Trust fees		99,838	54,736
Custodian fees		73,931	38,287
CRA fees		2,75,026	2,02,737
Less : Amount recoverable on sale of units on account of CRA Charges		(2,75,026)	(2,02,737)
Depository and settlement charges		22,792	17,081
Stamp Duty on Bond/Mutual Fund		-	1,87,848
<b>Total Expenditure (B)</b>		<b>12,16,08,831</b>	<b>4,28,13,381</b>
<b>Surplus/(Deficit) for the year (A-B = C)</b>		<b>1,47,49,624</b>	<b>3,13,02,711</b>
Less: Amount transferred to Unrealised appreciation account		1,61,37,916	4,18,19,691
Less: Amount transferred to General Reserve		(3,08,87,540)	(7,31,22,402)
<b>Amount carried forward to Balance Sheet</b>		<b>-</b>	<b>-</b>
<b>Significant accounting policies and notes to accounts</b>	7		

The notes referred to above form an integral part of the financial statements.

For and on behalf of Board of Directors of HDFC Pension Management Company Limited

**Vibha Padalkar**  
(Director)

**Niraj Shah**  
(Director)

**Sriram Iyer**  
(Chief Executive Officer)

**Fagun Pancholi**  
(Chief Financial Officer)

**Nagesh Pai**  
(Company Secretary)

Place : Mumbai  
Date : April 22,2022

**NATIONAL PENSION SYSTEM TRUST**

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME G TIER II**

Schedules forming part of the un-audited half yearly financial statements

**Schedule 1: Unit capital**

(In ₹)

Particulars	Scheme G Tier II	
	March 31, 2022	March 31, 2021
<b>Initial capital</b>		
<b>Unit capital</b>		
Outstanding units at the beginning of the period	1,61,51,84,498	81,74,09,433
Add :Units issued during the period	1,03,57,94,037	72,49,45,606
Less: Units redeemed during the period	(72,63,00,620)	(31,83,00,495)
<b>Outstanding at the end of the period</b>	<b>1,92,46,77,915</b>	<b>1,22,40,54,544</b>
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>		
Outstanding units at the beginning of the period	16,15,18,450	8,17,40,943
Add :Units issued during the period	10,35,79,404	7,24,94,561
Less: Units redeemed during the period	(7,26,30,063)	(3,18,30,050)
<b>Outstanding Units at the end of the period</b>	<b>19,24,67,791</b>	<b>12,24,05,454</b>

**Schedule 2: Reserves and surplus**

(In ₹)

Particulars	Scheme G Tier II	
	March 31, 2022	March 31, 2021
<b>Unit premium reserve</b>		
Opening balance	1,62,22,05,092	69,21,21,424
Add: Premium on Units issued	1,26,12,97,299	83,30,44,821
Less: Premium on Units redeemed	(88,47,56,954)	(36,39,79,193)
Add: Transfer from General Reserve	-	-
<b>Closing balance</b>	<b>1,99,87,45,437</b>	<b>1,16,11,87,052</b>
<b>General Reserve</b>		
Opening balance	32,21,10,742	14,62,41,298
Add/(Less): Transfer from/(to) Revenue Account	3,08,87,540	7,31,22,402
Less: Transfer to Unit Premium Reserve	-	-
<b>Closing balance</b>	<b>35,29,98,282</b>	<b>21,93,63,700</b>
<b>Unrealised Appreciation Reserve</b>		
Opening balance	2,27,21,058	6,06,93,150
Add: Adjustment for Previous years unrealised appreciation reserve	-	-
Add/(Less): Transfer from/(to) Revenue Account	(1,61,37,916)	(4,18,19,691)
<b>Closing balance</b>	<b>65,83,142</b>	<b>1,88,73,459</b>
<b>Total</b>	<b>2,35,83,26,861</b>	<b>1,39,94,24,211</b>

**Schedule 3: Current liabilities and provisions**

(In ₹)

Particulars	Scheme G Tier II	
	March 31, 2022	March 31, 2021
<b>Current liabilities &amp; Provisions</b>		
Sundry creditors for expenses	3,54,108	1,13,402
Redemption Payable	3,74,77,617	2,76,35,142
TDS Payable	27,070	2,319
Contracts for purchase of investments	-	1,40,77,817
<b>Total</b>	<b>3,78,58,795</b>	<b>4,18,28,680</b>

**NATIONAL PENSION SYSTEM TRUST****NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME G TIER II**

Schedules forming part of the un-audited half yearly financial statements

**Schedule 4: Investments (Long Term and Short Term)****(In ₹)**

Particulars	Scheme G Tier II	
	March 31, 2022	March 31, 2021
Central and state government securities (including treasury bills )	3,99,49,17,312	2,57,52,49,684
Others - Mutual Fund Units	15,51,52,495	4,82,98,118
<b>Total</b>	<b>4,15,00,69,807</b>	<b>2,62,35,47,802</b>

**Schedule 5: Deposits****(In ₹)**

Particulars	Scheme G Tier II	
	March 31, 2022	March 31, 2021
Deposits with scheduled banks	82,43,000	-
<b>Total</b>	<b>82,43,000</b>	<b>-</b>

**Schedule 6: Other current assets****(In ₹)**

Particulars	Scheme G Tier II	
	March 31, 2022	March 31, 2021
Balances with banks in current account	10,49,92,915	5,079
Outstanding and accrued income	5,75,57,849	3,17,54,554
Sundry debtors	-	1,00,00,000
<b>Total</b>	<b>16,25,50,764</b>	<b>4,17,59,633</b>

# NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME G TIER II

## Schedule 7

### Significant accounting policies & notes to accounts for the half year ended March 31, 2022

#### 1.1 Background

HDFC Pension Management Company Limited ('the Company') has been appointed as a Pension Fund Manager ('PFM') by the Pension Fund Regulatory and Development Authority ("PFRDA") for the management of Pension Schemes under the National Pension System ('NPS'). Accordingly, the Company has entered into an Investment Management Agreement ('IMA') with NPS Trust. The Pension Fund Regulatory and Development Authority ("PFRDA" / "Authority") guidelines require each PFM to manage subscribers' funds. As per unbundled architecture of the NPS, the main responsibility of PFM is to manage funds in accordance with the laid down guidelines and declare NAV. As per the architecture, the NSDL e-Governance Infrastructure Ltd and , KFin Technologies Private Ltd and Computer Age Management Services Ltd being the Central Recordkeeping Agency (CRA) provides consolidated data to PFM for allotment / redemption of units and Axis Bank, being the Trustee Bank, provides / receives funds on consolidated basis in respect of such allotment / redemption.

**Central Record Keeping Agency (CRA):** NSDL e-Governance Infrastructure Ltd, KFin Technologies Private Ltd, Computer Age Management Services Ltd and PFRDA have set up Central Recordkeeping Agency (CRA) for the NPS

Some of the key responsibilities of the CRA include the following:

- Record keeping, Administration and Customer service function for NPS subscriber,
- Providing Unique Permanent Retirement Account Number (PRAN) to each subscriber,
- Maintaining database of all PRANs issued and recording transactions relating to each subscribers PRAN,
- PRAN Transaction Statement,
- An operational interface between PFRDA and other NPS intermediaries such as Pension Funds, Annuity Service Providers, Trust Bank etc.

CRA is responsible to resolve all queries pertaining to investors. CRA informs about the fund flow to Pension Fund Managers (PFM) and also instruct Axis Bank to credit PFM's pool account maintained with them.

NPS trust has designated Stock Holding Corporation of India Ltd. (SHCIL) as the custodian, who is responsible for safe custody of securities and settlements of trades.

The fees payable to CRA, in terms of IMA, is charged to the investor by redeeming the equivalent number of units on receipt of intimation from CRA. As stated above, the amount of funds received from the subscribers is intimated by the Trustee Bank on consolidated basis on T+2 basis. PFM records the same on receipt basis. Accordingly, funds with Trustee Bank at the year end do not get reflected in the financial statements.

## **1.2 Basis of preparation**

The financial statements have been prepared to comply with the Pension Fund Regulatory and Development Authority Act, 2013, PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012, Accounting Standards notified under the Companies Act, 1956 to the extent made applicable by PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012 and generally accepted accounting principles. These financial statements have been prepared on an accrual basis, except as otherwise stated.

The financials have been prepared for SCHEME G TIER II being managed by the Company.

The Company manages eight separate schemes under the two tiered structure (Tier I and II) prescribed under the NPS. The schemes are classified as Scheme E, C, G, A and Tax Saver based on the asset class prescribed under the NPS as follows:

Scheme E - Equity market instruments

Scheme C - Credit risk bearing fixed income instruments

Scheme G - Government securities

Scheme A – Alternate Investment funds

Scheme Tax Saver - Hybrid Investments

## **1.3 Investments**

Transactions for purchase and sale of securities are accounted on trade date.

The holding cost of investments is determined by the weighted average cost method and the cost includes applicable taxes and stamp charges but exclude brokerage and other transactional charges.

Investments are reconciled with the custodian records on daily basis.

### **Valuation of Investments**

The scheme marks all investments to market and carries investments in the Balance Sheet at the market value as on Balance Sheet date / date of determination / date of valuation.

The change in unrealised appreciation/depreciation in the value of investments is determined separately for each assets category at the year-end and is recognised in the Revenue Account. The change in net unrealised appreciation, if any, is transferred to /from "Unrealised Appreciation Reserve" shown as part of Reserves and Surplus.

As per directive received from NPS Trust, the valuation of investments is carried out by ICRA Management Consulting Services Limited (IMACS) w.e.f April 01, 2019. The Investment valuation methodology adopted by IMACS is as follows:

The following valuation norms are as prescribed by PFRDA (Preparation of Financial Statements and Auditor's Report of schemes under National Pension System) Guidelines - 2012.

### **Central Government, State Government securities and Treasury bills are valued based on iMaCS 's internal valuation methodology as follows**

1.For traded securities, Last Traded Yield shall be considered with minimum quantum criteria as  
A. Gsec- 5 cr and above, B. State Government Securities- 5 cr and above, C. Treasury bill- 25 cr and above. Outlier trade if any(+/- Bps from the model yield) is not considered for the valuation.

2.For non- traded securities, bid-ask level shall be considered for valuation. If bid-ask yields are not available, the previous day's spread over benchmark is carried forward and considered for valuation.

3.Polling for outliers to be adopted for each level.

### **Valuation of Money Market Instrument and Mutual Fund.**

Money market instruments like, commercial paper, and certificate of deposit are valued at last quoted price / applicable Matrix based valuation for investment grade securities.

Mutual fund units are valued based on the net asset value of the preceding day of the valuation date

## **1.4 Income Recognition**

Interest income on all interest bearing investment is recognised on daily accrual basis; when investments are purchased, interest paid for the period from the last interest due date upto the date of purchase is debited to Interest Recoverable Account and not included in cost of purchase. Similarly interest received at the time of sale for the period from the last interest due date upto the date of sale credited to Interest Recoverable Account and not included in sale value.

Accretion of discount relating to Treasury bills is recognised over the holding / maturity period on a straight-line basis.

Profit or loss on sale of Government securities is the difference between the sale consideration net of expenses and the weighted average amortised cost as on the date of sale.

Profit or loss on sale of mutual fund units is the difference between the sale consideration net of expenses and the weighted average book cost.

## **1.5 Non-Performing Assets**

An investment is regarded as non-performing, if interest/principal or both amount has not been received or has remained outstanding for 90 days from the day such income/installment has fallen due. Where income receivable on investments has accrued but has not been received for a period of 90 days beyond the due date, provision is made by debiting to the Revenue Account for the income so accrued and no further accrual of income shall be made in respect of such investments.

Incomes on non-performing assets (NPA) are recognized on receipt and other incomes of miscellaneous nature are accounted for when there is certainty of collection.

## **1.6 Units reconciliation**

The subscribers' units as per Investment management system are reconciled with Central Recordkeeping Agency (CRA) records on daily basis.

## **1.7 Investment management fees**

Investment management fees are recognised on daily accrual basis on closing Asset Under Management (AUM) in accordance with IMA. The Investment management fee is inclusive of brokerage but excludes custodian charges and applicable taxes, if any.

The Company has charged investment management fee as per the below slab structure basis the aggregate AUM managed by the PFM under all Scheme with effect from April 01,2021.

<b>AUM Slabs</b>	<b>Investment Management Fees%</b>
Upto 10,000 Cr	0.09%
10,001 – 50,000 Cr	0.06%
50,001 – 1,50,000 Cr	0.05%
Above 1,50,000 Cr	0.03%

This fee shall remain valid till further notice and subsequent revision, if any, shall be duly notified by the Company.

The investment management fees charged until March 31, 2021 was 0.01% per annum (inclusive of brokerage but excluding custodian charges and applicable taxes), in terms of the Pension Fund Regulatory and Development Authority's circular no. PFRDA/6/PFM/9/2 dated July 31, 2014.

### **1.8 Trustee fees**

The Company has started charging Trustee fee of 0.01% per annum, with effect from November 01, 2015 in terms of the National Pension Scheme Trust circular no. 1/20/2015/NPS dated October 19, 2015 and the fee has been revised to 0.005% per annum with effect from April 01, 2018.

The Company has stopped charging Trustee fee with effect from January 25, 2019, as directed by the Authority vide PFRDA circular no. PFRDA/17/03/31/0016/2018-SUP-PF/12 dated January 25, 2019.

Basis the direction from NPS Trust the Trustee Fees charge of 0.005% has been re-initiated with effect from 01<sup>st</sup> August 2019.

### **1.9 Other Expenses**

Custody charges are recognised on daily accrual basis in accordance with IMA. Trustee bank charges, if any, are recognised when they are debited by the trustee bank on a quarterly basis.

## **2 Unit Premium Reserve**

Upon issue and redemption of units, the net premium or discount to the face value of units is adjusted against the Unit Premium Reserve of the Scheme.

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME G TIER II**

**Notes to accounts (Un-audited)**

**2.1 Contingent liabilities**

(In ₹)

Particulars	Scheme G Tier II	
	March 31, 2022	March 31, 2021
Uncalled liability on partly paid shares	NIL	NIL
Other commitments	NIL	NIL

**2.2 Investments**

All investments are performing investments. All investments of the scheme are in the name of the NPS Trust. All investments are traded investments.

**2.3 Details of transactions with sponsor and its related parties**

Nature of relationship	Name of the related party
<b>Pension fund manager</b>	HDFC Pension Management Company Limited
<b>Sponsor company</b>	HDFC Life Insurance Company Limited
<b>Associates and group companies</b>	
Holding Company	HDFC Limited
Ms. Vibha Padalkar	Key Management Personnel
Mr. Parvez Mulla	Key Management Personnel (Resigned w.e.f March 4, 2022)
Mr. Niraj Shah	Key Management Personnel (Appointed w.e.f March 7, 2022)
Mr. Sumit Shukla	Key Management Personnel (Resigned w.e.f March 31, 2022)
Mr. Sriram Iyer	Key Management Personnel (Appointed w.e.f April 1, 2022)
Mr. Fagun Pancholi	Key Management Personnel
Mr. Nagesh Pai	Key Management Personnel

The following represents significant transactions between the Company and its related parties for the half year ended March 31, 2021

(In ₹)

Nature of Transaction	Scheme G Tier II	
	March 31, 2022	March 31, 2021
Investment management fees	16,97,283	1,29,175

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme G Tier II	
	March 31, 2022	March 31, 2021
Investment management fees payable	3,02,020	68,688

Aggregate investments made in the Associates and group companies as at March 31, 2021 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme G Tier II			
		March 31, 2022		March 31, 2021	
		Cost	Market Value	Cost	Market Value
HDFC Ltd		NIL	NIL	NIL	NIL

**Investment with other Group Companies**

Nature of relationship	Name of the related party
Associates of Sponsor's Holding Company	HDFC Bank Limited

Aggregate investments made in the other group companies as at March 31, 2021 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme G Tier II			
		March 31, 2022		March 31, 2021	
		Cost	Market Value	Cost	Market Value
HDFC Bank Ltd		NIL	NIL	NIL	NIL

**2.4 Provision**

There are no provisions for doubtful deposits, debts and outstanding and accrued income.

**2.5 Aggregate value of purchase and sale with percentage to average assets**

Aggregate value of purchase and sale with percentage to average assets as at March 31, 2021 is as follows :

(In ₹)

Particulars	Scheme G Tier II	
	March 31, 2022	March 31, 2021
Average Net Asset Value	4,00,44,88,958	2,19,54,19,999
Purchase of Investment	6,94,96,91,147	4,76,25,94,572
% to average Net Assets Value	173.55%	216.93%
Sale of Investment	6,22,19,82,195	3,79,29,68,070
% to average Net Assets Value	155.38%	172.77%

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME G TIER II**

**Notes to accounts (Un-audited)**

Aggregate value of purchase and sale (excluding liquid mutual fund)\* with percentage to average assets as at March 31, 2021 is as follows :

(In ₹)

Particulars	Scheme G Tier II	
	March 31, 2022	March 31, 2021
Average Net Asset Value	4,00,44,88,958	2,19,54,19,999
Purchase of Investment	77,26,41,147	1,00,55,68,318
% to average Net Assets Value	19.29%	45.80%
Sale of Investment	14,54,03,403	-
% to average Net Assets Value	0.04	-

\*Liquid mutual fund investments are held for day to day cash management, hence excluded

**2.6 Investments falling under each major industry group**

The total value of investments falling under each major industry group (which constitutes not less than 5% of the total investments in the major classification of the financials) are disclosed as under:

(In ₹)

Industry Classification	Scheme G Tier II			
	March 31, 2022		March 31, 2021	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Central Government Securities	3,42,94,44,442	80.07%	2,21,60,73,937	84.47%
State Development Loans	56,54,72,869	13.20%	35,91,75,747	13.69%
Mutual Funds	15,51,52,495	3.62%	4,82,98,118	1.84%
Fixed Deposite	82,43,000	0.19%	-	-
Net Current Assets	12,46,91,969	2.91%	(69,047)	0.00%
<b>Net Asset Value</b>	<b>4,28,30,04,776</b>	<b>100.00%</b>	<b>2,62,34,78,755</b>	<b>100.00%</b>

Note :

1. Industry classification has been taken at sub class level of National Industrial Classification (NIC) 2008.

**2.7 Age wise disclosure for Shares/debentures/ others application money pending allotment.**

(In ₹)

Security Name	Asset Type	Ageing	Scheme G Tier II	
			March 31, 2022	March 31, 2021
			NIL	NIL

**2.8 Prior Year Comparatives :**

The Figures of the previous period have been regrouped / rearranged, wherever applicable, to conform current year's presentation.

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME G TIER II**

**3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2022**

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
<b>Debt Instruments</b>			
<b>Central Government Securities</b>			
1. 6.64% GOI Mat 16-Jun-2035	38,25,30,039	8.93%	Sovereign
2. 6.22% GOI Mat 16-Mar-2035	34,21,72,897	7.99%	Sovereign
3. 6.67% GOI Mat 15-Dec-2035	28,71,07,275	6.70%	Sovereign
4. 7.57% GOI Mat 17-June-2033	24,00,05,920	5.60%	Sovereign
5. 5.77% GOI Mat 03-Aug-2030	18,72,13,199	4.37%	Sovereign
6. 7.26% GOI Mat 14-Jan-2029	15,45,18,150	3.61%	Sovereign
7. 7.16% GOI Mat 20-Sep-2050	14,85,36,900	3.47%	Sovereign
8. 6.10% GOI Mat 12-Jul-2031	14,24,12,700	3.33%	Sovereign
9. 6.19% GOI Mat 16-Sep-2034	13,92,19,650	3.25%	Sovereign
10. 8.24% GOI Mat 10-Nov-2033	11,15,65,516	2.60%	Sovereign
11. 7.72% GOI Mat 15-June-2049	10,57,83,800	2.47%	Sovereign
12. 7.17% GOI Mat 08-Jan-2028	10,30,00,600	2.40%	Sovereign
13. 7.40% GOI Mat 09-Sep-2035	10,22,24,800	2.39%	Sovereign
14. 6.67% GOI Mat 17-Dec-2050	10,00,63,268	2.34%	Sovereign
15. 6.76% GOI Mat 22-Feb-2061	9,35,49,600	2.18%	Sovereign
16. 8.32% GOI Mat 02-Aug-2032	8,17,30,288	1.91%	Sovereign
17. Gsec C-STRIPS Mat 17-Dec-2026	7,47,30,600	1.74%	Sovereign
18. Gsec C-STRIPS Mat 15-Dec-2028	6,36,99,900	1.49%	Sovereign
19. 7.50% GOI Mat 10-Aug-2034	5,38,11,628	1.26%	Sovereign
20. 5.63% GOI Mat 12-Apr-2026	4,88,34,621	1.14%	Sovereign
21. Gsec C-STRIPS Mat 17-Dec-2027	4,83,36,610	1.13%	Sovereign
22. 6.80% GOI Mat 15-Dec-2060	4,69,87,523	1.10%	Sovereign
23. 7.95% GOI Mat 28-Aug-2032	3,74,12,060	0.87%	Sovereign
24. Gsec C-STRIPS Mat 15-Sep-2027	3,51,03,850	0.82%	Sovereign
25. Gsec C-STRIPS Mat 17-June-2028	3,29,28,250	0.77%	Sovereign
26. 8.17% GOI Mat 01-Dec-2044	2,54,26,044	0.59%	Sovereign
27. 6.68% GOI Mat 17-Sep-2031	1,97,61,320	0.46%	Sovereign
28. 7.61% GOI Mat 09-May-2030	1,76,92,593	0.41%	Sovereign
29. 8.28% GOI Mat 15-Feb-2032	1,75,39,736	0.41%	Sovereign
30. 7.73% GOI Mat 19-Dec-2034	1,69,59,228	0.40%	Sovereign
31. 8.60% GOI Mat 02-Jun-2028	1,66,12,831	0.39%	Sovereign
32. 8.83% GOI Mat 12-Dec-2041	1,52,84,030	0.36%	Sovereign
33. 7.06% GOI Mat 10-Oct-2046	1,41,02,591	0.33%	Sovereign
34. 9.20% GOI Mat 30-Sep-2030	1,34,83,112	0.31%	Sovereign
35. 8.97% GOI Mat 05-Dec-2030	1,18,99,199	0.28%	Sovereign
36. 8.30% GOI Mat 02-Jul-2040	1,18,60,747	0.28%	Sovereign
37. 8.40% GOI Mat 28-Jul-2024	1,00,73,632	0.24%	Sovereign
38. 7.72% GOI Mat 25-May-2025	95,26,509	0.22%	Sovereign
39. 8.13% GOI Mat 22-Jun-2045	91,03,430	0.21%	Sovereign
40. 8.15% GOI Mat 24-Nov-2026	76,09,688	0.18%	Sovereign
41. 6.57% GOI Mat 05-Dec-2033	76,04,872	0.18%	Sovereign
42. 7.88% GOI Mat 19-Mar-2030	71,57,880	0.17%	Sovereign
43. 8.24% GOI Mat 15-Feb-2027	68,74,778	0.16%	Sovereign
44. 8.30% GOI Mat 31-Dec-2042	61,55,199	0.14%	Sovereign
45. 8.20% GOI Mat 24-Sep-2025	54,14,205	0.13%	Sovereign
46. 7.59% GOI Mat 20-Mar-2029	52,28,735	0.12%	Sovereign
47. 9.23% GOI Mat 23-Dec-2043	37,58,059	0.09%	Sovereign
48. 8.33% GOI Mat 09-Jul-2026	32,31,306	0.08%	Sovereign
49. 8.33% GOI Mat 07-June-2036	22,14,900	0.05%	Sovereign
50. 7.72% GOI Mat 26-Oct-2055	10,54,450	0.02%	Sovereign
51. 8.28% GOI Mat 21-Sep-2027	2,16,815	0.01%	Sovereign
52. 8.26% GOI Mat 02-Aug-2027	1,18,910	0.00%	Sovereign
<b>State Development Loans</b>			
1. 6.53% Tamil Nadu SDL Mat 06-Jan-2031	9,26,62,858	2.16%	Sovereign
2. 6.81% Maharashtra SDL Mat 07-Oct-2028	6,81,00,821	1.59%	Sovereign
3. 8.25% Gujrat SDL Mat 25-Apr-2028	5,32,67,700	1.24%	Sovereign
4. 7.10% Maharashtra SDL Mat 04-Aug-2036	4,95,06,600	1.16%	Sovereign
5. 06.75% Gujarat SDL Mat 13-10-2029	4,91,34,150	1.15%	Sovereign
6. 8.47% Gujrat SDL Mat 21-Aug-2028	3,22,98,330	0.75%	Sovereign
7. 8.30% Gujrat SDL Mat 06-Feb-2029	2,92,47,566	0.68%	Sovereign
8. 9.53% Gujrat SDL Mat 12-Feb-2024	2,37,30,734	0.55%	Sovereign

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME G TIER II**

**3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2022**

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
9. 8.17% Gujrat SDL Mat 19-Dec-2028	2,12,21,460	0.50%	Sovereign
10. 7.65% Tamil Nadu SDL Mat 06-Dec-2027	2,04,12,875	0.48%	Sovereign
11. 8.18% Tamil Nadu SDL Mat 19-Dec-2028	1,72,40,400	0.40%	Sovereign
12. 7.20% Maharashtra SDL Mat 09-Aug-2027	1,59,53,530	0.37%	Sovereign
13. 8.38% Gujrat SDL Mat 27-Feb-2029	1,53,66,164	0.36%	Sovereign
14. 6.90% Gujrat SDL Mat 31-Mar-2030	1,38,73,202	0.32%	Sovereign
15. 8.37% Tamil Nadu SDL Mat 05-Dec-2028	1,07,13,140	0.25%	Sovereign
16. 8.08% Maharashtra SDL Mat 26-Dec-2028	96,44,811	0.23%	Sovereign
17. 8.58% Gujrat SDL Mat 31-Oct-2028	83,80,881	0.20%	Sovereign
18. 8.68% Tamil Nadu SDL Mat 10-Oct-2028	78,07,212	0.18%	Sovereign
19. 7.69% Tamil Nadu SDL Mat 20-Dec-2027	60,65,118	0.14%	Sovereign
20. 8.79% Gujrat SDL Mat 12-Sep-2028	56,97,666	0.13%	Sovereign
21. 8.47% Maharashtra SDL Mat 10-Feb-2026	53,86,360	0.13%	Sovereign
22. 8.36% Maharashtra SDL Mat 27-Jan-2026	42,91,704	0.10%	Sovereign
23. 7.96% Maharashtra SDL Mat 29-Jun-2026	31,85,622	0.07%	Sovereign
24. 7.18% Tamil Nadu SDL Mat 26-July-2027	16,45,112	0.04%	Sovereign
25. 8.44% Tamil Nadu SDL Mat 26-Nov-2024	6,38,852	0.01%	Sovereign
<b>Debt Instruments Total</b>	<b>3,99,49,17,312</b>	<b>93.27%</b>	
<b>Money Market Instruments</b>			
<b>Liquid Mutual Funds</b>			
1. Aditya Birla Sun Life Overnight Fund - Growth -Direct Plan	15,51,52,495	3.62%	AAA
<b>Fixed Deposite</b>			
1. 2.50% Axis Bank FD Mat 07-Apr-2022	82,43,000	0.19%	AAA
<b>Money Market Instruments Total</b>	<b>16,33,95,495</b>	<b>3.81%</b>	
Cash/Cash Equivalent & Net Current Assets	12,46,91,969	2.91%	
<b>Grand Total</b>	<b>4,28,30,04,776</b>	<b>100.00%</b>	
Average Maturity of Portfolio (in yrs) #	12.88		
Modified Duration (in yrs) #	7.59		
Yield to Maturity (%) (annualised) (at market price) #	7.08%		
<b>Credit Rating Exposure</b>			
Central Government Securities	3,42,94,44,442	80.07%	
State Development Loans	56,54,72,869	13.20%	
AAA / equivalent	-	-	
A1+ / equivalent (Certificate of Deposits / Commercial Papers)	-	-	
AA+ / equivalent	-	-	
AA / equivalent	-	-	
AA- / equivalent	-	-	
A+ / equivalent	-	-	
A / equivalent	-	-	
A- / equivalent	-	-	
BBB+ / equivalent	-	-	
BBB / equivalent	-	-	
BBB- / equivalent	-	-	
Lower (Below Investment Grade) (out of above Net NPA)	-	-	
<b>TOTAL</b>	<b>3,99,49,17,312</b>	<b>93.27%</b>	

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME G TIER II**

**3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2022**

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Bank FD	82,43,000	0.19%	
Equity	-	-	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	15,51,52,495	3.62%	
Cash / cash equivalent net current assets	12,46,91,969	2.91%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
<b>Grand Total</b>	<b>4,28,30,04,776</b>	<b>100.00%</b>	
Units Outstanding	19,24,67,791		
NAV	22.2530		
<b>Notes:</b>			
a. Total NPAs provided for and its percentage to NAV		-	
b. Total value and percentage of illiquid equity shares		-	
c. NAV at September 30,2021		20.9988	
d. NAV at March 31,2022		22.2530	
e. Total outstanding exposure in derivative instruments at March 31,2022		-	
f. Total 'Infrastructure investments' March 31,2022		-	

# Calculated on debt portfolio

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME G TIER II**

**3.1 KEY STATISTICS FOR THE HALF YEAR ENDED MARCH 31, 2022 (UN - AUDITED)**

Sr No	Particulars	Scheme G Tier II	
		March 31, 2022	March 31, 2021
1	NAV per unit (₹) I		
	Open	20.9988	20.9988
	High	22.4404	21.8392
	Low	21.7872	21.0111
	End	22.2530	21.4326
2	Closing Assets Under Management (₹ in Lakhs)		
	End	42,830.05	26,234.79
	Average daily net assets (AAuM) II	40,044.89	21,954.20
3	Gross income as % of AAuM III	3.41%	3.38%
4	Expense ratio		
a	Total expense as % of AAuM (scheme wise) IV	0.05%	0.02%
b	Management fee as % of AAuM (scheme wise) V	0.08%	0.01%
5	Net income as % of AAuM VI	0.37%	1.43%
6	Portfolio turnover ratio VII	0.04	0.00%
7	Returns (%)* Compounded Annualised Yield VIII		
	Last 1 Year	3.83%	7.45%
	Last 3 Years	8.62%	10.55%
	Last 5 Years	7.98%	9.66%
	Last 10 Years	NA	NA
	Since Launch of the scheme (01/08/2013)	9.67%	10.45%
* Declared NAV; Returns calculated based on declared NAV			
I	NAV = (Market value of investment held by scheme + value of current assets - value of current liability and provisions, if any) / (no. of units at the valuation date (before creation/ redemption of units))		
II	AAuM = Average daily net assets		
III	Gross income = Total Income as per Revenue Account		
IV	Total expenses = Expenses include management fees, custody fees, trustee fees, Depository and settlement charges and Stamp duty but excludes Unrealised /Realised loss		
V	Management fee as % of AAuM is annualised. Management fees (Including applicable Taxes) as per Revenue Account		
VI	Net income = Surplus / Deficit as per Revenue Account		
VII	Portfolio turnover = Lower of sales or purchase divided by the average AUM for the period. Investments in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management		
VIII	Returns (%)* Compounded Annualised Yield is to be calculated based on following formula: = ((1+ cumulative return)^n) -1 (where n=365/no. of days)		



# **NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME A TIER I**

**Un-audited Financial Statements for the half year  
ended March 31, 2022**

## ***Contents***

Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts

**NATIONAL PENSION SYSTEM TRUST****NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME A TIER I**

UN-AUDITED BALANCE SHEET AS AT MARCH 31, 2022

(In ₹)

Particulars	Schedule	Scheme A Tier I	
		March 31, 2022	March 31, 2021
<b>Liabilities</b>			
Unitholders Funds			
Unit Capital	1	54,46,58,235	25,47,46,587
Reserves & Surplus	2	32,44,45,452	10,86,04,123
Current Liabilities and Provisions	3	73,88,473	3,92,167
<b>Total</b>		<b>87,64,92,160</b>	<b>36,37,42,877</b>
<b>Assets</b>			
Investments	4	83,54,88,719	35,56,29,574
Deposits	5	1,61,00,000	-
Other Current Assets	6	2,49,03,441	81,13,303
<b>Total</b>		<b>87,64,92,160</b>	<b>36,37,42,877</b>
(a) Net asset as per Balance Sheet (Schedule 4+5+6 -3)		86,91,03,687	36,33,50,710
(b) Number of units outstanding		5,44,65,823	2,54,74,659
(c) NAV per unit (a)/(b) (₹)		15.9568	14.2632
<b>Significant accounting policies and notes to accounts</b>	7		

The notes referred to above form an integral part of the financial statements.

For and on behalf of Board of Directors of HDFC Pension Management Company Limited

**Vibha Padalkar**

(Director)

**Niraj Shah**

(Director)

**Sriram Iyer**

(Chief Executive Officer)

**Fagun Pancholi**

(Chief Financial Officer)

**Nagesh Pai**

(Company Secretary)

Place : Mumbai

Date : April 22, 2022

**NATIONAL PENSION SYSTEM TRUST**

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME A TIER I**

**UN-AUDITED REVENUE ACCOUNT FOR THE HALF YEAR ENDED MARCH 31, 2022**

**(In ₹)**

Particulars	Schedule	Scheme A Tier I	
		March 31, 2022	March 31, 2021
<b>Income</b>			
Dividend		37,68,489	-
Interest		2,09,37,002	71,51,033
Profit on sale/redemption of investments		21,50,647	9,66,090
Unrealised gain on appreciation in investments		2,04,70,801	16,70,892
Other income			
- Miscellaneous Income		-	71
<b>Total Income (A)</b>		<b>4,73,26,939</b>	<b>97,88,086</b>
<b>Expenses &amp; Losses</b>			
Unrealised losses in value of investments		43,71,535	-
Loss on sale/redemption of investments		2,43,865	-
Management fees (including Goods and Service Tax)		2,86,453	17,029
NPS Trust fees		16,864	7,216
Custodian fees		10,915	2,938
CRA fees		2,16,383	1,27,423
Less : Amount recoverable on sale of units on account of CRA Charges		(2,16,383)	(1,27,423)
Depository and settlement charges		1,998	460
Stamp Duty on Bond/Mutual Fund		-	9,566
<b>Total Expenditure (B)</b>		<b>49,31,630</b>	<b>37,209</b>
<b>Surplus/(Deficit) for the year (A-B = C)</b>		<b>4,23,95,309</b>	<b>97,50,877</b>
Less: Amount transferred to Unrealised appreciation account		(1,60,99,266)	(16,70,892)
Less: Amount transferred to General Reserve		(2,62,96,043)	(80,79,985)
<b>Amount carried forward to Balance Sheet</b>		<b>-</b>	<b>-</b>
<b>Significant accounting policies and notes to accounts</b>	7		

The notes referred to above form an integral part of the financial statements.

**For and on behalf of Board of Directors of HDFC Pension Management Company Limited**

**Vibha Padalkar**  
(Director)

**Niraj Shah**  
(Director)

**Sriram Iyer**  
(Chief Executive Officer)

**Fagun Pancholi**  
(Chief Financial Officer)

**Nagesh Pai**  
(Company Secretary)

**Place :** Mumbai

**Date :** April 22,2022

**NATIONAL PENSION SYSTEM TRUST**

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME A TIER I**

Schedules forming part of the un-audited half yearly financial statements

**Schedule 1: Unit capital**

(In ₹)

Particulars	Scheme A Tier I	
	March 31, 2022	March 31, 2021
<b>Initial capital</b>		
<b>Unit capital</b>		
Outstanding at the beginning of the year	36,19,76,754	17,59,59,510
Add :Units issued during the year	20,06,99,874	8,88,87,787
Less: Units redeemed during the year	-1,80,18,393	-1,01,00,710
<b>Outstanding at the end of the year</b>	<b>54,46,58,235</b>	<b>25,47,46,587</b>
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>		
Outstanding units at the beginning of the year	3,61,97,675	1,75,95,951
Add :Units issued during the year	2,00,69,987	88,88,779
Less: Units redeemed during the year	-18,01,839	-10,10,071
<b>Outstanding Units at the end of the year</b>	<b>5,44,65,823</b>	<b>2,54,74,659</b>

**Schedule 2: Reserves and surplus**

(In ₹)

Particulars	Scheme A Tier I	
	March 31, 2022	March 31, 2021
<b>Unit premium reserve</b>		
Opening balance	12,57,65,179	4,26,97,178
Add: Premium on Units issued	11,21,88,677	3,72,04,068
Less: Premium on Units redeemed	-1,00,07,907	-41,93,475
Add: Transfer from General Reserve	-	-
Closing balance	<b>22,79,45,949</b>	<b>7,57,07,771</b>
<b>General Reserve</b>		
Opening balance	4,20,32,150	2,12,93,178
Add: Transfer from Revenue Account	2,62,96,043	80,79,985
Less: Transfer to Unit Premium Reserve	-	-
Closing balance	<b>6,83,28,193</b>	<b>2,93,73,163</b>
<b>Unrealised Appreciation Reserve</b>		
Opening balance	1,20,72,044	18,52,297
Add: Adjustment for Previous years unrealised appreciation reserve	-	-
Add: Transfer from Revenue Account	1,60,99,266	16,70,892
Closing balance	<b>2,81,71,310</b>	<b>35,23,189</b>
<b>Total</b>	<b>32,44,45,452</b>	<b>10,86,04,123</b>

**Schedule 3: Current liabilities and provisions**

(In ₹)

Particulars	Scheme A Tier I	
	March 31, 2022	March 31, 2021
<b>Current liabilities</b>		
Sundry creditors for expenses	63,870	12,488
Redemption Payable	6,34,221	3,79,422
TDS Payable	5,141	257
Contract for Purchase of Investments	66,85,241	-
<b>Total</b>	<b>73,88,473</b>	<b>3,92,167</b>

**NATIONAL PENSION SYSTEM TRUST****NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME A TIER I**

Schedules forming part of the un-audited half yearly financial statements

**Schedule 4: Investments (Long Term and Short Term)****(In ₹)**

Particulars	Scheme A Tier I	
	March 31, 2022	March 31, 2021
Others - Mutual Fund Units	5,54,71,293	19,69,25,923
AIF's (Category I and Category II Only)/REITs/INVITs/Asset Backed Securities/Commercial mortgage based Securities or Residential mortgage based securities	25,21,14,166	-
Basel III Tier I bonds	52,79,03,260	15,87,03,651
<b>Total</b>	<b>83,54,88,719</b>	<b>35,56,29,574</b>

**Schedule 5: Deposits****(In ₹)**

Particulars	Scheme A Tier I	
	March 31, 2022	March 31, 2021
Deposits with scheduled banks	1,61,00,000	-
<b>Total</b>	<b>1,61,00,000</b>	<b>-</b>

**Schedule 6: Other current assets****(In ₹)**

Particulars	Scheme A Tier I	
	March 31, 2022	March 31, 2021
Balances with banks in current account	4,508	4,796
Outstanding and accrued income	1,82,13,692	81,08,507
Brokerage receivable from PFM	66,85,241	-
<b>Total</b>	<b>2,49,03,441</b>	<b>81,13,303</b>

## **NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME A TIER I**

### **Schedule 7**

#### **Significant accounting policies & notes to accounts for the half year ended March 31, 2022**

##### **1.1 Background**

HDFC Pension Management Company Limited ('the Company') has been appointed as a Pension Fund Manager ('PFM') by the Pension Fund Regulatory and Development Authority ("PFRDA") for the management of Pension Schemes under the National Pension System ('NPS'). Accordingly, the Company has entered into an Investment Management Agreement ('IMA') with NPS Trust. The Pension Fund Regulatory and Development Authority ("PFRDA" / "Authority") guidelines require each PFM to manage subscribers' funds. As per unbundled architecture of the NPS, the main responsibility of PFM is to manage funds in accordance with the laid down guidelines and declare NAV. As per the architecture, the NSDL e-Governance Infrastructure Ltd and , KFin Technologies Private Ltd and Computer Age Management Services Ltd being the Central Recordkeeping Agency (CRA) provides consolidated data to PFM for allotment / redemption of units and Axis Bank, being the Trustee Bank, provides / receives funds on consolidated basis in respect of such allotment / redemption.

**Central Record Keeping Agency (CRA):** NSDL e-Governance Infrastructure Ltd, KFin Technologies Private Ltd, Computer Age Management Services Ltd and PFRDA have set up Central Recordkeeping Agency (CRA) for the NPS.

Some of the key responsibilities of the CRA include the following:

- Record keeping, Administration and Customer service function for NPS subscriber,
- Providing Unique Permanent Retirement Account Number (PRAN) to each subscriber,
- Maintaining database of all PRANs issued and recording transactions relating to each subscribers PRAN,
- PRAN Transaction Statement,
- An operational interface between PFRDA and other NPS intermediaries such as Pension Funds, Annuity Service Providers, Trust Bank etc.

CRA is responsible to resolve all queries pertaining to investors. CRA informs about the fund flow to Pension Fund Managers (PFM) and also instruct Axis Bank to credit PFM's pool account maintained with them.

NPS trust has designated Stock Holding Corporation of India Ltd. (SHCIL) as the custodian, who is responsible for safe custody of securities and settlements of trades.

The fees payable to CRA, in terms of IMA, is charged to the investor by redeeming the equivalent number of units on receipt of intimation from CRA. As stated above, the amount of funds received from the subscribers is intimated by the Trustee Bank on consolidated basis on T+2 basis. PFM records the same on receipt basis. Accordingly, funds with Trustee Bank at the year end do not get reflected in the financial statements.

## **1.2 Basis of preparation**

The financial statements have been prepared to comply with the Pension Fund Regulatory and Development Authority Act, 2013, PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012, Accounting Standards notified under the Companies Act, 1956 to the extent made applicable by PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012 and generally accepted accounting principles. These financial statements have been prepared on an accrual basis, except as otherwise stated.

The financials have been prepared for SCHEME A TIER I being managed by the Company.

The Company manages eight separate schemes under the two tiered structure (Tier I and II) prescribed under the NPS. The schemes are classified as Scheme E, C, G, A and Tax Saver based on the asset class prescribed under the NPS as follows:

Scheme E - Equity market instruments

Scheme C - Credit risk bearing fixed income instruments

Scheme G - Government securities

Scheme A – Alternate Investment funds

Scheme Tax Saver – Hybrid Investments

## **1.3 Investments**

Transactions for purchase and sale of securities are accounted on trade date.

The holding cost of investments is determined by the weighted average cost method and the cost includes applicable taxes and stamp charges but exclude brokerage and other transactional charges.

Investments are reconciled with the custodian records on daily basis.

### **Valuation of Investments**

The scheme marks all investments to market and carries investments in the Balance Sheet at the market value as on Balance Sheet date / date of determination / date of valuation.

The change in unrealised appreciation/depreciation in the value of investments is determined separately for each assets category at the year-end and is recognised in the Revenue Account. The change in net unrealised appreciation, if any, is transferred to /from "Unrealised Appreciation Reserve" shown as part of Reserves and Surplus.

As per directive received from NPS Trust, the valuation of investments is carried out by ICRA Management Consulting Services Limited (IMACS) w.e.f April 01, 2019. The Investment valuation methodology adopted by IMACS is as follows:

The following valuation norms are as prescribed by PFRDA (Preparation of Financial Statements and Auditor's Report of schemes under National Pension System) Guidelines - 2012.

#### **Securities traded at a stock exchange:**

Traded debt securities (other than government securities) are valued at weighted average traded price on that day reported on National Stock Exchange (NSE) /Bombay Stock Exchange (BSE). Preference is given to NSE trade over BSE trade.

#### **Securities not traded at a stock exchange:**

Non-traded debt securities (i.e. securities not reported on exchanges) are valued at a yield to maturity basis by using matrix of spread over risk free asset constructed by IMaCS. Matrix is classified into two categories TRAD & NPR. TRAD Matrix (Comprises of sectors like MFTG, BANK, HFC) & NPR Matrix (Comprises of sectors like NBFC, Real Estate). Matrix is constructed basis each rating category and for all tenor. Any security falling into respective matrix type (TRAD or NPR) are valued as per that matrix basis conservative rating of that security and modified duration.

**Valuation of securities having call and/or Put options:**

- a) Callable Bonds with single / daily / multiple call options will be valued at lowest value basis.
- b) Puttable Bonds with single / daily / multiple call options will be valued at highest value basis.
- c) The securities with both Call & Put options on the same day would be deemed to mature on the Call/Put day and will be valued accordingly.
  
- d) For perpetual bonds with single / daily / multiple call options, the price for all options dates till the maturity date will be computed and the lowest price will be used for valuing the bonds.
- e) For perpetual bank bond, the first Call date of the bond shall be considered as deemed date of maturity for the valuation purpose

**Valuation of debt securities below Investment grade of BBB-**

Valuation of performing non-government debt securities below Investment grade of BBB- at a discount of 25% to face value ( as per SEBI guideline CIR MFD/CIR/8/92/2000 dated September 18,2000)

On Friday or on last working day before the market holiday, the valuation convention shall be T+1 for corporate bonds.

**Valuation of Money Market Investment and Mutual Fund**

Money market instruments like, commercial paper, and certificate of deposit are valued at last quoted price / applicable Matrix based valuation for investment grade securities.

Mutual fund units are valued based on the net asset value of the preceding day of the valuation date

**1.4 Income Recognition**

Profit or loss on sale of mutual fund units is the difference between the sale consideration net of expenses and the weighted average book cost.

**1.5 Non-Performing Assets**

An investment is regarded as non-performing, if interest/principal or both amount has not been received or has remained outstanding for 90 days from the day such income/installment has fallen due.

Where income receivable on investments has accrued but has not been received for a period of 90 days beyond the due date, provision is made by debiting to the Revenue Account for the income so accrued and no further accrual of income shall be made in respect of such investments.

Income on non-performing assets (NPA) is recognised on receipt and other incomes of miscellaneous nature are accounted for when there is certainty of collection.

Valuation of performing non-government debt securities below investment grade of BBB- at a discount of 25% to face value (as per SEBI guideline CIR MFD/CIR/8/92/2000 dated September 18, 2000).

### **1.6 Units reconciliation**

The subscribers' units as per Investment management system are reconciled with Central Recordkeeping Agency (CRA) records on daily basis.

### **1.7 Investment management fees**

Investment management fees are recognised on daily accrual basis on closing Asset Under Management (AUM) in accordance with IMA. The Investment management fee is inclusive of brokerage but excludes custodian charges and applicable taxes, if any.

The Company has charged investment management fee as per the below slab structure basis the aggregate AUM managed by the PFM under all Scheme with effect from April 01,2021.

<b>AUM Slabs</b>	<b>Investment Management Fees%</b>
Upto 10,000 Cr	0.09%
10,001 – 50,000 Cr	0.06%
50,001 – 1,50,000 Cr	0.05%
Above 1,50,000 Cr	0.03%

This fee shall remain valid till further notice and subsequent revision, if any, shall be duly notified by the Company. The investment management fees charged until March 31, 2021 was 0.01% per annum (inclusive of brokerage but excluding custodian charges and applicable taxes), in terms of the Pension Fund Regulatory and Development Authority's circular no. PFRDA/6/PFM/9/2 dated July 31, 2014.

### **1.8 Trustee fees**

The Company has started charging Trustee fee of 0.01% per annum, with effect from November 01, 2015 in terms of the National Pension Scheme Trust circular no. 1/20/2015/NPS dated October 19, 2015 and the fee has been revised to 0.005% per annum with effect from April 01, 2018.

The Company has stopped charging Trustee fee with effect from January 25, 2019, as directed by the Authority vide PFRDA circular no. PFRDA/17/03/31/0016/2018-SUP-PF/12 dated January 25, 2019.

Basis the direction from NPS Trust the Trustee Fees charge of 0.005% has been re-initiated with effect from 01<sup>st</sup> August 2019.

### **1.9 Other Expenses**

Custody charges are recognised on daily accrual basis in accordance with IMA. Trustee bank charges, if any, are recognised when they are debited by the trustee bank on a quarterly basis.

### **2 Unit Premium Reserve**

Upon issue and redemption of units, the net premium or discount to the face value of units is adjusted against the Unit Premium Reserve of the Scheme.

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME A TIER I**

**Notes to accounts (Un-audited)**

**2.1 Contingent liabilities**

(In ₹)

Particulars	Scheme A Tier I	
	March 31, 2022	March 31, 2021
Uncalled liability on partly paid shares	NIL	NIL
Other commitments	NIL	NIL

**2.2 Investments**

All investments are performing investments. All investments of the scheme are in the name of the NPS Trust. All investments are traded investments.

**2.3 Details of transactions with sponsor and its related parties**

Nature of relationship	Name of the related party
<b>Pension fund manager</b>	HDFC Pension Management Company Limited
<b>Sponsor company</b>	HDFC Life Insurance Company Limited
<b>Associates and group companies</b>	
Holding Company	HDFC Limited
Ms. Vibha Padalkar	Key Management Personnel
Mr. Parvez Mulla	Key Management Personnel (Resigned w.e.f March 4, 2022)
Mr. Niraj Shah	Key Management Personnel (Appointed w.e.f March 7, 2022)
Mr. Sumit Shukla	Key Management Personnel (Resigned w.e.f March 31, 2022)
Mr. Sriram Iyer	Key Management Personnel (Appointed w.e.f April 1, 2022)
Mr. Fagun Pancholi	Key Management Personnel
Mr. Nagesh Pai	Key Management Personnel

The following represents significant transactions between the Company and its related parties for the half year ended March 31, 2022

(In ₹)

Nature of Transaction	Scheme A Tier I	
	March 31, 2022	March 31, 2021
Investment management fees	2,86,453	17,029

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme A Tier I	
	March 31, 2022	March 31, 2021
Investment management fees payable	57,962	8,925

Aggregate investments made in the Associates and group companies as at March 31, 2022 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme A Tier I			
		March 31, 2022		March 31, 2021	
		Cost	Market Value	Cost	Market Value
HDFC LTD		NIL	NIL	NIL	NIL

**Investment with other Group Companies**

Nature of relationship	Name of the related party
Associates of Sponsor's Holding Company	HDFC Bank Limited

Aggregate investments made in the other group companies as at March 31, 2022 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme A Tier I			
		March 31, 2022		March 31, 2021	
		Cost	Market Value	Cost	Market Value
HDFC Bank Ltd		NIL	NIL	NIL	NIL

**2.4 Provision**

There are no provisions for doubtful deposits, debts and outstanding and accrued income.

**2.5 Aggregate value of purchase and sale with percentage to average assets**

Aggregate value of purchase and sale with percentage to average assets as at March 31, 2022 is as follows :

(In ₹)

Particulars	Scheme A Tier I	
	March 31, 2022	March 31, 2021
Average Net Asset Value	67,63,89,035	28,94,22,284
Purchase of Investment	77,36,21,234	19,13,12,962
% to average Net Assets Value	114.38%	66.10%
Sale of Investment	45,27,32,119	7,53,39,996
% to average Net Assets Value	66.93%	26.03%

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME A TIER I**

**Notes to accounts (Un-audited)**

Aggregate value of purchase and sale (excluding liquid mutual fund)\* with percentage to average assets as at March 31, 2022 is as follows :

(In ₹)

Particulars	Scheme A Tier I	
	March 31, 2022	March 31, 2021
Average Net Asset Value	67,63,89,035	28,94,22,284
Purchase of Investment	-	-
% to average Net Assets Value	-	-
Sale of Investment	-	-
% to average Net Assets Value	-	-

\*Liquid mutual fund investments are held for day to day cash management, hence excluded

**2.6 Investments falling under each major industry group**

The total value of investments falling under each major industry group (which constitutes not less than 5% of the total investments in the major classification of the financials) are disclosed as under:

(In ₹)

Industry Classification	Scheme A Tier I			
	March 31, 2022		March 31, 2021	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Monetary intermediation of commercial banks, saving banks, postal savings bank and discount houses	52,79,03,260	60.74%	15,87,03,651	43.68%
Real estate activities with own or leased property	16,85,80,651	19.40%	-	-
Transmission of electric energy	8,35,33,515	9.61%	-	-
Mutual Funds	5,54,71,293	6.38%	19,69,25,923	54.20%
Fixed Deposits	1,61,00,000	1.85%	-	-
Net Current Assets	1,75,14,968	2.02%	77,21,136	2.12%
<b>Net Asset Value</b>	<b>86,91,03,687</b>	<b>100.00%</b>	<b>36,33,50,710</b>	<b>100.00%</b>

Note :

1. Industry classification has been taken at sub class level of National Industrial Classification (NIC) 2008.

**2.7 Age wise disclosure for Shares/debentures/ others application money pending allotment.**

(In ₹)

Security Name	Asset Type	Ageing	Scheme A Tier I	
			March 31, 2022	March 31, 2021
			NIL	NIL

**2.8 Prior Year Comparatives :**

The Figures of the previous period have been regrouped / rearranged, wherever applicable, to conform current year's presentation.

NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME A TIER I

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2022

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
<b>Asset Backed, Trust Structured and Miscellaneous Investments</b>			
<b>Basel III Tier-1 Bonds</b>			
1. 8.15% BOB Perpetual AT-1 SERIES XV (Call date 13/01/2026)	15,10,01,200	17.37%	AA+
2. 8.50% SBI Bank Perpetual AT-1 SERIES II (Call date 22/11/2024)	7,99,71,476	9.20%	AA+
3. 8.75 SBI Bank Perpetual AT-1 (Call date30/08/2024)	5,14,65,657	5.92%	AA+
4. 7.95% BOB Perpetual Basel III AT-1 Series XVII (Call date 26/11/2026)	5,02,38,972	5.78%	AA+
5. 7.72% SBI Bank Perpetual AT-1 Series II (Call date 18/10/2026)	5,01,08,857	5.77%	AA+
6. 7.72% SBI Bank Perpetual AT-1 SERIES-I (Call date 03/09/2026)	4,98,91,482	5.74%	AA+
7. 9.15% ICICI Bank Ltd NCD Perpetual AT-1 (Call date 20-Jun-2023)	4,17,56,192	4.80%	AA+
8. 9.50 Indusind Bank Perpetual AT-1 (Call date18/04/2022)	2,00,27,810	2.30%	AA
9. 9.90 ICICI Bank Perpetual AT-1 (Call date28/12/2023)	1,59,36,624	1.83%	AA+
10. 10.50 Indusind Bank Perpetual AT-1 (Call date28/03/2024)	1,24,63,587	1.43%	AA
11. 8.15 SBI Bank Perpetual AT-1 (Call date02/008/2022)	50,41,402	0.58%	AA+
<b>Infrastructure Investment Trusts</b>			
1. Power Grid Corporation of India Ltd INVIT	8,35,33,515	9.61%	AAA
<b>Real Estate Investment Trusts</b>			
1. Mindspace Buisness Parks REIT	8,44,16,451	9.71%	AAA
2. Embassy Office Parks REIT	8,41,64,200	9.68%	AAA
<b>Asset Backed, Trust Structured and Miscellaneous Investments Total</b>	<b>78,00,17,426</b>	<b>89.75%</b>	
<b>Money Market Instruments</b>			
<b>Liquid Mutual Funds</b>			
1. Aditya Birla Sun Life Overnight Fund - Growth -Direct Plan	5,54,71,293	6.38%	AAA
<b>Fixed Deposits</b>			
1. 2.50% Axis Bank FD Mat 07-Apr-2022	1,61,00,000	1.85%	
<b>Money Market Instruments Total</b>	<b>7,15,71,293</b>	<b>8.24%</b>	
Cash/Cash Equivalent & Net Current Assets	1,75,14,968	2.02%	
<b>Grand Total</b>	<b>86,91,03,687</b>	<b>100.00%</b>	
Average Maturity of Portfolio (in yrs)	N.A.		
Modified Duration (in yrs)	N.A.		
Yield to Maturity (%) (annualised) (at market price)	N.A.		
<b>Credit Rating Exposure</b>			
Central Government Securities	-	-	
State Development Loans	-	-	
AAA / equivalent	25,21,14,166	29.01%	
A1+ / equivalent (Certificate of Deposits / Commercial Papers)	-	-	
AA+ / equivalent	49,54,11,864	57.00%	
AA / equivalent	3,24,91,396	3.74%	
AA- / equivalent	-	-	
A+ / equivalent	-	-	
A / equivalent	-	-	
A- / equivalent	-	-	
BBB+ / equivalent	-	-	
BBB / equivalent	-	-	
BBB- / equivalent	-	-	
Lower (Below Investment Grade)	-	-	
(out of above Net NPA)	-	-	
<b>TOTAL</b>	<b>78,00,17,426</b>	<b>89.75%</b>	

NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME A TIER I

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2022

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Bank FD	1,61,00,000	1.85%	
Equity	-	-	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	5,54,71,293	6.38%	
Cash / cash equivalent net current assets	1,75,14,968	2.02%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
<b>Grand Total</b>	<b>86,91,03,687</b>	<b>100.00%</b>	
Units Outstanding	5,44,65,823		
NAV	15.9568		
<b>Notes:</b>			
a. Total NPAs provided for and its percentage to NAV		-	
b. Total value and percentage of illiquid equity shares		-	
c. NAV at September 30,2021		14.9690	
d. NAV at March 31,2022		15.9568	
e. Total outstanding exposure in derivative instruments at March 31, 2022		-	
f. Total 'Infrastructure investments' March 31, 2022		-	

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME A TIER I**

**3.1 KEY STATISTICS FOR THE HALF YEAR ENDED MARCH 31, 2022 (UN-AUDITED)**

Sr No	Particulars	Scheme A Tier I	
		March 31, 2022	March 31, 2021
1	NAV per unit (₹) I		
	Open	14.9690	13.7419
	High	15.9568	14.3412
	Low	14.9897	13.7552
	End	15.9568	14.2632
2	Closing Assets Under Management (₹ in Lakhs)		
	End	8,691.04	3,633.51
	Average daily net assets (AAuM) II	6,763.89	2,894.22
3	Gross income as % of AAuM III	7.00%	3.38%
4	Expense ratio		
a	Total expense as % of AAuM (scheme wise) IV	0.05%	0.01%
b	Management fee as % of AAuM (scheme wise) V	0.04%	0.01%
5	Net income as % of AAuM VI	6.27%	3.37%
6	Portfolio turnover ratio VII	NIL	NIL
7	Returns (%)* Compounded Annualised Yield VIII		
	Last 1 Year	11.87%	9.50%
	Last 3 Years	9.31%	8.29%
	Last 5 Years	9.18%	NA
	Last 10 Years	NA	NA
	Since Launch of the scheme (10/10/2016)	8.91%	8.26%
	* Declared NAV; Returns calculated based on declared NAV		
I	NAV = (Market value of investment held by scheme + value of current assets - value of current liability and provisions, if any) / (no. of units at the valuation date (before creation/ redemption of units))		
II	AAuM = Average daily net assets		
III	Gross income = Total Income as per Revenue Account		
IV	Total expenses = Expenses include management fees, custody fees, trustee fees, Depository and settlement charges and Stamp duty but excludes Unrealised /Realised loss		
V	Management fee as % of AAuM is annualised. Management fees (Including applicable Taxes) as per Revenue Account		
VI	Net income = Surplus / Deficit as per Revenue Account		
VII	Portfolio turnover = Lower of sales or purchase divided by the average AUM for the period. Investments in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management		
VIII	Returns (%)* Compounded Annualised Yield is to be calculated based on following formula: = ((1+ cumulative return) <sup>n</sup> ) - 1 (where n=365/no. of days)		



**NPS TRUST A/C HDFC PENSION MANAGEMENT  
COMPANY LIMITED  
SCHEME TAX SAVER TIER II**

**Un-audited Financial Statements for the half year  
ended March 31, 2022**

***Contents***

Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts

**NATIONAL PENSION SYSTEM TRUST****NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME TAX SAVER TIER II**

UN-AUDITED BALANCE SHEET AS AT MARCH 31, 2022

(In ₹)

Particulars	Schedule	Scheme Tax Saver Tier II	
		March 31, 2022	March 31, 2021*
<b>Liabilities</b>			
Unitholders Funds			
Unit Capital	1	1,95,67,870	69,50,847
Reserves & Surplus	2	12,57,679	22,185
Current Liabilities and Provisions	3	1,670	6,54,143
<b>Total</b>		<b>2,08,27,219</b>	<b>76,27,175</b>
<b>Assets</b>			
Investments	4	2,02,06,617	72,91,640
Deposits	5	2,12,000	-
Other Current Assets	6	4,08,602	3,35,535
<b>Total</b>		<b>2,08,27,219</b>	<b>76,27,175</b>
(a) Net asset as per Balance Sheet (Schedule 4+5+6 -3)		2,08,25,549	69,73,032
(b) Number of units outstanding		19,56,787	6,95,085
(c) NAV per unit (a)/(b) (₹)		10.6427	10.0319
<b>Significant accounting policies and notes to accounts</b>	7		

\* Scheme Launched by the NPS Trust on August 17<sup>th</sup>, 2020.

The notes referred to above form an integral part of the financial statements.

For and on behalf of Board of Directors of HDFC Pension Management Company Limited

**Vibha Padalkar**  
(Director)

**Niraj Shah**  
(Director)

**Sriram Iyer**  
(Chief Executive Officer)

**Fagun Pancholi**  
(Chief Financial Officer)

**Nagesh Pai**  
(Company Secretary)

Place : Mumbai

Date : April 22,2022

**NATIONAL PENSION SYSTEM TRUST**

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME TAX SAVER TIER II**

**UN-AUDITED REVENUE ACCOUNT FOR THE HALF YEAR ENDED MARCH 31, 2022**

**(In ₹)**

Particulars	Schedule	Scheme Tax Saver Tier II	
		March 31, 2022	March 31, 2021*
<b>Income</b>			
Dividend		11,602	1,369
Interest		3,22,295	53,190
Profit on sale/redemption of investments		13,014	9,931
Unrealised gain on appreciation in investments		28,447	7,173
Other income		-	-
- Miscellaneous Income		-	10
<b>Total Income (A)</b>		<b>3,75,358</b>	<b>71,673</b>
<b>Expenses &amp; Losses</b>			
Unrealised losses in value of investments		3,53,201	83,858
Loss on sale/redemption of investments		2,572	-
Management fees (including Goods and Service Tax)		6,434	161
NPS Trust fees		379	68
Custodian fees		225	38
CRA fees		-	-
Less : Amount recoverable on sale of units on account of CRA Charges		-	-
Depository and settlement charges		127	389
Stamp Duty on Bond/Mutual Fund		-	408
<b>Total Expenditure (B)</b>		<b>3,62,938</b>	<b>84,922</b>
<b>Surplus/(Deficit) for the year (A-B = C)</b>		<b>12,420</b>	<b>(13,249)</b>
Less: Amount transferred to Unrealised appreciation account		95,398	(16,590)
Less: Amount transferred to General Reserve		(1,07,818)	29,839
<b>Amount carried forward to Balance Sheet</b>		<b>-</b>	<b>-</b>
<b>Significant accounting policies and notes to accounts</b>	7		

\* Scheme Launched by the NPS Trust on August 17<sup>th</sup>, 2020.

The notes referred to above form an integral part of the financial statements.

**For and on behalf of Board of Directors of HDFC Pension Management Company Limited**

**Vibha Padalkar**  
(Director)

**Niraj Shah**  
(Director)

**Sriram Iyer**  
(Chief Executive Officer)

**Fagun Pancholi**  
(Chief Financial Officer)

**Nagesh Pai**  
(Company Secretary)

**Place :** Mumbai

**Date :** April 22,2022

**NATIONAL PENSION SYSTEM TRUST**

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME TAX SAVER TIER II**

Schedules forming part of the un-audited half yearly financial statements

**Schedule 1: Unit capital**

(In ₹)

Particulars	Scheme Tax Saver Tier II	
	March 31, 2022	March 31, 2021
<b>Initial capital</b>		
<b>Unit capital</b>		
Outstanding at the beginning of the year	1,09,42,913	2,07,012
Add :Units issued during the year	86,24,957	67,43,835
Less: Units redeemed during the year	-	-
<b>Outstanding at the end of the year</b>	<b>1,95,67,870</b>	<b>69,50,847</b>
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>		
Outstanding units at the beginning of the year	10,94,291	20,701
Add :Units issued during the year	8,62,496	6,74,384
Less: Units redeemed during the year	-	-
<b>Outstanding Units at the end of the year</b>	<b>19,56,787</b>	<b>6,95,085</b>

**Schedule 2: Reserves and surplus**

(In ₹)

Particulars	Scheme Tax Saver Tier II	
	March 31, 2022	March 31, 2021
<b>Unit premium reserve</b>		
Opening balance	1,46,808	137
Add: Premium on Units issued	5,27,663	35,056
Less: Premium on Units redeemed	-	-
Add: Transfer from General Reserve	-	-
Closing balance	<b>6,74,471</b>	<b>35,193</b>
<b>General Reserve</b>		
Opening balance	2,33,765	27
Add/(Less): Transfer from/(to) Revenue Account	1,07,818	(29,839)
Less: Transfer to Unit Premium Reserve	-	-
Closing balance	<b>3,41,583</b>	<b>(29,812)</b>
<b>Unrealised Appreciation Reserve</b>		
Opening balance	3,37,023	214
Add: Adjustment for Previous years unrealised appreciation reserve	-	-
Add: Transfer from Revenue Account	(95,398)	16,590
Closing balance	<b>2,41,625</b>	<b>16,804</b>
<b>Total</b>	<b>12,57,679</b>	<b>22,185</b>

**Schedule 3: Current liabilities and provisions**

(In ₹)

Particulars	Scheme Tax Saver Tier II	
	March 31, 2022	March 31, 2021
<b>Current liabilities</b>		
Sundry creditors for expenses	1,546	516
TDS Payable	124	14
Contract for Purchase of Investments	-	6,53,613
		-
<b>Total</b>	<b>1,670</b>	<b>6,54,143</b>

**NATIONAL PENSION SYSTEM TRUST****NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME TAX SAVER TIER II**

Schedules forming part of the un-audited half yearly financial statements

**Schedule 4: Investments (Long Term and Short Term)****(In ₹)**

Particulars	Scheme Tax Saver Tier II	
	March 31, 2022	March 31, 2021
Equity shares	35,84,637	8,28,012
Central and state government securities (including treasury bills )	99,30,135	57,57,663
Others - Mutual Fund Units	66,91,845	7,05,965
<b>Total</b>	<b>2,02,06,617</b>	<b>72,91,640</b>

**Schedule 5: Deposits****(In ₹)**

Particulars	Scheme Tax Saver Tier II	
	March 31, 2022	March 31, 2021
Deposits with scheduled banks	2,12,000	-
<b>Total</b>	<b>2,12,000</b>	<b>-</b>

**Schedule 6: Other current assets****(In ₹)**

Particulars	Scheme Tax Saver Tier II	
	March 31, 2022	March 31, 2021
Balances with banks in current account	3,04,870	5,752
Outstanding and accrued income	1,03,257	29,659
Dividend Receivable	475	125
Sundry debtors	-	3,00,000
<b>Total</b>	<b>4,08,602</b>	<b>3,35,535</b>

# NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED- SCHEME TAX SAVER TIER I

## Schedule 7

### Significant accounting policies & notes to accounts for the half year ended March 31, 2022

#### 1.1 Background

HDFC Pension Management Company Limited ('the Company') has been appointed as a Pension Fund Manager ('PFM') by the Pension Fund Regulatory and Development Authority ("PFRDA") for the management of Pension Schemes under the National Pension System ('NPS'). Accordingly, the Company has entered into an Investment Management Agreement ('IMA') with NPS Trust. The Pension Fund Regulatory and Development Authority ("PFRDA" / "Authority") guidelines require each PFM to manage subscribers' funds. As per unbundled architecture of the NPS, the main responsibility of PFM is to manage funds in accordance with the laid down guidelines and declare NAV. As per the architecture, the NSDL e-Governance Infrastructure Ltd and , KFin Technologies Private Ltd and Computer Age Management Services Ltd being the Central Recordkeeping Agency (CRA) provides consolidated data to PFM for allotment / redemption of units and Axis Bank, being the Trustee Bank, provides / receives funds on consolidated basis in respect of such allotment / redemption.

**Central Record Keeping Agency (CRA):** NSDL e-Governance Infrastructure Ltd, KFin Technologies Private Ltd, Computer Age Management Services Ltd and PFRDA have set up Central Recordkeeping Agency (CRA) for the NPS.

Some of the key responsibilities of the CRA include the following:

- Record keeping, Administration and Customer service function for NPS subscriber,
- Providing Unique Permanent Retirement Account Number (PRAN) to each subscriber,
- Maintaining database of all PRANs issued and recording transactions relating to each subscribers PRAN,
- PRAN Transaction Statement,
- An operational interface between PFRDA and other NPS intermediaries such as Pension Funds, Annuity Service Providers, Trust Bank etc.

CRA is responsible to resolve all queries pertaining to investors. CRA informs about the fund flow to Pension Fund Managers (PFM) and also instruct Axis Bank to credit PFM's pool account maintained with them.

NPS trust has designated Stock Holding Corporation of India Ltd. (SHCIL) as the custodian, who is responsible for safe custody of securities and settlements of trades.

The fees payable to CRA, in terms of IMA, is charged to the investor by redeeming the equivalent number of units on receipt of intimation from CRA. As stated above, the amount of funds received from the subscribers is intimated by the Trustee Bank on consolidated basis on T+2 basis. PFM records the same on receipt basis. Accordingly, funds with Trustee Bank at the year end do not get reflected in the financial statements.

## **1.2 Basis of preparation**

The financial statements have been prepared to comply with the Pension Fund Regulatory and Development Authority Act, 2013, PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012, Accounting Standards notified under the Companies Act, 1956 to the extent made applicable by PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012 and generally accepted accounting principles. These financial statements have been prepared on an accrual basis, except as otherwise stated.

The financials have been prepared for SCHEME TAX SAVER TIER II being managed by the Company.

The Company manages eight separate schemes under the two tiered structure (Tier I and II) prescribed under the NPS. The schemes are classified as Scheme E, C, G, A and Tax Saver based on the asset class prescribed under the NPS as follows:

Scheme E - Equity market instruments

Scheme C - Credit risk bearing fixed income instruments

Scheme G - Government securities

Scheme A – Alternate Investment funds

Scheme Tax Saver – Hybrid Investments

## **1.3 Investments**

Transactions for purchase and sale of securities are accounted on trade date.

The holding cost of investments is determined by the weighted average cost method and the cost includes applicable taxes and stamp charges but exclude brokerage and other transactional charges.

Investments are reconciled with the custodian records on daily basis.

## **Valuation of Investments**

The scheme marks all investments to market and carries investments in the Balance Sheet at the market value as on Balance Sheet date / date of determination / date of valuation.

The change in unrealised appreciation/depreciation in the value of investments is determined separately for each assets category at the year-end and is recognised in the Revenue Account. The change in net unrealised appreciation, if any, is transferred to /from "Unrealised Appreciation Reserve" shown as part of Reserves and Surplus.

As per directive received from NPS Trust, the valuation of investments is carried out by ICRA Management Consulting Services Limited (IMACS) w.e.f April 01, 2019. The Investment valuation methodology adopted by IMACS is as follows:

The following valuation norms are as prescribed by PFRDA (Preparation of Financial Statements and Auditor's Report of schemes under National Pension System) Guidelines - 2012.

### **Valuation of Corporate Bonds**

#### **Securities traded at a stock exchange:**

Traded debt securities (other than government securities) are valued at weighted average traded price on that day reported on National Stock Exchange (NSE) /Bombay Stock Exchange (BSE). Preference is given to NSE trade over BSE trade.

#### **Securities not traded at a stock exchange:**

Non-traded debt securities (i.e. securities not reported on exchanges) are valued at a yield to maturity basis by using matrix of spread over risk free asset constructed by IMaCS. Matrix is classified into two categories TRAD & NPR. TRAD Matrix (Comprises of sectors like MFTG, BANK, HFC) & NPR Matrix (Comprises of sectors like NBFC, Real Estate). Matrix is constructed basis each rating category and for all tenor. Any security falling into respective matrix type (TRAD or NPR) are valued as per that matrix basis conservative rating of that security and modified duration.

#### **Valuation of securities having call and/or Put options:**

- a) Callable Bonds with single / daily / multiple call options will be valued at lowest value basis.
- b) Puttable Bonds with single / daily / multiple call options will be valued at highest value basis.
- c) The securities with both Call & Put options on the same day would be deemed to mature on the Call/Put day and will be valued accordingly.

d) For perpetual bonds with single / daily / multiple call options, the price for all options dates till the maturity date will be computed and the lowest price will be used for valuing the bonds.

e) For perpetual bank bond, the first Call date of the bond shall be considered as deemed date of maturity for the valuation purpose

### **Valuation of Partly Paid up Bonds**

Partly paid bonds will be valued on the paid up value of the bonds till it is fully paid.

### **Valuation of debt securities below Investment grade of BBB-**

Valuation of performing non-government debt securities below Investment grade of BBB- at a discount of 25% to face value ( as per SEBI guideline CIR MFD/CIR/8/92/2000 dated September 18,2000)

On Friday or on last working day before the market holiday, the valuation convention shall be T+1 for corporate bonds.

### **Valuation of Government Securities**

**Central Government, State Government securities and Treasury bills are valued based on iMaCS 's internal valuation methodology as follows**

1.For traded securities, Last Traded Yield shall be considered with minimum quantum criteria as A. Gsec- 5 cr and above, B. State Government Securities- 5 cr and above, C. Treasury bill- 25 cr and above. Outlier trade if any(+/- Bps from the model yield) is not considered for the valuation.

2.For non- traded securities, bid-ask level shall be considered for valuation. If bid-ask yields are not available, the previous day's spread over benchmark is carried forward and considered for valuation.

3.Polling for outliers to be adopted for each level.

### **Valuation of Equity**

#### **Securities traded at a stock exchange:**

The securities are valued at the daily closing price on the stock exchange.

Listed equity shares are valued at market value, being the last quoted closing price on the National stock exchange (NSE). If they are not quoted on NSE, then the last quoted closing price on the Bombay stock exchange (BSE) is taken.

**Securities not traded at a stock exchange:**

Non-traded / thinly traded / privately placed equity securities including those not traded within thirty days are valued "in-good faith" on the basis of following valuation methods approved by the Authority/Trust:

Equity instruments are generally valued on the basis of capitalization of earnings solely or in combination with the net asset value, using for the purposes of capitalization, the price or earning ratios of comparable traded securities and with an appropriate discount for lower liquidity.

**Valuation of Right Shares**

Non traded rights are valued at the difference of closing market price of the original equity share for the day and the offer price.

Traded rights are valued at the closing market price of the rights renunciation till the time of application. In the event of application of rights, the rights entitlement would be valued at the closing market price of the original equity share till the date of allotment/listing.

**Valuation of Money Market Investment and Mutual Fund**

Money market instruments like, commercial paper, and certificate of deposit are valued at last quoted price / applicable Matrix based valuation for investment grade securities.

Mutual fund units are valued based on the net asset value of the preceding day of the valuation date

**1.4 Income Recognition**

Dividend Income is recognised on the "Ex-Dividend" date in case of listed equity shares.

Bonus entitled shares are recognised only when the original shares on which the bonus entitlement accrues are traded on the stock exchange on an ex-bonus basis. Rights entitlements are recognized only when the original shares on which the right entitlement accrues are traded on the stock exchange on an ex-rights basis.

Profit or loss on sale of equity is the difference between the sale consideration net of expenses and the weighted average book cost as on the date of sale.

Profit or loss on sale of mutual fund units is the difference between the sale consideration net of expenses and the weighted average book cost.

Interest income on all interest bearing investment is recognised on daily accrual basis; when investments are purchased, interest paid for the period from the last interest due date upto the date of purchase is debited to Interest Recoverable Account and not included in cost of purchase. Similarly

interest received at the time of sale for the period from the last interest due date upto the date of sale credited to Interest Recoverable Account and not included in sale value.

### 1.5 Non-Performing Assets

An investment is regarded as non-performing, if interest/principal or both amount has not been received or has remained outstanding for 90 days from the day such income/installment has fallen due.

Where income receivable on investments has accrued but has not been received for a period of 90 days beyond the due date, provision is made by debiting to the Revenue Account for the income so accrued and no further accrual of income shall be made in respect of such investments.

Income on non-performing assets (NPA) is recognised on receipt and other incomes of miscellaneous nature are accounted for when there is certainty of collection.

Valuation of performing non-government debt securities below investment grade of BBB- at a discount of 25% to face value (as per SEBI guideline CIR MFD/CIR/8/92/2000 dated September 18, 2000).

### 1.6 Units reconciliation

The subscribers' units as per Investment management system are reconciled with Central Recordkeeping Agency (CRA) records on daily basis.

### 1.7 Investment management fees

Investment management fees are recognised on daily accrual basis on closing Asset Under Management (AUM) in accordance with IMA. The Investment management fee is inclusive of brokerage but excludes custodian charges and applicable taxes, if any.

The Company has charged investment management fee as per the below slab structure basis the aggregate AUM managed by the PFM under all Scheme with effect from April 01,2021.

<b>AUM Slabs</b>	<b>Investment Management Fees%</b>
Upto 10,000 Cr	0.09%
10,001 – 50,000 Cr	0.06%
50,001 – 1,50,000 Cr	0.05%
Above 1,50,000 Cr	0.03%

This fee shall remain valid till further notice and subsequent revision, if any, shall be duly notified by the Company. The investment management fees charged until March 31, 2021 was 0.01% per annum (inclusive of brokerage but excluding custodian charges and applicable taxes), in terms of the Pension Fund Regulatory and Development Authority's circular no. PFRDA/6/PFM/9/2 dated July 31, 2014.

### **1.8 Trustee fees**

The Company has started charging Trustee fee of 0.01% per annum, with effect from November 01, 2015 in terms of the National Pension Scheme Trust circular no. 1/20/2015/NPS dated October 19, 2015 and the fee has been revised to 0.005% per annum with effect from April 01, 2018.

The Company has stopped charging Trustee fee with effect from January 25, 2019, as directed by the Authority vide PFRDA circular no. PFRDA/17/03/31/0016/2018-SUP-PF/12 dated January 25, 2019.

Basis the direction from NPS Trust the Trustee Fees charge of 0.005% has been re-initiated with effect from 01<sup>st</sup> August 2019.

### **1.9 Other Expenses**

Custody charges are recognised on daily accrual basis in accordance with IMA. Trustee bank charges, if any, are recognised when they are debited by the trustee bank on a quarterly basis.

## **2 Unit Premium Reserve**

Upon issue and redemption of units, the net premium or discount to the face value of units is adjusted against the Unit Premium Reserve of the Scheme.

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME TAX SAVER TIER II**

**Notes to accounts (Un-audited)**

**2.1 Contingent liabilities**

(In ₹)

Particulars	Scheme Tax Saver Tier II	
	March 31, 2022	March 31, 2021
Uncalled liability on partly paid shares	2,809	NIL
Other commitments	NIL	NIL

**2.2 Investments**

All investments are performing investments. All investments of the scheme are in the name of the NPS Trust. All investments are traded investments.

**2.3 Details of transactions with sponsor and its related parties**

Nature of relationship	Name of the related party
<b>Pension fund manager</b>	HDFC Pension Management Company Limited
<b>Sponsor company</b>	HDFC Life Insurance Company Limited
<b>Associates and group companies</b>	
Holding Company	HDFC Limited
Ms. Vibha Padalkar	Key Management Personnel
Mr. Parvez Mulla	Key Management Personnel (Resigned w.e.f March 4, 2022)
Mr. Niraj Shah	Key Management Personnel (Appointed w.e.f March 7, 2022)
Mr. Sumit Shukla	Key Management Personnel (Resigned w.e.f March 31, 2022)
Mr. Sriram Iyer	Key Management Personnel (Appointed w.e.f April 1, 2022)
Mr. Fagun Pancholi	Key Management Personnel
Mr. Nagesh Pai	Key Management Personnel

The following represents significant transactions between the Company and its related parties for the half year ended March 31, 2022

(In ₹)

Nature of Transaction	Scheme Tax Saver Tier II	
	March 31, 2022	March 31, 2021
Investment management fees	6,434	161

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme Tax Saver Tier II	
	March 31, 2022	March 31, 2021
Investment management fees payable	1,382	128

Aggregate investments made in the Associates and group companies as at March 31, 2022 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme Tax Saver Tier II			
		March 31, 2022		March 31, 2021	
		Cost	Market Value	Cost	Market Value
HDFC LTD	Equity	1,46,338	1,31,472	15,419	14,989

**Investment with other Group Companies**

Nature of relationship	Name of the related party
Associates of Sponsor's Holding Company	HDFC Bank Limited

Aggregate investments made in the other group companies as at March 31, 2022 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme Tax Saver Tier II			
		March 31, 2022		March 31, 2021	
		Cost	Market Value	Cost	Market Value
HDFC Bank Ltd	Equity	2,60,114	2,51,430	22,407	22,405

**2.4 Provision**

There are no provisions for doubtful deposits, debts and outstanding and accrued income.

**2.5 Aggregate value of purchase and sale with percentage to average assets**

Aggregate value of purchase and sale with percentage to average assets as at March 31, 2022 is as follows :

(In ₹)

Particulars	Scheme Tax Saver Tier II	
	March 31, 2022	March 31, 2021
Average Net Asset Value	1,51,99,635	27,24,634
Purchase of Investment	1,33,17,130	1,48,77,244
% to average Net Assets Value	87.61%	546.03%
Sale of Investment	38,62,765	76,59,591
% to average Net Assets Value	25.41%	281.12%

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME TAX SAVER TIER II**

**Notes to accounts (Un-audited)**

Aggregate value of purchase and sale (excluding liquid mutual fund)\* with percentage to average assets as at March 31, 2022 is as follows :

(In ₹)

Particulars	Scheme Tax Saver Tier II	
	March 31, 2022	March 31, 2021
Average Net Asset Value	1,51,99,635	27,24,634
Purchase of Investment	30,64,130	67,23,356
% to average Net Assets Value	20.16%	246.76%
Sale of Investment	45,707	-
% to average Net Assets Value	0.30%	-

\*Liquid mutual fund investments are held for day to day cash management, hence excluded

**2.6 Investments falling under each major industry group**

The total value of investments falling under each major industry group (which constitutes not less than 5% of the total investments in the major classification of the financials) are disclosed as under:

(In ₹)

Industry Classification	Scheme Tax Saver Tier II			
	March 31, 2022		March 31, 2021	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Central Government of India Loans	74,08,186	35.57%	46,40,120	66.54%
State Development Loans	25,21,949	12.11%	11,17,543	16.03%
Other Industry	35,84,637	17.21%	8,28,012	11.87%
Mutual Funds	66,91,844	32.13%	7,05,964	10.12%
Fixed Deposite	2,12,000	1.02%	-	-
Net Current Assets	4,06,932	1.95%	(3,18,608)	-4.57%
<b>Net Asset Value</b>	<b>2,08,25,549</b>	<b>100.00%</b>	<b>69,73,032</b>	<b>100.00%</b>

**Note :**

1. Industry classification has been taken at sub class level of National Industrial Classification (NIC) 2008.

**2.7 Age wise disclosure for Shares/debentures/ others application money pending allotment.**

(In ₹)

Security Name	Asset Type	Ageing	Scheme Tax Saver Tier II	
			March 31, 2022	March 31, 2021
			NIL	NIL

**2.8 Prior Year Comparatives :**

The Figures of the previous period have been regrouped / rearranged, wherever applicable, to conform current year's presentation.

Scheme Launched by the NPS Trust on August 17<sup>th</sup>, 2020 hence previous year numbers are not available.

NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME TAX SAVER TIER II

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2022

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
<b>Central Government Securities</b>			
1. 6.22% GOI Mat 16-Mar-2035	37,30,568	17.91%	Sovereign
2. 6.67% GOI Mat 15-Dec-2035	9,60,225	4.61%	Sovereign
3. 6.67% GOI Mat 17-Dec-2050	9,52,984	4.58%	Sovereign
4. 5.63% GOI Mat 12-Apr-2026	4,93,279	2.37%	Sovereign
5. 6.64% GOI Mat 16-Jun-2035	4,78,761	2.30%	Sovereign
6. Gsec C-STRIPS Mat 17-Dec-2026	3,21,342	1.54%	Sovereign
7. 6.80% GOI Mat 15-Dec-2060	2,83,627	1.36%	Sovereign
78. 5.77% GOI Mat 03-Aug-2030	1,87,401	0.90%	Sovereign
<b>Central Government Securities Total</b>	<b>74,08,186</b>	<b>35.57%</b>	
<b>State Development Loans</b>			
1. 6.90% Gujrat SDL Mat 31-Mar-2030	13,37,773	6.42%	Sovereign
2. 7.65% Tamil Nadu SDL Mat 06-Dec-2027	4,59,185	2.20%	Sovereign
3. 7.18% Tamil Nadu SDL Mat 26-July-2027	4,11,278	1.97%	Sovereign
4. 7.69% Tamil Nadu SDL Mat 20-Dec-2027	3,13,713	1.51%	Sovereign
<b>State Development Loans Total</b>	<b>25,21,949</b>	<b>12.11%</b>	
<b>Equity Instruments</b>			
1. Reliance Industries Ltd.	3,16,170	1.52%	N.A.
2. Infosys Ltd	2,99,375	1.44%	N.A.
3. HDFC Bank Ltd	2,51,430	1.21%	N.A.
4. ICICI Bank Ltd	2,49,763	1.20%	N.A.
5. Housing Development Finance Corporation Ltd	1,31,472	0.63%	N.A.
6. Tata Consultancy Services Ltd	1,23,418	0.59%	N.A.
7. Bharati Airtel Ltd.	1,18,527	0.57%	N.A.
8. Larsen & Toubro Ltd	1,13,130	0.54%	N.A.
9. Axis Bank Ltd	1,11,889	0.54%	N.A.
10. Kotak Mahindra Bank Ltd	1,06,985	0.51%	N.A.
11. State Bank of India	1,06,607	0.51%	N.A.
12. Bajaj Finance Ltd.	94,379	0.45%	N.A.
13. Hindustan Unilever Ltd	81,946	0.39%	N.A.
14. ITC Ltd	78,203	0.38%	N.A.
15. UltraTech Cement Ltd	72,625	0.35%	N.A.
16. Maruti Suzuki India Ltd	68,052	0.33%	N.A.
17. Tata Steel Ltd	53,595	0.26%	N.A.
18. Hindalco Industries Ltd	52,394	0.25%	N.A.
19. HCL Technologies Ltd	52,369	0.25%	N.A.
20. Bajaj Finserv Ltd	51,181	0.25%	N.A.
21. Divis Laboratories Ltd	48,423	0.23%	N.A.
22. Tech Mahindra Ltd.	44,984	0.22%	N.A.
23. Mahindra & Mahindra Ltd	43,554	0.21%	N.A.
24. Asian Paints (India) Ltd	43,119	0.21%	N.A.
25. Titan Company Limited	35,506	0.17%	N.A.
26. Nestle India Limited	34,761	0.17%	N.A.
27. Dr Reddys Laboratories Ltd	34,364	0.17%	N.A.
28. Pidilite Industries Limited	34,360	0.16%	N.A.
29. IndusInd Bank Ltd	31,804	0.15%	N.A.
30. SBI Life Insurance Company Limited	31,401	0.15%	N.A.
31. Cipla Ltd	26,469	0.13%	N.A.
32. Shree Cement Ltd	24,033	0.12%	N.A.
33. Mphasis Limited	23,638	0.11%	N.A.
34. ICICI Prudential Life Insurance Company Limited	23,041	0.11%	N.A.
35. Britannia Industries Ltd	22,445	0.11%	N.A.
36. MindTree Limited	21,515	0.10%	N.A.
37. Gland Pharma Limited	19,636	0.09%	N.A.
38. Power Grid Corporation of India Ltd	19,512	0.09%	N.A.
39. Bharat Petroleum Corporation Ltd	19,405	0.09%	N.A.
40. Sun Pharmaceuticals Industries Ltd	19,210	0.09%	N.A.
41. Siemens Ltd	18,946	0.09%	N.A.

NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME TAX SAVER TIER II

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2022

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
42. National Thermal Power Corporation Ltd	18,765	0.09%	N.A.
43. Hindustan Petroleum Corporation Ltd	18,316	0.09%	N.A.
44. Adani Ports And Special Economic Zone Ltd	17,807	0.09%	N.A.
45. United Spirits Ltd	16,879	0.08%	N.A.
46. Lupin Ltd	16,435	0.08%	N.A.
47. Astral Limited	16,184	0.08%	N.A.
48. Ambuja Cements Ltd	16,160	0.08%	N.A.
49. Wipro Ltd	15,981	0.08%	N.A.
50. Tata Motors Ltd	15,181	0.07%	N.A.
51. ICICI Lombard General Insurance Company Limited	14,611	0.07%	N.A.
52. Bosch Ltd.	14,439	0.07%	N.A.
53. Oil & Natural Gas Corporation Ltd	13,932	0.07%	N.A.
54. Petronet LNG Ltd	13,175	0.06%	N.A.
55. Dabur India Ltd	12,869	0.06%	N.A.
56. SBI Cards and Payment Services Ltd	12,776	0.06%	N.A.
57. Godrej Consumer Products Ltd	12,704	0.06%	N.A.
58. Havells India Ltd	12,678	0.06%	N.A.
59. Bharat Electronics Ltd.	11,805	0.06%	N.A.
60. Gas Authority of India Ltd	11,518	0.06%	N.A.
61. Cholamandalam Investment & Finance Company Ltd	11,495	0.06%	N.A.
62. Hero Motocorp Ltd	11,471	0.06%	N.A.
63. Voltas Ltd	11,209	0.05%	N.A.
64. Indraprastha Gas Ltd	10,821	0.05%	N.A.
65. Eicher Motors Ltd	9,829	0.05%	N.A.
66. Cummins India Ltd	8,970	0.04%	N.A.
67. Ashok Leyland Ltd	8,911	0.04%	N.A.
68. Crompton Greaves Consumer Electricals Limited	7,854	0.04%	N.A.
69. Bajaj Auto Ltd	7,306	0.04%	N.A.
70. Alkem Laboratories Ltd	7,241	0.03%	N.A.
71. TVS Motor Company Ltd.	6,882	0.03%	N.A.
72. Coal India Ltd	5,858	0.03%	N.A.
73. Shriram Transport Finance Co. Ltd	5,674	0.03%	N.A.
74. Dr. Lal Path Labs Ltd	5,222	0.03%	N.A.
75. Indian Oil Corporation Ltd	5,115	0.02%	N.A.
76. Colgate Palmolive (India) Ltd	4,627	0.02%	N.A.
77. Zydus Lifesciences Ltd	3,485	0.02%	N.A.
78. Indus Towers Ltd	3,331	0.02%	N.A.
79. Grasim Industries Ltd	3,328	0.02%	N.A.
80. The Ramco Cements Limited	3,072	0.01%	N.A.
81. Bharati Airtel Ltd. - Partly Paid up Equity Shares	2,772	0.01%	N.A.
82. Zee Entertainment Enterprises Ltd	2,307	0.01%	N.A.
83. Gujarat Gas Limited	2,013	0.01%	N.A.
<b>Equity Instruments Total</b>	<b>35,84,638</b>	<b>17.21%</b>	
<b>Money Market Instruments</b>			
<b>Liquid Mutual Funds</b>			
1. Kotak Overnight Fund -Direct Plan-Growth Option	66,91,844	32.13%	AAA
<b>Fixed Deposite</b>			
1. 2.50% Axis Bank FD Mat 07-Apr-2022	2,12,000	1.02%	AAA
<b>Money Market Instruments Total</b>	<b>69,03,844</b>	<b>33.15%</b>	
Cash/Cash Equivalent & Net Current Assets	4,06,932	1.95%	
<b>Grand Total</b>	<b>2,08,25,549</b>	<b>100.00%</b>	
Average Maturity of Portfolio (in yrs)	12.68		
Modified Duration (in yrs)	7.57		
Yield to Maturity (%) (annualised) (at market price)	6.99%		

NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME TAX SAVER TIER II

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2022

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
<b><u>Credit Rating Exposure</u></b>			
Central Government Securities	74,08,186	35.57%	
State Development Loans	25,21,949	12.11%	
AAA / equivalent	-	-	
A1+ / equivalent (Certificate of Deposits / Commercial Papers)	-	-	
AA+ / equivalent	-	-	
AA / equivalent	-	-	
AA- / equivalent	-	-	
A+ / equivalent	-	-	
A / equivalent	-	-	
A- / equivalent	-	-	
BBB+ / equivalent	-	-	
BBB / equivalent	-	-	
BBB- / equivalent	-	-	
Lower (Below Investment Grade)	-	-	
(out of above Net NPA)	-	-	
<b>TOTAL</b>	<b>99,30,135</b>	<b>47.68%</b>	
Bank FD	2,12,000	1.02%	
Equity	35,84,638	17.21%	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	66,91,844	32.13%	
Cash / cash equivalent net current assets	4,06,932	1.95%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
<b>Grand Total</b>	<b>2,08,25,549</b>	<b>100.00%</b>	
Units Outstanding	19,56,787		
NAV	10.6427		
<b>Notes:</b>			
a. Total NPAs provided for and its percentage to NAV		-	
b. Total value and percentage of illiquid equity shares		-	
c. NAV at September 30,2021		10.6557	
d. NAV at March 31,2022		10.6427	
e. Total outstanding exposure in derivative instruments at March 31, 2022		-	
f. Total 'Infrastructure investments' March 31, 2022		-	

**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME TAX SAVER TIER II**

**3.1 KEY STATISTICS FOR THE HALF YEAR ENDED MARCH 31, 2022 (UN-AUDITED)**

Sr No	Particulars	Scheme Tax Saver Tier II	
		March 31, 2022	March 31, 2021
1	NAV per unit (₹) I		
	Open	10.6557	10.0182
	High	10.7701	10.1405
	Low	10.4008	9.8838
	End	10.6427	10.0319
2	Closing Assets Under Management (₹ in Lakhs)		
	End	208.26	69.73
	Average daily net assets (AAuM) II	152.00	27.25
3	Gross income as % of AAuM III	2.47%	2.63%
4	Expense ratio		
a	Total expense as % of AAuM (scheme wise) IV	0.05%	0.04%
b	Management fee as % of AAuM (scheme wise) V	0.04%	0.01%
5	Net income as % of AAuM VI	0.08%	-0.49%
6	Portfolio turnover ratio VII	NIL	NIL
7	Returns (%)* Compounded Annualised Yield VIII		
	Last 1 Year	6.09%	NA
	Last 3 Years	NA	NA
	Last 5 Years	NA	NA
	Last 10 Years	NA	NA
	Since Launch of the scheme (17/08/2020)	3.92%	0.52%
* Declared NAV; Returns calculated based on declared NAV			
I	NAV = (Market value of investment held by scheme + value of current assets - value of current liability and provisions, if any) / (no. of units at the valuation date (before creation/ redemption of units))		
II	AAuM = Average daily net assets		
III	Gross income = Total Income as per Revenue Account		
IV	Total expenses = Expenses include management fees, custody fees, trustee fees, Depository and settlement charges and Stamp duty but excludes Unrealised /Realised loss		
V	Management fee as % of AAuM is annualised. Management fees (Including applicable Taxes) as per Revenue Account		
VI	Net income = Surplus / Deficit as per Revenue Account		
VII	Portfolio turnover = Lower of sales or purchase divided by the average AUM for the period. Investments in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management		
VIII	Returns (%)* Compounded Annualised Yield is to be calculated based on following formula: = ((1+ cumulative return)^n) -1 (where n=365/no. of days)		