



HDFC PENSION MANAGEMENT COMPANY LIMITED

**Un-audited Financial Statements for the half year
ended September 30, 2019**

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

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

**Un-audited Financial Statements for the half year
ended September 30, 2019**

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

UN-AUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2019

(In ₹)

Particulars	Schedule	Scheme E Tier I	
		September 30, 2019	September 30, 2018 *
Liabilities			
Unit Capital	1	11,82,52,49,581	6,44,24,95,338
Reserves & Surplus	2	14,54,83,01,887	7,02,76,12,129
Current Liabilities and Provisions	3	7,99,01,536	7,42,72,183
Total		26,45,34,53,004	13,54,43,79,650
Assets			
Investments	4	26,42,63,49,702	13,49,79,29,811
Deposits	5	-	-
Other Current Assets	6	2,71,03,302	4,64,49,839
Total		26,45,34,53,004	13,54,43,79,650
(a) Net asset as per Balance Sheet (Schedule 4+5+6 -3)		26,37,35,51,468	13,47,01,07,467
(b) Number of units outstanding		1,18,25,24,958	64,42,49,534
(c) NAV per unit (a)/(b) (₹)		22.3027	20.9082
Significant accounting policies and notes to accounts	7		

*30th Sep.2018 being the last day of half year and non business day, computed NAV is for disclosure purpose only. The last declared NAV for the half year is 28th Sep.2018.

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)

Parvez Mulla
(Director)

Sumit Shukla
(Chief Executive Officer)

Fagun Pancholi
(Chief Financial Officer)

Nagesh Pai
(Company Secretary)

Place : Mumbai

Date : October 16, 2019

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 SEPTEMBER 30, 2019

(In ₹)

Particulars	Schedule	Scheme E Tier I	
		September 30, 2019	September 30, 2018
Income			
Dividend		17,68,06,837	9,76,91,022
Profit on sale/redemption of investments		14,83,61,585	13,14,96,658
Unrealised gain on appreciation in investments		1,98,43,919	44,58,69,274
Other income			
- Miscellaneous Income		377	3,660
Total Income (A)		34,50,12,718	67,50,60,614
Expenses & Losses			
Unrealised losses in value of investments		3,221	7,97,177
Loss on sale/redemption of investments		11,75,86,802	87,04,981
Management fees (including Goods and Service Tax)		13,69,410	7,34,853
NPS Trust fees		2,03,432	3,11,379
Custodian fees		3,88,319	2,04,586
CRA fees		1,18,82,148	76,18,008
Less : Amount recoverable on sale of units on account of CRA Charges		(1,18,82,148)	(76,18,008)
Depository and settlement charges		49,615	25,553
Total Expenditure (B)		11,96,00,799	1,07,78,529
Surplus/(Deficit) for the year (A-B = C)		22,54,11,919	66,42,82,085
Less: Amount transferred to Unrealised appreciation account		(1,98,40,698)	(44,50,72,097)
Less: Amount transferred to General Reserve		(20,55,71,221)	(21,92,09,988)
Amount carried forward to Balance Sheet		-	-
Significant accounting policies and notes to accounts	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)

Parvez Mulla
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(Company Secretary)

Place : Mumbai

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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	
	September 30, 2019	September 30, 2018
Initial capital		
Unit Capital		
Outstanding at the beginning of the period	9,38,46,57,605	5,09,86,27,559
Add :Units issued during the period	2,73,69,17,923	1,56,23,03,126
Less: Units redeemed during the period	(29,63,25,947)	(21,84,35,347)
Outstanding at the end of the period	11,82,52,49,581	6,44,24,95,338
(Face Value of Rs.10/- each unit, fully paid up)		
Outstanding units at the beginning of the period	93,84,65,761	50,98,62,756
Add :Units issued during the period	27,36,91,792	15,62,30,313
Less: Units redeemed during the period	(2,96,32,595)	(2,18,43,535)
Outstanding Units at the end of the period	1,18,25,24,958	64,42,49,534

Schedule 2: Reserves and surplus

(In ₹)

Particulars	Scheme E Tier I	
	September 30, 2019	September 30, 2018
Unit premium reserve		
Opening balance	8,47,62,48,254	3,79,10,64,241
Add: Premium on Units issued	3,24,26,05,219	1,72,58,07,207
Less: Premium on Units redeemed	(35,36,89,724)	(24,51,36,590)
Closing balance	11,36,51,63,749	5,27,17,34,858
General Reserve		
Opening balance	63,29,08,454	30,01,60,095
Add/(Less): Transfer from/(to) Revenue Account	20,55,71,221	21,92,09,988
Closing balance	83,84,79,675	51,93,70,083
Unrealised Appreciation Reserve		
Opening balance	2,32,48,17,765	79,14,35,091
Add/(Less): Transfer from/(to) Revenue Account	1,98,40,698	44,50,72,097
Add: Adjustment for Previous years unrealised appreciation reserve	-	-
Closing balance	2,34,46,58,463	1,23,65,07,188
Total	14,54,83,01,887	7,02,76,12,129

Schedule 3: Current liabilities and provisions

(In ₹)

Particulars	Scheme E Tier I	
	September 30, 2019	September 30, 2018
Current liabilities & Provisions		
Sundry creditors for expenses	11,01,155	6,60,445
Redemption Payable	1,35,64,926	63,85,234
TDS Payable	27,462	14,869
Contracts for purchase of investments	6,52,07,993	6,72,11,635
Total	7,99,01,536	7,42,72,183

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	
	September 30, 2019	September 30, 2018
Equity shares	25,34,10,99,299	12,92,23,26,811
Others - Mutual Fund Units	1,08,52,50,403	57,56,03,000
Total	26,42,63,49,702	13,49,79,29,811

Schedule 5: Deposits**(In ₹)**

Particulars	Scheme E Tier I	
	September 30, 2019	September 30, 2018
Deposits with scheduled banks	-	-
Total	-	-

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

Particulars	Scheme E Tier I	
	September 30, 2019	September 30, 2018
Balances with banks in current account	25,286	25,568
Contracts for sale of investments	-	2,75,97,314
Brokerage receivable from PFM	1,53,135	28,433
Others - Dividend receivable	5,43,365	52,39,911
Sundry debtors - Margin Money for Investments	2,63,81,516	1,35,58,613
Total	2,71,03,302	4,64,49,839

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 September 30, 2019

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 Karvy Computershare Pvt.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): National Securities Depository Limited (NSDL), Karvy Computershare Pvt.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 seven separate schemes under the two tiered structure (Tier I and II) prescribed under the NPS. The schemes are classified as Scheme E, C, G and A 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

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 ICRA Management Consulting Services Limited (IMACS) effective April 01, 2019 which until previous financial year was carried out SHCIL. 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 started charging investment management fee of 0.01% per annum (inclusive of brokerage but excluding custodian charges and applicable taxes), with effect from August 01, 2014, 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 01st 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	
	September 30, 2019	September 30, 2018
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
Pension fund manager	HDFC Pension Management Company Limited
Sponsor company	HDFC Life Insurance Company Limited
Associates and group companies	
Holding Company	HDFC Limited
Ms. Vibha Padalkar	Key Management Personnel
Mr. Parvez Mulla	Key Management Personnel (W.E.F. 25th Sept 2018)
Mr. Sumit Shukla	Key Management Personnel
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 September 30, 2019

(In ₹)

Nature of Transaction	Scheme E Tier I	
	September 30, 2019	September 30, 2018
Investment management fees	13,69,410	7,34,853

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme E Tier I	
	September 30, 2019	September 30, 2018
Investment management fees payable	6,76,095	3,75,424

Aggregate investments made in the Associates and group companies as at September 30, 2019 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme E Tier I			
		As at September 30, 2019		As at September 30, 2018	
		Cost	Market Value	Cost	Market Value
HDFC Ltd	Equity	23,53,94,388	23,70,48,295	13,65,20,445	13,78,15,975

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 September 30, 2019 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme E Tier I			
		As at September 30, 2019		As at September 30, 2018	
		Cost	Market Value	Cost	Market Value
HDFC Bank Ltd	Equity	80,70,09,515	1,04,43,75,832	41,48,33,001	52,38,79,958

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 September 30, 2019 is as follows :

(In ₹)

Particulars	Scheme E Tier I	
	September 30, 2019	September 30, 2018
Average Net Asset Value	23,21,03,26,353	12,42,11,08,326
Purchase of Investment	75,32,09,70,419	56,10,38,36,211
% to average Net Assets Value	324.51%	451.68%
Sale of Investment	69,63,19,26,530	53,29,71,32,354
% to average Net Assets Value	300.00%	429.09%

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

Notes to accounts (un-audited)

Aggregate value of purchase and sale (excluding liquid mutual fund)* with percentage to average assets as at September 30, 2019 is as follows :

(In ₹)

Particulars	Scheme E Tier I	
	September 30, 2019	September 30, 2018
Average Net Asset Value	23,21,03,26,353	12,42,11,08,326
Purchase of Investment	6,68,83,96,419	3,24,67,87,212
% to average Net Assets Value	28.82%	26.14%
Sale of Investment	1,23,22,37,579	46,91,72,044
% to average Net Assets Value	5.31%	3.78%

*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 September 30, 2019		As at September 30, 2018	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Monetary intermediation of commercial / saving / postal banks	7,23,90,49,975	27.45%	2,96,14,50,044	21.99%
Computer consultancy and computer facilities management activities	3,21,58,32,318	12.19%	1,46,33,29,616	10.86%
Production Of Liquid And Gaseous Fuels, Illuminating Oils & Lubricating oils	2,64,46,45,150	10.03%	1,40,64,57,987	10.44%
Others	12,24,15,71,856	46.42%	7,09,10,89,164	52.65%
Mutual Funds	1,08,52,50,403	4.11%	57,56,03,000	4.27%
Net Current Assets	-5,27,98,234	-0.20%	-2,78,22,344	-0.21%
Net Asset Value	26,37,35,51,468	100.00%	13,47,01,07,467	100.00%

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	
			September 30, 2019	September 30, 2018
	NIL	NIL	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 SEPTEMBER 30, 2019

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Equity Instruments			
Shares			
1. Reliance Industries Ltd.	1,97,53,27,075	7.49%	N.A.
2. ICICI Bank Ltd	1,83,57,00,305	6.96%	N.A.
3. Kotak Mahindra Bank Ltd	1,72,86,45,840	6.55%	N.A.
4. Infosys Ltd	1,51,16,00,812	5.73%	N.A.
5. ITC Ltd	1,24,65,52,420	4.73%	N.A.
6. Larsen & Toubro Ltd	1,21,95,73,312	4.62%	N.A.
7. Axis Bank Ltd	1,19,47,77,000	4.53%	N.A.
8. Tata Consultancy Services Ltd	1,11,42,03,475	4.22%	N.A.
9. HDFC Bank Ltd	1,04,43,75,832	3.96%	N.A.
10. Hindustan Unilever Ltd	82,24,10,152	3.12%	N.A.
11. State Bank of India	71,66,18,040	2.72%	N.A.
12. Bajaj Finance Ltd.	61,64,15,717	2.34%	N.A.
13. Maruti Suzuki India Ltd	52,31,60,820	1.98%	N.A.
14. IndusInd Bank Ltd	49,14,36,960	1.86%	N.A.
15. UltraTech Cement Ltd	42,34,88,937	1.61%	N.A.
16. Asian Paints (India) Ltd	41,56,03,077	1.58%	N.A.
17. Bharati Airtel Ltd.	38,74,57,980	1.47%	N.A.
18. HCL Technologies Ltd	32,42,34,030	1.23%	N.A.
19. Mahindra & Mahindra Ltd	32,23,26,065	1.22%	N.A.
20. Bajaj Finserv Ltd	31,32,78,400	1.19%	N.A.
21. Bharat Petroleum Corporation Ltd	30,26,50,380	1.15%	N.A.
22. ICICI Prudential Life Insurance Company Limited	27,90,27,000	1.06%	N.A.
23. Hindustan Petroleum Corporation Ltd	26,85,58,255	1.02%	N.A.
24. Hero Motocorp Ltd	26,64,17,875	1.01%	N.A.
25. Tech Mahindra Ltd.	26,57,94,000	1.01%	N.A.
26. Cipla Ltd	24,94,70,650	0.95%	N.A.
27. National Thermal Power Corporation Ltd	24,14,56,625	0.92%	N.A.
28. Housing Development Finance Corporation Ltd	23,70,48,295	0.90%	N.A.
29. Dr Reddys Laboratories Ltd	21,03,70,162	0.80%	N.A.
30. Shree Cement Ltd	20,11,58,798	0.76%	N.A.
31. Petronet LNG Ltd	18,16,57,105	0.69%	N.A.
32. Tata Steel Ltd	18,11,15,200	0.69%	N.A.
33. Nestle India Limited	17,43,15,108	0.66%	N.A.
34. LIC Housing Finance Ltd	16,99,82,145	0.64%	N.A.
35. Power Grid Corporation of India Ltd	16,78,78,770	0.64%	N.A.
36. Gas Authority of India Ltd	16,71,49,875	0.63%	N.A.
37. Hindalco Industries Ltd	16,30,49,335	0.62%	N.A.
38. Coal India Ltd	15,37,64,590	0.58%	N.A.
39. Lupin Ltd	14,69,68,995	0.56%	N.A.
40. Vedanta Ltd	14,41,14,835	0.55%	N.A.
41. Havells India Ltd	13,77,34,025	0.52%	N.A.
42. Divis Laboratories Ltd	13,47,38,950	0.51%	N.A.
43. Exide Industries Ltd	13,47,36,800	0.51%	N.A.
44. Dabur India Ltd	13,42,86,813	0.51%	N.A.
45. Oil & Natural Gas Corporation Ltd	13,09,63,070	0.50%	N.A.
46. Ambuja Cements Ltd	12,87,33,240	0.49%	N.A.
47. Sun Pharmaceuticals Industries Ltd	12,40,59,298	0.47%	N.A.
48. Pidilite Industries Limited	12,22,85,625	0.46%	N.A.
49. Eicher Motors Ltd	11,28,09,020	0.43%	N.A.
50. Wipro Ltd	11,17,22,820	0.42%	N.A.
51. Titan Company Limited	10,16,53,043	0.39%	N.A.
52. Indian Oil Corporation Ltd	9,81,09,440	0.37%	N.A.
53. Federal Bank Ltd	9,65,96,920	0.37%	N.A.
54. MRF Ltd	8,22,79,015	0.31%	N.A.
55. Adani Ports And Special Economic Zone Ltd	7,27,40,950	0.28%	N.A.
56. TVS Motor Company Ltd.	7,17,18,900	0.27%	N.A.
57. Motherson Sumi Systems Ltd	7,06,41,845	0.27%	N.A.
58. Shriram Transport Finance Co. Ltd	6,94,00,800	0.26%	N.A.
59. Cholamandalam Investment & Finance Company Ltd	6,86,54,790	0.26%	N.A.
60. Tata Motors Ltd	6,86,14,290	0.26%	N.A.
61. Mahindra & Mahindra Financial Services Ltd	6,56,32,800	0.25%	N.A.
62. Godrej Consumer Products Ltd	6,34,03,425	0.24%	N.A.
63. Voltas Ltd	6,24,50,645	0.24%	N.A.
64. Cummins India Ltd	6,16,61,920	0.23%	N.A.
65. Siemens Ltd	6,02,62,988	0.23%	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 SEPTEMBER 30, 2019

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
66. Punjab National Bank	6,00,97,695	0.23%	N.A.
67. Cadila Healthcare Ltd.	5,72,40,155	0.22%	N.A.
68. Grasim Industries Ltd	5,49,40,025	0.21%	N.A.
69. Zee Entertainment Enterprises Ltd	4,86,39,600	0.18%	N.A.
70. Bharti Infratel Ltd	4,79,73,585	0.18%	N.A.
71. RBL Bank Ltd	4,32,76,660	0.16%	N.A.
72. Bosch Ltd.	3,93,78,360	0.15%	N.A.
73. Ashok Leyland Ltd	2,94,48,255	0.11%	N.A.
74. Bank of Baroda	2,75,10,233	0.10%	N.A.
75. Oracle Financial Services Software Ltd	2,61,80,550	0.10%	N.A.
76. Bharat Electronics Ltd.	2,43,94,575	0.09%	N.A.
77. Indraprastha Gas Ltd	2,33,77,445	0.09%	N.A.
78. Oil India Ltd	2,31,41,230	0.09%	N.A.
79. Bajaj Auto Ltd	1,95,62,970	0.07%	N.A.
80. United Spirits Ltd	1,39,83,655	0.05%	N.A.
81. L&T Finance Holdings Limited	1,20,93,825	0.05%	N.A.
82. Tata Motors Limited DVR	48,20,312	0.02%	N.A.
83. Yes Bank Ltd	14,490	0.00%	N.A.
Equity Instruments Total	25,34,10,99,299	96.09%	
Money Market Instruments			
Liquid Mutual Funds			
1. ICI Prudential Liquid - Direct Plan - Growth	1,08,52,50,403	4.11%	AAA
Money Market Instruments Total	1,08,52,50,403	4.11%	
Cash/Cash Equivalent & Net Current Assets	(5,27,98,234)	-0.20%	
Grand Total	26,37,35,51,468	100.00%	
Average Maturity of Portfolio (in yrs)	N.A.		
Modified Duration (in yrs)	N.A.		
Yield to Maturity (%) (annualised) (at market price)	N.A.		
Credit Rating Exposure			
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)	-	-	
TOTAL	-	-	
Bank FD	-	-	
Equity	25,34,10,99,299	96.09%	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	1,08,52,50,403	4.11%	
Cash / cash equivalent net current assets	(5,27,98,234)	-0.20%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
Grand Total	26,37,35,51,468	100.00%	
Units Outstanding	1,18,25,24,958		
NAV	22.3027		
Notes:			
a. Total NPAs provided for and its percentage to NAV		-	
b. Total value and percentage of illiquid equity shares		-	
c. NAV at March 31,2019		22.1836	
d. NAV at September 30,2019		22.3027	
e. Total outstanding exposure in derivative instruments at September 30,2019		-	
f. Total 'Infrastructure investments' September 30,2019		-	

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

3.1 KEY STATISTICS FOR THE HALF YEAR ENDED SEPTEMBER 30, 2019 (UN-AUDITED)

Sr No	Particulars	Scheme E Tier I	
		September 30, 2019	September 30, 2018
1	NAV per unit (₹) I		
	Open	22.1836	19.5764
	High	23.0183	22.7239
	Low	20.7424	19.6921
	End @	22.3027	20.9082
2	Closing Assets Under Management (₹ in Lakhs)		
	End	2,63,735.51	1,34,701.07
	Average daily net assets (AAuM) II	2,32,103.26	1,24,211.08
3	Gross income as % of AAuM III	1.49%	5.43%
4	Expense ratio		
a	Total expense as % of AAuM (scheme wise) IV	0.01%	0.01%
b	Management fee as % of AAuM (scheme wise) V	0.01%	0.01%
5	Net income as % of AAuM VI	0.97%	5.35%
6	Portfolio turnover ratio VII	5.31%	3.78%
7	Total dividend per unit distributed during the period	N.A.	N.A.
8	Returns: (%)		
a	Last one year	6.67%	10.17%
	Benchmark VIII	5.23%	11.17%
b	Since inception	123.03%	109.08%
	Benchmark VIII	113.54%	103.13%
c	Compound annualised yield (%) IX		
	Last 1 year	6.67%	10.17%
	Last 2 year	8.40%	13.19%
	Last 3 year	10.97%	12.72%
	Since launch of the scheme	13.89%	15.34%
	Launch Date	August 01, 2013	
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 bank charges but excludes Unrealised /Realised loss		
V	Management fee as % of AAuM is annualised		
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	Post changes in the PFRDA investment regulation vide circular No PFRDA/2015/PFM/08 in September 2015; company has changed the fund management strategy of the equity schemes. Due to this change, the benchmark of the scheme has been changed from Nifty 50 to Nifty 100 TRI effective from October 01, 2015. hence since inception returns is not comparable with Benchmark returns. The benchmark return mentioned above represents the return of existing scheme benchmark, which is Nifty 100 TRI .		
IX	Compounded annualised yield is to be calculated based on following formula: = (1+ cumulative return) ⁿ -1 (where n=365/no. of days)		
	@ 30th Sep.2018 being the last day of half year and non business day, computed NAV is for disclosure purpose only. The last declared NAV for the half year is 28th Sep.2018.		



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

**Un-audited Financial Statements for the half year
ended September 30, 2019**

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 SEPTEMBER 30, 2019

(In ₹)

Particulars	Schedule	Scheme E Tier II	
		September 30, 2019	September 30, 2018 *
Liabilities			
Unit Capital	1	52,44,44,350	29,40,97,388
Reserves & Surplus	2	48,69,86,560	23,69,42,406
Current Liabilities and Provisions	3	43,84,162	32,92,709
Total		1,01,58,15,072	53,43,32,503
Assets			
Investments	4	1,01,47,54,358	53,24,23,797
Deposits	5	-	-
Other Current Assets	6	10,60,714	19,08,706
Total		1,01,58,15,072	53,43,32,503
(a) Net asset as per Balance Sheet (Schedule 4+5+6-3)		1,01,14,30,910.00	53,10,39,794
(b) Number of units outstanding		5,24,44,435	2,94,09,739
(c) NAV per unit (a)/(b) (₹)		19.2857	18.0565
Significant accounting policies and notes to accounts	7		

*30th Sep.2018 being the last day of half year and non business day, computed NAV is for disclosure purpose only. The last declared NAV for the half year is 28th Sep.2018.

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)

Parvez Mulla
(Director)

Sumit Shukla
(Chief Executive Officer)

Fagun Pancholi
(Chief Financial Officer)

Nagesh Pai
(Company Secretary)

Place : Mumbai

Date : October 16, 2019

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 SEPTEMBER 30, 2019

(In ₹)

Particulars	Schedule	Scheme E Tier II	
		September 30, 2019	September 30, 2018
Income			
Dividend		65,12,206	33,29,972
Profit on sale/redemption of investments		49,32,804	45,48,010
Unrealised gain on appreciation in investments		33,48,593	92,35,793
Other income			
- Miscellaneous Income		17	283
Total Income (A)		1,47,93,620	1,71,14,058
Expenses & Losses			
Unrealised losses in value of investments		13,131	-
Loss on sale/redemption of investments		54,29,319	2,91,218
Management fees (including Goods and Service Tax)		50,386	25,675
NPS Trust fees		7,742	10,879
Custodian fees		14,565	7,266
CRA fees		1,05,944	67,003
Less : Amount recoverable on sale of units on account of CRA Charges		(1,05,944)	(67,003)
Depository and settlement charges		2,123	1,030
Total Expenditure (B)		55,17,266	3,36,068
Surplus/(Deficit) for the year (A-B = C)		92,76,354	1,67,77,990
Less: Amount transferred to Unrealised appreciation account		(33,35,462)	(92,35,793)
Less: Amount transferred to General Reserve		(59,40,892)	(75,42,197)
Amount carried forward to Balance Sheet		-	-
Significant accounting policies and notes to accounts	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)

Parvez Mulla
(Director)

Sumit Shukla
(Chief Executive Officer)

Fagun Pancholi
(Chief Financial Officer)

Nagesh Pai
(Company Secretary)

Place : Mumbai

Date : October 16, 2019

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	
	September 30, 2019	September 30, 2018
Initial capital		
Unit capital		
Outstanding units at the beginning of the period	38,46,90,523	19,53,34,803
Add :Units issued during the period	21,16,42,466	13,79,35,749
Less: Units redeemed during the period	(7,18,88,639)	(3,91,73,164)
Outstanding at the end of the period	52,44,44,350	29,40,97,388
(Face Value of Rs.10/- each unit, fully paid up)		
Outstanding units at the beginning of the period	3,84,69,052	1,95,33,480
Add :Units issued during the period	2,11,64,247	1,37,93,575
Less: Units redeemed during the period	(71,88,864)	(39,17,316)
Outstanding Units at the end of the period	5,24,44,435	2,94,09,739

Schedule 2: Reserves and surplus

(In ₹)

Particulars	Scheme E Tier II	
	September 30, 2019	September 30, 2018
Unit premium reserve		
Opening balance	26,19,30,022	10,60,54,232
Add: Premium on Units issued	18,84,85,897	11,75,44,799
Less: Premium on Units redeemed	(6,42,08,527)	(3,31,71,689)
Closing balance	38,62,07,392	19,04,27,342
General Reserve		
Opening balance	2,04,93,022	84,98,934
Add/(Less): Transfer from/(to) Revenue Account	59,40,892	75,42,197
Closing balance	2,64,33,914	1,60,41,131
Unrealised Appreciation Reserve		
Opening balance	7,10,09,792	2,12,38,140
Add/(Less): Transfer from/(to) Revenue Account	33,35,462	92,35,793
Closing balance	7,43,45,254	3,04,73,933
Total	48,69,86,560	23,69,42,406

Schedule 3: Current liabilities and provisions

(In ₹)

Particulars	Scheme E Tier II	
	September 30, 2019	September 30, 2018
Current liabilities & Provision		
Sundry creditors for expenses	41,849	23,891
Redemption Payable	22,57,564	7,07,194
TDS Payable	1,064	577
Contracts for purchase of investments	20,83,685	25,61,047
Total	43,84,162	32,92,709

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	
	September 30, 2019	September 30, 2018
Equity shares	97,41,19,358	51,12,36,797
Others - Mutual Fund Units	4,06,35,000	2,11,87,000
Total	1,01,47,54,358	53,24,23,797

Schedule 5: Deposits**(In ₹)**

Particulars	Scheme E Tier II	
	September 30, 2019	September 30, 2018
Deposits with scheduled banks	-	-
Total	-	-

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

Particulars	Scheme E Tier II	
	September 30, 2019	September 30, 2018
Balances with banks in current account	4,652	5,748
Contracts for sale of investments	-	11,03,905
Sundry debtors	10,30,460	6,16,890
Brokerage receivable from PFM	4,798	1,099
Dividend receivable	20,804	1,81,064
Total	10,60,714	19,08,706

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 September 30, 2019

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 Karvy Computershare Pvt.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): National Securities Depository Limited (NSDL), Karvy Computershare Pvt.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 seven separate schemes under the two tiered structure (Tier I and II) prescribed under the NPS. The schemes are classified as Scheme E, C, G and A 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

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) effective April 01, 2019 which until previous financial year was carried out SHCIL. 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 of 0.01% per annum (inclusive of brokerage but excluding custodian charges and applicable taxes), with effect from August 01, 2014, 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 01st 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	
	September 30, 2019	September 30, 2018
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
Pension fund manager	HDFC Pension Management Company Limited
Sponsor company	HDFC Life Insurance Company Limited
Associates and group companies	
Holding Company	HDFC Limited
Ms. Vibha Padalkar	Key Management Personnel
Mr. Parvez Mulla	Key Management Personnel (W.E.F. 25th Sept 2018)
Mr. Sumit Shukla	Key Management Personnel
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 September 30, 2019

(In ₹)

Nature of Transaction	Scheme E Tier II	
	September 30, 2019	September 30, 2018
Investment management fees	50,386	25,675

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme E Tier II	
	September 30, 2019	September 30, 2018
Investment management fees payable	25,518	13,543

Aggregate investments made in the Associates and group companies as at September 30, 2019 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme E Tier II			
		September 30, 2019		September 30, 2018	
		Cost	Market Value	Cost	Market Value
HDFC Ltd	Equity	90,92,349	90,94,430	54,70,138	54,38,950

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 September 30, 2019 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme E Tier II			
		September 30, 2019		September 30, 2018	
		Cost	Market Value	Cost	Market Value
HDFC Bank Ltd	Equity	3,19,41,440	4,01,98,987	1,75,20,360	2,06,62,315

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 September 30, 2019 is as follows :

(In ₹)

Particulars	Scheme E Tier II	
	September 30, 2019	September 30, 2018
Average Net Asset Value	85,40,02,084	43,39,75,642
Purchase of Investment	4,69,67,83,497	2,27,17,86,276
% to average Net Assets Value	549.97%	523.48%
Sale of Investment	4,42,19,46,229	2,07,15,55,624
% to average Net Assets Value	517.79%	477.34%

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 September 30, 2019 is as follows :

(In ₹)

Particulars	Scheme E Tier II	
	September 30, 2019	September 30, 2018
Average Net Asset Value	85,40,02,084	43,39,75,642
Purchase of Investment	29,27,35,495	20,09,28,276
% to average Net Assets Value	34.28%	46.30%
Sale of Investment	4,48,07,037	2,12,87,978
% to average Net Assets Value	5.25%	4.91%

*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 September 30, 2019		As at September 30, 2018	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Monetary intermediation of commercial / saving / postal banks	27,77,93,485	27.47%	11,90,74,008	22.42%
Computer consultancy and computer facilities management activities	12,34,45,985	12.21%	5,88,07,313	11.07%
Production Of Liquid And Gaseous Fuels, Illuminating Oils & Lubricating oils	10,15,87,907	10.04%	5,42,66,066	10.22%
Others	47,12,91,981	46.60%	27,90,89,410	52.56%
Mutual Funds	4,06,35,000	4.02%	2,11,87,000	3.99%
Net Current Assets	(33,23,448)	-0.33%	(13,84,003)	-0.26%
Net Asset Value	1,01,14,30,910	100.00%	53,10,39,794	100.00%

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	
			September 30, 2019	September 30, 2018
	NIL	NIL	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 SEPTWMBER 30, 2019

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Equity Instruments			
Shares			
1. Reliance Industries Ltd.	7,60,04,862	7.51%	N.A.
2. ICICI Bank Ltd	7,04,76,250	6.97%	N.A.
3. Kotak Mahindra Bank Ltd	6,65,18,002	6.58%	N.A.
4. Infosys Ltd	5,78,45,670	5.72%	N.A.
5. ITC Ltd	4,88,64,792	4.83%	N.A.
6. Larsen & Toubro Ltd	4,73,97,137	4.69%	N.A.
7. Axis Bank Ltd	4,57,58,000	4.52%	N.A.
8. Tata Consultancy Services Ltd	4,27,20,755	4.22%	N.A.
9. HDFC Bank Ltd	4,01,98,987	3.97%	N.A.
10. Hindustan Unilever Ltd	3,15,13,005	3.12%	N.A.
11. State Bank of India	2,74,18,500	2.71%	N.A.
12. Bajaj Finance Ltd.	2,36,69,392	2.34%	N.A.
13. Maruti Suzuki India Ltd	2,01,47,400	1.99%	N.A.
14. IndusInd Bank Ltd	1,88,85,457	1.87%	N.A.
15. UltraTech Cement Ltd	1,62,79,687	1.61%	N.A.
16. Asian Paints (India) Ltd	1,59,47,457	1.58%	N.A.
17. Bharati Airtel Ltd.	1,48,65,525	1.47%	N.A.
18. HCL Technologies Ltd	1,28,05,110	1.27%	N.A.
19. Mahindra & Mahindra Ltd	1,23,65,590	1.22%	N.A.
20. Bajaj Finserv Ltd	1,19,18,200	1.18%	N.A.
21. Bharat Petroleum Corporation Ltd	1,15,87,965	1.15%	N.A.
22. ICICI Prudential Life Insurance Company Limited	1,06,83,675	1.06%	N.A.
23. Hindustan Petroleum Corporation Ltd	1,02,87,970	1.02%	N.A.
24. Hero Motocorp Ltd	1,01,42,812	1.00%	N.A.
25. Tech Mahindra Ltd.	1,00,74,450	1.00%	N.A.
26. Cipla Ltd	95,73,750	0.95%	N.A.
27. National Thermal Power Corporation Ltd	90,94,500	0.90%	N.A.
28. Housing Development Finance Corporation Ltd	90,94,430	0.90%	N.A.
29. Shree Cement Ltd	84,99,668	0.84%	N.A.
30. Dr Reddys Laboratories Ltd	79,71,637	0.79%	N.A.
31. Nestle India Limited	69,44,825	0.69%	N.A.
32. Tata Steel Ltd	69,39,625	0.69%	N.A.
33. Petronet LNG Ltd	69,39,330	0.69%	N.A.
34. LIC Housing Finance Ltd	64,97,212	0.64%	N.A.
35. Gas Authority of India Ltd	63,82,025	0.63%	N.A.
36. Power Grid Corporation of India Ltd	62,89,980	0.62%	N.A.
37. Hindalco Industries Ltd	61,42,335	0.61%	N.A.
38. Coal India Ltd	58,85,582	0.58%	N.A.
39. Lupin Ltd	55,46,675	0.55%	N.A.
40. Vedanta Ltd	54,49,203	0.54%	N.A.
41. Havells India Ltd	52,79,505	0.52%	N.A.
42. Divis Laboratories Ltd	51,63,050	0.51%	N.A.
43. Exide Industries Ltd	51,14,240	0.51%	N.A.
44. Dabur India Ltd	50,98,650	0.50%	N.A.
45. Oil & Natural Gas Corporation Ltd	49,09,550	0.49%	N.A.
46. Sun Pharmaceuticals Industries Ltd	48,48,653	0.48%	N.A.
47. Ambuja Cements Ltd	48,23,418	0.48%	N.A.
48. Pidilite Industries Limited	45,47,813	0.45%	N.A.
49. Eicher Motors Ltd	44,41,300	0.44%	N.A.
50. Wipro Ltd	42,92,420	0.42%	N.A.
51. Titan Company Limited	38,82,803	0.38%	N.A.
52. Indian Oil Corporation Ltd	37,07,110	0.37%	N.A.
53. Federal Bank Ltd	36,56,680	0.36%	N.A.
54. MRF Ltd	31,64,578	0.31%	N.A.
55. Adani Ports And Special Economic Zone Ltd	27,58,563	0.27%	N.A.
56. TVS Motor Company Ltd.	27,43,000	0.27%	N.A.
57. Tata Motors Ltd	27,30,713	0.27%	N.A.
58. Motherson Sumi Systems Ltd	27,23,453	0.27%	N.A.
59. Cholamandalam Investment & Finance Company Ltd	26,47,080	0.26%	N.A.
60. Shriram Transport Finance Co. Ltd	26,23,950	0.26%	N.A.
61. Godrej Consumer Products Ltd	25,08,645	0.25%	N.A.
62. Mahindra & Mahindra Financial Services Ltd	24,60,000	0.24%	N.A.
63. Cummins India Ltd	23,48,480	0.23%	N.A.
64. Voltas Ltd	22,76,493	0.23%	N.A.
65. Siemens Ltd	22,74,075	0.22%	N.A.
66. Punjab National Bank	22,70,468	0.22%	N.A.
67. Cadila Healthcare Ltd.	21,81,355	0.22%	N.A.
68. Grasim Industries Ltd	21,53,795	0.21%	N.A.
69. Bharti Infratel Ltd	18,91,155	0.19%	N.A.
70. Zee Entertainment Enterprises Ltd	18,85,050	0.19%	N.A.
71. Ashok Leyland Ltd	16,69,410	0.17%	N.A.
72. RBL Bank Ltd	16,11,365	0.16%	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 SEPTWMBER 30, 2019

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
73. Bosch Ltd.	14,06,370	0.14%	N.A.
74. Bank of Baroda	9,95,635	0.10%	N.A.
75. Bharat Electronics Ltd.	9,58,455	0.09%	N.A.
76. Oracle Financial Services Software Ltd	9,52,020	0.09%	N.A.
77. Oil India Ltd	9,18,416	0.09%	N.A.
78. Indraprastha Gas Ltd	8,39,280	0.08%	N.A.
79. Bajaj Auto Ltd	7,35,450	0.07%	N.A.
80. L&T Finance Holdings Limited	4,61,888	0.05%	N.A.
81. United Spirits Ltd	3,73,520	0.04%	N.A.
82. Tata Motors Limited DVR	1,59,937	0.02%	N.A.
83. Yes Bank Ltd	4,140	0.00%	N.A.
Equity Instruments Total	97,41,19,358	96.31%	
Money Market Instruments			
Liquid Mutual Funds			
1. ICICI Prudential Liquid - Direct Plan - Growth	4,06,35,000	4.02%	AAA
Money Market Instruments Total	4,06,35,000	4.02%	
Cash/Cash Equivalent & Net Current Assets	(33,23,448)	-0.33%	
Grand Total	1,01,14,30,910	100.00%	
Average Maturity of Portfolio (in yrs)	N.A.		
Modified Duration (in yrs)	N.A.		
Yield to Maturity (%) (annualised) (at market price)	N.A.		
Credit Rating Exposure			
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)	-	-	
TOTAL	-	-	
Bank FD	-	-	
Equity	97,41,19,358	96.31%	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	4,06,35,000	4.02%	
Cash / cash equivalent net current assets	(33,23,448)	-0.33%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
Grand Total	1,01,14,30,910	100.00%	
Units Outstanding	5,24,44,435		
NAV	19.2857		
Notes:			
a. Total NPAs provided for and its percentage to NAV		-	
b. Total value and percentage of illiquid equity shares		-	
c. NAV at March 31,2019		19.1874	
d. NAV at September 30,2019		19.2857	
e. Total outstanding exposure in derivative instruments at September 30,2019		-	
f. Total 'Infrastructure investments' September 30,2019		-	

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

3.1 KEY STATISTICS FOR THE HALF YEAR ENDED SEPTEMBER 30, 2019 (UN-AUDITED)

Sr No	Particulars	Scheme E Tier II	
		September 30, 2019	September 30, 2018
1	NAV per unit (₹) I Open High Low End @	19.1874 19.9064 17.9324 19.2857	16.9517 19.6703 17.0464 18.0566
2	Closing Assets Under Management (₹ in Lakhs) End Average daily net assets (AAuM) II	10,114.31 8,540.02	5,310.40 4,339.76
3	Gross income as % of AAuM III	1.73%	3.94%
4	Expense ratio		
a	Total expense as % of AAuM (scheme wise) IV	0.01%	0.01%
b	Management fee as % of AAuM (scheme wise) V	0.01%	0.01%
5	Net income as % of AAuM VI	1.09%	3.87%
6	Portfolio turnover ratio VII	5.25%	4.91%
7	Total dividend per unit distributed during the period	N.A.	N.A.
8	Returns: (%)		
a	Last one year Benchmark VIII	6.81% 5.23%	9.94% 11.17%
b	Since inception IX Benchmark VIII	92.86% 113.54%	80.57% 103.13%
c	Compound annualised yield (%) X Last 1 year Last 2 year Last 3 year Since launch of the scheme	6.81% 8.36% 10.99% 11.24%	9.94% 13.15% 12.87% 12.12%
	Launch Date	August 01, 2013	
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 bank charges but excludes Unrealised /Realised loss		
V	Management fee as % of AAuM is annualised		
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	Post changes in the PFRDA investment regulation vide circular No PFRDA/2015/PFM/08 in September 2015; company has changed the fund management strategy of the equity schemes. Due to this change, the benchmark of the scheme has been changed from Nifty 50 to Nifty 100 TRI effective from October 01, 2015. hence since inception returns is not comparable with Benchmark returns. The benchmark return mentioned above represents the return of existing scheme benchmark, which is Nifty 100 TRI .		
IX	The investments into the mandated assets of the fund started in March 2014. From the date of inception of the fund till March 2014 the inflows were invested in liquid schemes of mutual funds. As per prevailing fund objective of Tier II Scheme E, the fund could only invest in equity securities through Nifty 50 Index basket. There was a minimum threshold amount for investment in Nifty 50 basket and till the time investable amount reaches the threshold, it was invested temporarily in liquid and money market schemes of mutual funds. Due to small size of the fund this has affected the fund performance. Hence, Fund performance since inception of the scheme is not comparable with the benchmark.		
X	Compounded annualised yield is to be calculated based on following formula: = (1+ cumulative return) ⁿ -1 (where n=365/no. of days) @ 30th Sep.2018 being the last day of half year and non business day, computed NAV is for disclosure purpose only. The last declared NAV for the half year is 28th Sep.2018.		



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

**Un-audited Financial Statements for the half year
ended September 30, 2019**

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 SEPTEMBER 30, 2019

(In ₹)

Particulars	Schedule	Scheme C Tier I	
		September 30, 2019	September 30, 2018 *
Liabilities			
Unit Capital	1	8,22,57,43,233	5,14,07,33,618
Reserves & Surplus	2	6,92,96,95,318	3,10,51,63,980
Current Liabilities and Provisions	3	1,22,41,829	44,70,595
Total		15,16,76,80,380	8,25,03,68,193
Assets			
Investments	4	14,60,38,23,395	7,96,04,90,570
Deposits	5	-	-
Other Current Assets	6	56,38,56,985	28,98,77,623
Total		15,16,76,80,380	8,25,03,68,193
(a) Net asset as per Balance Sheet (Schedule 4+5+6 -3)		15,15,54,38,551	8,24,58,97,598
(b) Number of units outstanding		82,25,74,323	51,40,73,362
(c) NAV per unit (a)/(b) (₹)		18.4244	16.0403
Significant accounting policies and notes to accounts	7		

*30th Sep.2018 being the last day of half year and non business day, computed NAV is for disclosure purpose only. The last declared NAV for the half year is 28th Sep.2018

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)

Parvez Mulla
(Director)

Sumit Shukla
(Chief Executive Officer)

Fagun Pancholi
(Chief Financial Officer)

Nagesh Pai
(Company Secretary)

Place : Mumbai

Date : October 16, 2019

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 SEPTEMBER 30, 2019

(In ₹)

Particulars	Schedule	Scheme C Tier I	
		September 30, 2019	September 30, 2018
Income			
Interest		54,24,00,048	30,03,27,943
Profit on sale/redemption of investments		5,77,09,383	62,63,998
Unrealised gain on appreciation in investments		23,72,24,247	-
Other income			
- Miscellaneous Income		3	2,159
Total Income (A)		83,73,33,681	30,65,94,100
Expenses & Losses			
Unrealised losses in value of investments		59,213	27,56,66,968
Loss on sale/redemption of investments		47,90,356	3,29,67,445
Management fees (including Goods and Service Tax)		8,01,585	4,37,068
NPS Trust fees		1,22,864	1,85,198
Custodian fees		2,41,429	1,34,736
CRA fees		60,59,703	43,17,930
Less : Amount recoverable on sale of units on account of CRA Charges		(60,59,703)	(43,17,930)
Provision for Non-Performing Assets		3,81,31,903	-
Depository and settlement charges		37,472	19,733
Total Expenditure (B)		4,41,84,822	30,94,11,148
Surplus/(Deficit) for the year (A-B = C)		79,31,48,859	(28,17,048)
Less: Amount transferred to Unrealised appreciation account		(23,71,65,035)	1,871
Less: Amount transferred to General Reserve		(55,59,83,825)	28,15,177
Amount carried forward to Balance Sheet		-	-
Significant accounting policies and notes to accounts	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)

Parvez Mulla
(Director)

Sumit Shukla
(Chief Executive Officer)

Fagun Pancholi
(Chief Financial Officer)

Nagesh Pai
(Company Secretary)

Place : Mumbai

Date : October 16, 2019

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	
	September 30, 2019	September 30, 2018
Initial capital		
<u>Unit capital</u>		
Outstanding at the beginning of the period	6,93,86,81,322	3,96,47,03,627
Add :Units issued during the period	1,62,65,69,669	1,31,13,78,243
Less: Units redeemed during the period	(33,95,07,758)	(13,53,48,252)
Outstanding at the end of the period	8,22,57,43,233	5,14,07,33,618
(Face Value of Rs.10/- each unit, fully paid up)		
Outstanding units at the beginning of the period	69,38,68,132.30	39,64,70,363
Add :Units issued during the period	16,26,56,967	13,11,37,824
Less: Units redeemed during the period	(3,39,50,776)	(1,35,34,825)
Outstanding Units at the end of the period	82,25,74,323	51,40,73,362

Schedule 2: Reserves and surplus

(In ₹)

Particulars	Scheme C Tier I	
	September 30, 2019	September 30, 2018
Unit premium reserve		
Opening balance	3,85,36,49,443	1,93,38,41,632
Add: Premium on Units issued	1,28,66,75,799	78,37,75,989
Less: Premium on Units redeemed	(26,81,18,846)	(8,09,99,433)
Closing balance	4,87,22,06,396	2,63,66,18,188
General Reserve		
Opening balance	1,15,86,00,922	47,13,60,969
Add/(Less): Transfer from/(to) Revenue Account	55,59,83,825	(28,15,177)
Closing balance	1,71,45,84,747	46,85,45,792
Unrealised Appreciation Reserve		
Opening balance	10,57,39,140	1,871
Add: Adjustment for Previous years unrealised appreciation reserve	-	-
Add/(Less): Transfer from/(to) Revenue Account	23,71,65,035	(1,871)
Closing balance	34,29,04,175	-
Total	6,92,96,95,318	3,10,51,63,980

Schedule 3: Current liabilities and provisions

(In ₹)

Particulars	Scheme C Tier I	
	September 30, 2019	September 30, 2018
Current liabilities		
Sundry creditors for expenses	6,78,276	3,99,525
Redemption Payable	1,15,47,010	40,61,964
TDS Payable	16,543	9,106
Total	1,22,41,829	44,70,595

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	
	September 30, 2019	September 30, 2018
Debentures and Bonds Listed/Awaiting Listing	14,54,65,27,393	7,76,32,56,571
Provision for Sub Standard Assets *	(3,75,00,000)	-
Others - Mutual Fund Units	9,47,96,002	19,72,33,999
Total	14,60,38,23,395	7,96,04,90,570

* Provision for Sub Standard Assets includes 75% NPA Provision provided basis the NPA guidance note 2013 (Refer Note no 2.4 of Notes to Accounts).

Schedule 5: Deposits**(In ₹)**

Particulars	Scheme C Tier I	
	September 30, 2019	September 30, 2018
Deposits with scheduled banks	-	-
Total	-	-

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

Particulars	Scheme C Tier I	
	September 30, 2019	September 30, 2018
Balances with banks in current account	25,580	25,181
Interest Receivable on Non-Performing Investments	55,14,916	-
Less: Provision for interest on Non-Performing Investment **	(55,14,916)	-
Outstanding and accrued income	55,34,64,405	28,98,48,442
Brokerage receivable from PFM	11,000	4,000
Application money pending allotment	1,03,56,000	-
Total	56,38,56,985	28,98,77,623

** As per the NPS Trust communication ref: 1/16/2018-NPST/11514 dated 06th August 2019, 100% provision made for Interest due and accrued (Refer Note no 2.4 of Notes to Accounts).

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 September 30, 2019

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 Karvy Computershare Pvt.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): National Securities Depository Limited (NSDL), Karvy Computershare Pvt. 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 seven separate schemes under the two tiered structure (Tier I and II) prescribed under the NPS. The schemes are classified as Scheme E, C, G and A 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

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 ICRA Management Consulting Services Limited (IMACS) effective April 01, 2019 which until previous financial year was carried out SHCIL. 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/instalment 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) are recognised 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 started charging investment management fee of 0.01% per annum (inclusive of brokerage but excluding custodian charges and applicable taxes), with effect from August 01, 2014, 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 01st 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	
	September 30, 2019	September 30, 2018
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
Pension fund manager	HDFC Pension Management Company Limited
Sponsor company	HDFC Life Insurance Company Limited
Associates and group companies	
Holding Company	HDFC Limited
Ms. Vibha Padalkar	Key Management Personnel
Mr. Parvez Mulla	Key Management Personnel (W.E.F. 25th Sept 2018)
Mr. Sumit Shukla	Key Management Personnel
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 September 30, 2019

(In ₹)

Nature of Transaction	Scheme C Tier I	
	September 30, 2019	September 30, 2018
Investment management fees	8,01,585	4,37,068

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme C Tier I	
	September 30, 2019	September 30, 2018
Investment management fees payable	4,04,872	2,20,921

Aggregate investments made in the Associates and group companies as at September 30, 2019 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme C Tier I			
		September 30, 2019		September 30, 2018	
		Cost	Market Value	Cost	Market Value
HDFC Ltd	NCD	10,89,18,020	11,28,54,342	15,89,50,370	15,01,89,270
HDFC Credila Fin Ser Pvt Ltd	NCD	25,00,00,000	25,24,68,845	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 September 30, 2019 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme C Tier I			
		As at September 30, 2019		As at September 30, 2018	
		Cost	Market Value	Cost	Market Value
HDFC Bank Ltd		NIL	NIL	NIL	NIL

2.4 Provision

Provision for interest on Non-Performing Investments has been provided basis the NPS Trust communication ref: 1/16/2018-NPST/11514 dated 06th August 2019. Apart from the stated security, there are no provisions for doubtful deposits, debts and outstanding and accrued income.

(In ₹)

Name of the Company	Asset type	As at September 30, 2019		As at September 30, 2018	
		Principal	Interest	Principal	Interest
		7.80% IL&FS Ltd. NCD Mat 30-Nov-2020		3,75,00,000	48,83,014
8.69% IL & FS Ltd NCD Mat 25-Aug-2025.	Non - Convertible Debenture	-	1,63,801	NIL	NIL
9.50% IL & FS Ltd NCD Mat 28-Jul-2024.		-	6,775	NIL	NIL
9.55% IL & FS Ltd NCD Mat 13-Aug-2024.		-	1,87,337	NIL	NIL
9.50% IL & FS Ltd NCD Mat 28-Jul-2024.		-	2,73,990	NIL	NIL
Total Provision for interest on Non-Performing Investment			3,75,00,000	55,14,916	NIL

NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C 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 September 30, 2019 is as follows :

(In ₹)

Particulars	Scheme C Tier I	
	September 30, 2019	September 30, 2018
Average Net Asset Value	13,58,61,80,109	7,38,76,94,974
Purchase of Investment	36,93,90,34,331	22,86,37,83,734
% to average Net Assets Value	271.89%	309.48%
Sale of Investment	34,09,22,51,407	20,63,80,20,811
% to average Net Assets Value	250.93%	279.36%

Aggregate value of purchase and sale (excluding liquid mutual fund)* with percentage to average assets as at September 30, 2019 is as follows :

(In ₹)

Particular	Scheme C Tier I	
	September 30, 2019	September 30, 2018
Average Net Asset Value	13,58,61,80,109	7,38,76,94,974
Purchase of Investment	6,94,92,73,331	3,32,20,24,335
% to average Net Assets Value	51.15%	44.97%
Sale of Investment	4,05,49,39,668	1,28,65,10,463
% to average Net Assets Value	29.85%	17.41%

*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 September 30, 2019		As at September 30, 2018	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Other Credit Granting	4,35,94,04,934	28.76%	2,70,41,79,602	32.79%
Other Financial Service Activities, Except Insurance And Pension	2,19,02,94,224	14.45%	82,87,497	0.10%
Activities Of Specialized Institutions Granting Credit For House purchases	1,55,27,86,671	10.25%	79,84,31,221	9.68%
Monetary intermediation of commercial / saving / postal banks	1,33,28,39,805	8.79%	70,37,02,695	8.53%
Other monetary intermediation services n.e.c.	92,15,60,371	6.08%	73,27,82,867	8.89%
Service Activities Incidental To Water Transportation	88,38,74,378	5.83%	50,72,36,500	6.15%
Transmission Of Electric Energy	70,22,17,742	4.63%	67,04,41,468	8.13%
Electric power generation and transmission by nuclear power plant	58,62,69,461	3.87%	44,24,59,414	5.37%
Others	1,97,97,79,807	13.31%	1,19,57,35,308	14.50%
Mutual Funds	9,47,96,002	0.63%	19,72,33,998	2.39%
Net Current Assets	55,16,15,156	3.39%	28,54,07,028	3.46%
Net Asset Value	15,15,54,38,551	100.00%	8,24,58,97,598	100.00%

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	
			September 30, 2019	September 30, 2018
Kotak Liquid - Growth - Direct	Liquid Mutual Fund	Less than 7 Days	1,03,56,000	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 SEPTEMBER 30, 2019

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Debt Instruments			
PSU/PFI Bonds			
1. 8.65% NHPC NCD Mat 08-February-2029	52,21,61,053	3.45%	AAA
2. 7.54% IRFC NCD Mat 29-July-2034	44,37,07,650	2.93%	AAA
3. 7.48% IRFC NCD Mat 29-Aug-2034	38,98,69,402	2.57%	AAA
4. 8.51% NABARD NCD Mat 19-December-2033	31,90,97,756	2.11%	AAA
5. 7.70% NHAH Mat 13-Sep-2029	24,92,90,126	1.64%	AAA
6. 8.20% NABARD NCD Mat 28-Mar-2034.	23,07,94,074	1.52%	AAA
7. 8.36% Power Grid NCD Mat 07-Jan-2029	20,68,56,766	1.36%	AAA
8. 7.52% Rural Electrification Corp Ltd Mat 07-Nov-2026	19,79,21,952	1.31%	AAA
9. 8.49% NTPC NCD Mat 25-Mar-2025	18,67,17,973	1.23%	AAA
10. 8.30% IRFC NCD Mat 25-Mar-2029	15,55,51,790	1.03%	AAA
11. 7.74% Power Finance Corporation Ltd.Mat 30-Jan-2028	15,19,53,412	1.00%	AAA
12. 7.85% IRFC NCD Mat 01-July-2034	15,18,84,750	1.00%	AAA
13. 7.25% Nuclear Power Corp. Mat 15-Dec-2031 (SR-XXXIII TRCH-E)	14,39,50,540	0.95%	AAA
14. 9.02% Rural Electrification Corp Ltd Mat 19-Nov-2022	12,30,12,012	0.81%	AAA
15. 8.70% Power Grid NCD Mat 15-Jul-2028	12,18,46,357	0.80%	AAA
16. 8.14% Nuclear Power Corp. Mat 25-Mar-2026(Tranche A)	11,73,07,346	0.77%	AAA
17. 9.18% Nuclear Power Corp. Mat 23-Jan-2028(Tranche D)	11,19,65,418	0.74%	AAA
18. 8.95% Food Corporation of India Ltd Mat 01-Mar-2029	10,85,87,500	0.72%	AAA
19. 8.54% Rural Electrification Corp Ltd Mat 15-Nov-2028	10,61,19,170	0.70%	AAA
20. 8.15% EXIM Bank NCD Mat 21-Jan-2030.	10,27,75,617	0.68%	AAA
21. 7.99 State Bank of India NCD Mat 28-June-2028	10,23,41,174	0.68%	AAA
22. 7.52% NHPC NCD Mat 06-June-2026	9,89,75,649	0.65%	AAA
23. 7.27% IRFC NCD Mat 15-June-2027	9,45,43,094	0.62%	AAA
24. 7.55% Power Grid NCD Mat 21-Sep-2031	9,36,16,605	0.62%	AAA
25. 8.22% NABARD NCD Mat 13-December-2028	8,01,26,629	0.53%	AAA
26. 8.65% Power Finance Corporation Ltd.Mat-28-Dec-2024	6,83,83,793	0.45%	AAA
27. 8.18% NABARD NCD Mat 26-December-2028	5,50,18,678	0.36%	AAA
28. 9.30% Power Grid NCD Mat 28-Jun-2024	5,37,09,147	0.35%	AAA
29. 8.40% Nuclear Power Corp. Mat 28-Nov-2029 (SR-XXIX TRCH-E)	5,28,03,408	0.35%	AAA
30. 8.84% Power Finance Corporation Ltd.Mat-04-Mar-2023	5,24,96,903	0.35%	AAA
31. 8.35%IRFC NCD Mat 13-Mar-2029	5,20,09,643	0.34%	AAA
32. 8.09% Rural Electrification Corp Ltd Mat 21-march-2028	5,15,21,364	0.34%	AAA
33. 8.06% Rural Electrification Corp Ltd Mat 27-Mar-2028`	5,14,32,032	0.34%	AAA
34. 8.01% Rural Electrification Corp Ltd Mat 24-Mar-2028	5,12,76,867	0.34%	AAA
35. 7.99% Power Finance Corporation Ltd.Mat 20-Dec-2022	5,11,89,785	0.34%	AAA
36. 7.50% Power Finance Corporation Ltd.Mat 16-Aug-2021	5,03,51,495	0.33%	AAA
37. 7.35% Power Finance Corporation Ltd.Mat 22-Nov-2023	5,02,98,383	0.33%	AAA
38. 8.62% Food Corporation of India Ltd Mat 22-Mar-2023	5,01,13,050	0.33%	AAA
39. 8.27% Rural Electrification Corp Ltd Mat 06-Feb-2025	5,00,96,750	0.33%	AAA
40. 7.24% Rural Electrification Corp Ltd NCD Mat 21-Oct-2021	4,97,75,850	0.33%	AAA
41. 7.10% Power Finance Corporation Ltd.Mat-08-Aug-2022	4,95,40,200	0.33%	AAA
42. 8.40% Power Grid NCD Mat 27-May-2024	4,88,13,171	0.32%	AAA
43. 7.25% Nuclear Power Corp. Mat 15-Dec-2029 (SR-XXXIII TRCH-C)	4,87,79,259	0.32%	AAA
44. 9.60% EXIM Bank NCD Mat 07-FEB-2024	4,85,84,772	0.32%	AAA
45. 7.32% NTPC Series 69 Mat 17-Jul-2029	4,85,72,010	0.32%	AAA
46. 7.40% Power Finance Corporation Ltd.Mat 30-Sep-2021	4,72,79,475	0.31%	AAA
47. 8.49% NHPC NCD Mat 26-November-2024	4,70,74,697	0.31%	AAA
48. 7.25% Nuclear Power Corp. Mat 15-Dec-2028 (SR-XXXIII TRCH-B)	4,59,29,881	0.30%	AAA
49. 7.09% Rural Electrification Corp Ltd Mat 17-Oct-2022	4,49,59,538	0.30%	AAA
50. 8.85% Power Grid NCD Mat 19-Oct-2024	3,84,35,958	0.25%	AAA
51. 8.54% NHPC NCD Mat 26-November-2026.	3,44,50,486	0.23%	AAA
52. 9.64% Power Grid NCD Mat 31-May-2026	3,29,07,903	0.22%	AAA
53. 9.17% NTPC NCD Mat 22-Sep-2024	3,26,14,230	0.22%	AAA
54. 9.00% NTPC NCD Mat 25-Jan-2026	3,18,58,058	0.21%	AAA
55. 8.80% Rural Electrification Corp Ltd Mat 25-Oct-2020	3,06,11,007	0.20%	AAA
56. 8.40% Nuclear Power Corp. Mat 28-Nov-2025 (SR-XXIX TRCH-A)	3,01,67,120	0.20%	AAA
57. 8.82% Rural Electrification Corp. Ltd. Mat 12-Apr-2023	2,98,55,935	0.20%	AAA
58. 8.32% Power Grid NCD Mat 23-Dec-2030	2,29,22,690	0.15%	AAA
59. 9.25% Power Grid NCD Mat 09-March-2027	2,16,78,544	0.14%	AAA
60. 9.30% Power Grid NCD Mat 28-Jun-2026	2,16,11,244	0.14%	AAA
61. 8.40% Power Grid NCD Mat 27-May-2029	1,87,74,708	0.12%	AAA
62. 8.10% EXIM Bank NCD Mat 19-Nov-2025.	1,83,26,837	0.12%	AAA
63. 8.50% EXIM Bank Mat 08-Jul-2023	1,76,01,855	0.12%	AAA
64. 8.38% Power Finance Corporation Ltd.Mat-27-April-2020	1,71,16,977	0.11%	AAA
65. 10.70%IRFC NCD Mat 11-Sep-2023	1,67,53,089	0.11%	AAA
66. 8.50% NABARD NCD Mat 31-Jan-2023	1,65,82,848	0.11%	AAA
67. 8.70% Power Finance Corporation Ltd.Mat 14-May-2025	1,46,02,579	0.10%	AAA
68. 8.83% IRFC NCD Mat 14-May-2031	1,42,23,110	0.09%	AAA
69. 9.39% Power Finance Corporation Ltd.Mat 27-Aug-2024	1,40,43,726	0.09%	AAA

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2019

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
70. 8.95%IRFC NCD Mat 10-Mar-2025	1,37,88,580	0.09%	AAA
71. 9.15% EXIM Bank NCD Mat 05-Sep-2022	1,26,21,784	0.08%	AAA
72. 9.95% Food Corporation of India Ltd Mat 07-Mar-2022	1,16,86,004	0.08%	AAA
73. 8.77% NABARD NCD Mat 05-Oct-2028	1,07,56,576	0.07%	AAA
74. 8.80% Power Finance Corporation Ltd. Mat 15-Jan-2025	1,05,61,658	0.07%	AAA
75. 9.35% Rural Electrification Corp Ltd Mat 15-Jun-2022	1,05,25,042	0.07%	AAA
76. 8.90 State Bank of India NCD Mat 02-Nov-2028	1,05,20,033	0.07%	AAA
77. 8.14% Nuclear Power Corp. Mat 25-Mar-2028 (Tranche C)	1,03,35,911	0.07%	AAA
78. 8.20% Power Finance Corporation Ltd. Mat 10-Mar-2025	1,02,03,793	0.07%	AAA
79. 8.52% Power Finance Corporation Ltd. Mat-09-Dec-2019	1,00,48,413	0.07%	AAA
80. 8.23% Rural Electrification Corp Ltd Mat 23-Jan-2025	1,00,03,390	0.07%	AAA
81. 9.34% Rural Electrification Corp Ltd Mat 25-Aug-2024	97,03,703	0.06%	AAA
82. 8.56% Nuclear Power Corp. Mat 15-Mar-2023 (Tranche C)	94,09,247	0.06%	AAA
83. 8.14% Nuclear Power Corp. Mat 25-Mar-2027 (Tranche B)	92,91,261	0.06%	AAA
84. 8.68%IRFC NCD Mat 29-Nov-2021	82,73,127	0.05%	AAA
85. 8.85% Power Finance Corporation Ltd. Mat 15-Jun-2030	75,47,151	0.05%	AAA
86. 8.83% IRFC NCD Mat 14-May-2034	66,24,943	0.04%	AAA
87. 8.80% Food Corporation of India Ltd Mat 22-Mar-2028	63,91,265	0.04%	AAA
88. 8.55% Power Finance Corporation Ltd. Mat 09-Dec-2021	61,71,767	0.04%	AAA
89. 8.83% IRFC NCD Mat 14-May-2035	55,39,674	0.04%	AAA
90. 9.75% Rural Electrification Corp Ltd Mat 11-Nov-2021	52,53,003	0.03%	AAA
91. 8.40% Nuclear Power Corp. Mat 28-Nov-2026 (SR-XXIX TRCH-B)	52,26,169	0.03%	AAA
92. 8.44% Rural Electrification Corp Ltd Mat 04-Dec-2021	50,95,190	0.03%	AAA
93. 8.79% IRFC NCD Mat 04-May-2030	43,43,044	0.03%	AAA
94. 8.93% Power Grid NCD Mat 20-Oct-2027	42,84,230	0.03%	AAA
95. 8.25% EXIM Bank NCD Mat 23-Jun-2031	41,51,183	0.03%	AAA
96. 8.93% Power Grid NCD Mat 20-Oct-2020	40,86,703	0.03%	AAA
97. 8.70% Power Finance Corp Ltd Mat 14-May-2020	40,44,197	0.03%	AAA
98. 9.46% Power Finance Corporation Ltd. Mat 01-Aug-2026	32,69,572	0.02%	AAA
99. 8.50% NHPC NCD Mat 14-July-2024	31,30,750	0.02%	AAA
100. 8.27% Rural Electrification Corp Ltd Mat 09-Mar-2022	30,74,015	0.02%	AAA
101. 9.48% Rural Electrification Corp Ltd Mat 10-Aug-2021	30,46,800	0.02%	AAA
102. 7.74%IRFC NCD Mat 22-Dec-2020	30,27,362	0.02%	AAA
103. 8.84% Power Grid NCD Mat 21-Oct-2023	26,24,232	0.02%	AAA
104. 8.64% Power Grid NCD Mat 08-Jul-2024	26,22,211	0.02%	AAA
105. 8.93% Power Grid NCD Mat 20-Oct-2028	21,54,572	0.01%	AAA
106. 8.93% Power Grid NCD Mat 20-Oct-2024	21,27,146	0.01%	AAA
107. 8.93% Power Grid NCD Mat 20-Oct-2021	20,68,517	0.01%	AAA
108. 9.75% EXIM Bank NCD Mat 04-Oct-2020	20,57,100	0.01%	AAA
109. 8.18% EXIM Bank NCD Mat 07-Dec-2025	20,43,980	0.01%	AAA
110. 8.11% Rural Electrification Corp Ltd Mat 07-Oct-2025	20,37,171	0.01%	AAA
111. 8.50% NHPC NCD Mat 14-July-2023	15,53,369	0.01%	AAA
112. 9.47% IRFC NCD Mat 10-May-2031	11,42,807	0.01%	AAA
113. 9.18% Nuclear Power Corp. Mat 23-Jan-2029(Tranche E)	11,03,901	0.01%	AAA
114. 9.30% Power Grid NCD Mat 04-Sep-2024	10,77,040	0.01%	AAA
115. 8.83% IRFC NCD Mat 25-Mar-2023	10,50,509	0.01%	AAA
116. 9.20% Power Finance Corp Ltd Mat 07-Jul-2021	10,33,672	0.01%	AAA
117. 8.64% IRFC NCD Mat 17-May-2021	10,25,590	0.01%	AAA
118. 7.94% EXIM Bank Mat 22-May-2023	10,20,682	0.01%	AAA
119. 8.36% Rural Electrification Corp Ltd Mat 22-SEP-2020	10,11,535	0.01%	AAA
Private Corporate Bonds			
1. 8.45% Sikka Ports & Terminals Limited NCD Mat 12-Jun-2023	57,06,05,983	3.77%	AAA
2. 9.10% L&T Finance Ltd Series I – Opt II Mat 13-April-2022	51,70,93,700	3.41%	AAA
3. 9.30% Shriram Transport Fin NCD Mat 12-July-2023	41,05,07,040	2.71%	AA+
4. 9.30% M&M Financial Services Ltd Mat 18-Jan-2027	36,39,97,725	2.40%	AAA
5. 9.05% Reliance Industries Limited Mat 17-Oct-2028	31,67,83,299	2.09%	AAA
6. 9.10% IDFC First Bank Ltd Mat 30-June-2021	28,48,39,273	1.88%	AA+
7. 8.60 Axis Bank Ltd NCD Mat 28-Dec-28	26,38,65,654	1.74%	AAA
8. 9.4857% M&M Financial Services Ltd Mat 22-Feb-2022	26,08,42,402	1.72%	AAA
9. 8.75% Bajaj Finance Ltd NCD Mat 27-July-2023	25,53,60,575	1.68%	AAA
10. 8.70% HDFC Credila Fin Ser Pvt Ltd 01-Aug-2029	25,24,68,845	1.67%	AAA
11. 8.65%Tata Capital Fin Services Ltd NCD Mat 26-Aug-27	25,15,97,450	1.66%	AAA
12. 8.90% Sundaram Finance Ltd Mat 13-June-2029	20,44,70,657	1.35%	AAA
13. 7.95% LIC Housing Finance Ltd. Mat 29-Jan-2028 Tranch 359	20,30,32,705	1.34%	AAA
14. 8.80% LIC Housing Finance Ltd. Mat 25-Jan-2029	20,29,42,556	1.34%	AAA
15. 7.90% Sikka Ports & Terminals Limited NCD Mat 18-Nov-2026	16,35,87,016	1.08%	AAA
16. 8.79% M&M Financial Services Ltd Mat 23-Jan-2025	16,21,50,448	1.07%	AAA
17. 9.00% L&T Finance Ltd Series III – Opt II Mat 15-April-2024	15,89,86,413	1.05%	AAA
18. 9.50% M&M Financial Services Ltd Mat 18-Jan-2029	15,89,53,950	1.05%	AAA
19. 7.75% LIC Housing Finance Ltd. Mat 23-Jul-2024	15,22,49,576	1.00%	AAA
20. 9.08% LIC Housing Finance Co. Ltd. Mat 10-Oct-2028	15,21,39,217	1.00%	AAA
21. 9.36% IDFC First Bank Ltd NCD Mat 21-Aug-2024	12,39,80,697	0.82%	AA
22. 8.95% Reliance Industries Limited Mat 09-Nov-2028	10,78,73,559	0.71%	AAA
23. 10.30% Sundaram Finance Ltd Mat 28-Sept-2022	10,71,51,692	0.71%	AAA
24. 8.65% Reliance Industries Limited Mat 11-Dec-2028	10,59,05,608	0.70%	AAA
25. 8.75% Kotak Mahindra Prime Ltd Mat 28-Sep-2021 (Series VI)	10,23,57,592	0.68%	AAA
26. 9.10% IDFC First Bank Ltd Mat 31-May-2021	10,16,36,234	0.67%	AA+
27. 10.40% Sikka Ports & Terminals Limited NCD Mat 18-Jul-2021	9,90,55,508	0.65%	AAA

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2019

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
28. 10% Shriram Transport Fin NCD Mat 13-Nov-2024	9,61,85,808	0.63%	AA+
29. 9.20% IDFC First Bank Ltd Mat 22-Jan-2021	7,40,30,434	0.49%	AA+
30. 8.89% LIC Housing Finance Ltd. Mat 25-Apr-2023	6,31,91,957	0.42%	AAA
31. 10.15% Shriram Transport Fin NCD Mat 15-Jul-2021	6,20,65,134	0.41%	AA+
32. 9.17% IDFC First Bank Ltd NCD Mat 14-Oct-2024	5,95,49,035	0.39%	AA
33. 8.50% LIC Housing Finance Co. Ltd. Mat 29-Aug-2025	5,90,61,823	0.39%	AAA
34. 9.25% LIC Housing Finance Co. Ltd. Mat 01-Jan-2023	5,29,67,774	0.35%	AAA
35. 9.05% HDFC Ltd Mat 20-Nov-2023	5,28,80,208	0.35%	AAA
36. 9.25% LIC Housing Finance Ltd. Mat 12-Nov-2022	5,28,68,372	0.35%	AAA
37. 9.05% LIC Housing Finance Ltd. Mat 25-Oct-2022	5,25,67,023	0.35%	AAA
38. 9.17% LIC Housing Finance Ltd. Mat 24-Mar-2022	5,23,06,092	0.35%	AAA
39. 8.79% LIC Housing Finance Co. Ltd. Mat 05-Mar-2024	5,17,49,600	0.34%	AAA
40. 8.72% Shriram Transport Fin NCD Mat 27-Mar-2023	5,09,16,146	0.34%	AA+
41. 7.95% LIC Housing Finance Ltd. Mat 24-Mar-2022	5,08,79,290	0.34%	AAA
42. 9.20% IDFC First Bank Ltd Mat 29-Jan-2021	5,07,14,928	0.33%	AA+
43. 7.95% Sikka Ports & Terminals Limited NCD Mat 28-Oct-2026	5,06,25,871	0.33%	AAA
44. 8.0818 Kotak Mahindra Prime Ltd Mat 28-Dec-2022 (Series II)	5,05,94,300	0.33%	AAA
45. 7.45% LIC Housing Finance Ltd. Mat 17-Oct-2022	5,04,32,315	0.33%	AAA
46. 7.60 Axis Bank Ltd NCD Mat 20-Oct-23	5,03,78,774	0.33%	AAA
47. 7.42% LIC Housing Finance Ltd. Mat 15-Jul-2022	5,03,49,174	0.33%	AAA
48. 8.55% Bajaj Finance Ltd NCD Mat 26-Apr-2021	4,97,48,487	0.33%	AAA
49. 8.95% HDFC Ltd Mat 21-Mar-2023	4,95,28,761	0.33%	AAA
50. 7.98% IDFC First Bank Ltd NCD Mat 23-May-2023	4,94,87,623	0.33%	AA
51. 10.15% Bajaj Finance Ltd NCD Mat 19-Sep-2024.	4,65,57,992	0.31%	AAA
52. 8.94% Bajaj Finance Ltd NCD Mat 07-Nov-2025	3,86,79,965	0.26%	AAA
53. 7.80% IL&FS Ltd. NCD Mat 30-Nov-2020. @	-	0.00%	D
54. 8.75% IDFC First Bank Ltd NCD Mat 28-Jul-2023	3,52,66,012	0.23%	AA
55. 10.25% Shriram Transport Fin NCD Mat 10-Oct-2024	3,09,24,017	0.20%	AA+
56. 9.30% LIC Housing Finance Ltd. Mat 14-Sep-2022	3,06,28,282	0.20%	AAA
57. 9.22% LIC Housing Finance Co. Ltd. Mat 16-Oct-2024	3,01,10,122	0.20%	AAA
58. 7.59% LIC Housing Finance Ltd. Mat 14-Oct-2021	2,82,64,852	0.19%	AAA
59. 8.95% LIC Housing Finance Co. Ltd. Mat 15-Sep-2020	2,54,03,500	0.17%	AAA
60. 8.49% IDFC First Bank Ltd NCD Mat 11-Dec-2024	2,52,46,000	0.17%	AA
61. 9.60% LIC Housing Finance Ltd. Mat 07-Mar-2021	2,06,50,722	0.14%	AAA
62. 9.00% LIC Housing Finance Ltd. Mat-23-Nov-2020	2,04,46,605	0.13%	AAA
63. 9.05% Shriram Transport Fin NCD Mat 30-Jun-2021	2,03,27,331	0.13%	AA+
64. 10.25% Shriram Transport Fin NCD Mat 18-Sep-2024	1,91,81,903	0.13%	AA+
65. 9.45% LIC Housing Finance Co. Ltd. Mat 30-Jan-2022	1,88,74,839	0.12%	AAA
66. 8.73% IDFC First Bank Ltd NCD Mat 06-Jan-2023	1,52,29,348	0.10%	AA
67. 9.22% Shriram Transport Fin NCD Mat 13-Apr-2026	1,41,21,674	0.09%	AA+
68. 8.90% IDFC First Bank Ltd NCD Mat 19-Nov-2025	1,40,64,544	0.09%	AA
69. 8.70% IDFC First Bank Ltd NCD Mat 23-Jun-2025	1,39,35,203	0.09%	AA
70. 9.43% LIC Housing Finance Co. Ltd. Mat 10-Feb-2022	1,25,83,011	0.08%	AAA
71. 8.70% IDFC First Bank Ltd NCD Mat 20-May-2025	1,09,48,119	0.07%	AA
72. 9.40% IDFC First Bank Ltd Mat 29-Sep-2025	1,03,85,602	0.07%	AA+
73. 9.25% Shriram Transport Fin NCD Mat 18-Mar-2021	1,01,61,817	0.07%	AA+
74. 8.85% Bajaj Finance Ltd NCD Mat 21-Jul-2026	1,01,54,665	0.07%	AAA
75. 8.40 % L&T NCD Mat 24 Sep 2020	1,01,52,720	0.07%	AAA
76. 9.30% Shriram Transport Fin NCD Mat 18-Mar-2026	1,01,23,967	0.07%	AA+
77. 8.89% IDFC First Bank Ltd NCD Mat 02-Dec-2020	1,01,21,468	0.07%	AA
78. 9.15% Shriram Transport Fin NCD Mat 13-Apr-2021	91,40,234	0.06%	AA+
79. 8.82% IDFC First Bank Ltd NCD Mat 29-Sept-2025	70,09,334	0.05%	AA
80. 8.90% HDFC Ltd Mat 18-Aug-2020	61,05,914	0.04%	AAA
81. 9.38% IDFC First Bank Ltd NCD Mat 12-Sep-2024	51,72,393	0.03%	AA
82. 8.73% IDFC First Bank Ltd NCD Mat 14-Jun-2022	50,60,817	0.03%	AA
83. 8.75% M&M Financial Services Ltd Mat 09-Oct-2025	50,49,786	0.03%	AAA
84. 9.05% HDFC Ltd Mat 16-Oct-2028	43,39,459	0.03%	AAA
85. 8.64% IDFC First Bank Ltd NCD Mat 15-Apr-2020	40,30,500	0.03%	AA
86. 8.90% IDFC First Bank Ltd NCD Mat 28-Apr-2025	40,15,099	0.03%	AA
87. 8.68% LIC Housing Finance Ltd. Mat 30-Mar-2020	30,31,568	0.02%	AAA
88. 9.47% LIC Housing Finance Ltd Mat 23-Aug-2024	21,66,677	0.01%	AAA
89. 9.55% Hindalco Ind. Ltd. NCD Mat 27-Jun-2022	20,63,427	0.01%	AA
90. 9.74% Tata Sons Private Ltd NCD Mat 13-Jan-2024	10,83,990	0.01%	AAA
91. 8.37% LIC Housing Finance Co. Ltd. Mat-21-May-2023	10,34,676	0.01%	AAA
92. 8.97% Tata Sons Private Ltd NCD Mat 15-Jul-2020	10,15,983	0.01%	AAA
93. 8.72% IDFC First Bank Ltd NCD Mat 29-Sep-2020	10,11,509	0.01%	AA
94. 9.50% IL & FS Ltd NCD Mat 28-Jul-2024. @@	7,25,000	0.00%	D
95. 8.69% IL & FS Ltd NCD Mat 25-Aug-2025. @@	5,00,000	0.00%	D
96. 9.55% IL & FS Ltd NCD Mat 13-Aug-2024. @@	5,00,000	0.00%	D
Debt Instruments Total	14,50,90,27,393	95.73%	
Money Market Instruments			
Liquid Mutual Funds			
1. Kotak Liquid - Growth - Direct	9,47,96,002	0.63%	AAA
Money Market Instruments Total	9,47,96,002	0.63%	

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2019

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Cash/Cash Equivalent & Net Current Assets	55,16,15,156	3.64%	
Grand Total	15,15,54,38,551	100.00%	
Average Maturity of Portfolio (in yrs) #	6.83		
Modified Duration (in yrs) #	4.54		
Yield to Maturity (%) (annualised) (at market price) #	7.72%		
Credit Rating Exposure			
Central Government Securities	-	-	
State Development Loans	-	-	
AAA / equivalent	12,86,58,49,723	84.89%	
A1+ / equivalent (Certificate of Deposits / Commercial Papers)	-	-	
AA+ / equivalent	1,25,52,61,542	8.28%	
AA / equivalent	38,61,91,128	2.55%	
AA- / equivalent	-	-	
A+ / equivalent	-	-	
A / equivalent	-	-	
A- / equivalent	-	-	
BBB+ / equivalent	-	-	
BBB / equivalent	-	-	
BBB- / equivalent	-	-	
Lower (Below Investment Grade) (out of above Net NPA)	17,25,000	0.01%	
	-	-	
TOTAL	14,50,90,27,393	95.73%	
Bank FD	-	-	
Equity	-	-	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	9,47,96,002	0.63%	
Cash / cash equivalent net current assets	55,16,15,156	3.64%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
Grand Total	15,15,54,38,551	100.00%	
Units Outstanding	82,25,74,323		
NAV	18.4244		
Notes:			
a. Total NPAs provided for and its percentage to NAV		-	
b. Total value and percentage of illiquid equity shares		-	
c. NAV at March 31,2019		17.3760	
d. NAV at September 30,2019		18.4244	
e. Total outstanding exposure in derivative instruments at September 30, 2019		-	
f. Total 'Infrastructure investments' September 30, 2019		6,96,09,63,986	

Calculated on debt portfolio

@ Market Value represents net of 100% discount on Face Value (25% provision as valuation discount and 75% as NPA Provision) basis the NPS Trust communication ref: 1/16/2018-NPST/11514 dated 06th Aug 2019.

@ @ Market Value represents net of 75% discount on Face Value (75% provision as valuation discount) basis the NPS Trust communication ref: 1/16/2018-NPST/11514 dated 06th Aug 2019.

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

3.1 KEY STATISTICS FOR THE HALF YEAR ENDED SEPTEMBER 30, 2019 (UN-AUDITED)

Sr No	Particulars	Scheme C Tier I	
		September 30, 2019	September 30, 2018
1	NAV per unit (₹) I		
	Open	17.3760	16.0665
	High	18.4628	16.1803
	Low	17.2230	15.7260
	End @	18.4244	16.0330
2	Closing Assets Under Management (₹ in Lakhs)		
	End	1,51,554.39	82,458.98
	Average daily net assets (AAuM) II	1,35,861.80	73,876.95
3	Gross income as % of AAuM III	6.16%	4.15%
4	Expense ratio		
a	Total expense as % of AAuM (scheme wise) IV	0.01%	0.01%
b	Management fee as % of AAuM (scheme wise) V	0.01%	0.01%
5	Net income as % of AAuM VI	5.84%	-0.04%
6	Portfolio turnover ratio VII	29.85%	17.41%
7	Total dividend per unit distributed during the period	N.A.	N.A.
8	Returns: (%)		
a	Last one year	14.92%	1.41%
	Benchmark	14.99%	0.29%
b	Since inception	84.24%	60.33%
	Benchmark	81.21%	57.65%
c	Compound annualised yield (%) VIII		
	Last 1 year	14.92%	1.41%
	Last 2 year	7.95%	4.85%
	Last 3 year	8.10%	7.34%
	Since launch of the scheme	10.42%	9.57%
	Launch Date	August 01, 2013	
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 bank charges but excludes Unrealised /Realised loss		
V	Management fee as % of AAuM is annualised		
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	Compounded annualised yield is to be calculated based on following formula: = (1+ cumulative return) ⁿ -1 (where n=365/no. of days)		
	@ 30th Sep.2018 being the last day of half year and non business day, computed NAV is for disclosure purpose only. The last declared NAV for the half year is 28th Sep.2018.		



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

**Un-audited Financial Statements for the half year
ended September 30, 2019**

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 SEPTEMBER 30, 2019

(In ₹)

Particulars	Schedule	Scheme C Tier II	
		September 30, 2019	September 30, 2018 *
Liabilities			
Unit Capital	1	31,64,71,324	22,06,62,322
Reserves & Surplus	2	23,32,94,262	11,39,59,132
Current Liabilities and Provisions	3	20,59,603	14,60,851
Total		55,18,25,189	33,60,82,305
Assets			
Investments	4	53,19,08,358	32,44,73,014
Deposits	5	-	-
Other Current Assets	6	1,99,16,831	1,16,09,291
Total		55,18,25,189	33,60,82,305
(a) Net asset as per Balance Sheet (Schedule 4+5+6 -3)		54,97,65,586	33,46,21,454
(b) Number of units outstanding		3,16,47,132	2,20,66,232
(c) NAV per unit (a)/(b) (₹)		17.3717	15.1644
Significant accounting policies and notes to accounts	7		

*30th Sep.2018 being the last day of half year and non business day, computed NAV is for disclosure purpose only. The last declared NAV for the half year is 28th Sep.2018

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)

Parvez Mulla
(Director)

Sumit Shukla
(Chief Executive Officer)

Fagun Pancholi
(Chief Financial Officer)

Nagesh Pai
(Company Secretary)

Place : Mumbai

Date : October 16, 2019

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 SEPTEMBER 30, 2019

(In ₹)

Particulars	Schedule	Scheme C Tier II	
		September 30, 2019	September 30, 2018
Income			
Interest		1,81,73,607	1,17,01,132
Profit on sale/redemption of investments		8,39,439	4,78,697
Unrealised gain on appreciation in investments		89,14,746	-
Total Income (A)		2,79,27,793	1,21,80,008
Expenses & Losses			
Unrealised losses in value of investments		6,342	1,15,83,668
Loss on sale/redemption of investments		76,384	4,41,661
Management fees (including Goods and Service Tax)		27,687	17,257
NPS Trust fees		4,400	7,312
Custodian fees		8,069	5,227
CRA fees		45,919	32,131
Less : Amount recoverable on sale of units on account of CRA Charges		(45,919)	(32,131)
Provision for Non-Performing Assets		81,900	-
Depository and settlement charges		1,515	1,186
Other Expenses		-	-
Total Expenditure (B)		2,06,297	1,20,56,311
Surplus/(Deficit) for the year (A-B = C)		2,77,21,495	1,23,697
Less: Amount transferred to Unrealised appreciation account		(83,62,465)	-
Less: Amount transferred to General Reserve		(1,93,59,030)	(1,23,697)
Amount carried forward to Balance Sheet		-	-
Significant accounting policies and notes to accounts	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)

Parvez Mulla
(Director)

Sumit Shukla
(Chief Executive Officer)

Fagun Pancholi
(Chief Financial Officer)

Nagesh Pai
(Company Secretary)

Place : Mumbai

Date : October 16, 2019

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	
	September 30, 2019	September 30, 2018
Initial capital		
Unit capital		
Outstanding at the beginning of the period	24,42,01,243	16,87,06,548
Add :Units issued during the period	14,33,54,278	9,87,32,863
Less: Units redeemed during the period	(7,10,84,197)	(4,67,77,089)
Outstanding at the end of the period	31,64,71,324	22,06,62,322
(Face Value of Rs.10/- each unit, fully paid up)		
Outstanding units at the beginning of the period	2,44,20,124	1,68,70,655
Add :Units issued during the period	1,43,35,428	98,73,286
Less: Units redeemed during the period	(71,08,420)	(46,77,709)
Outstanding Units at the end of the period	3,16,47,132	2,20,66,232

Schedule 2: Reserves and surplus

(In ₹)

Particulars	Scheme C Tier II	
	September 30, 2019	September 30, 2018
Unit premium reserve		
Opening balance	11,10,00,590	6,99,59,536
Add: Premium on Units issued	9,88,89,164	5,06,41,053
Less: Premium on Units redeemed	(4,88,05,185)	(2,39,68,434)
Closing balance	16,10,84,569	9,66,32,155
General Reserve		
Opening balance	4,44,81,856	1,72,03,280
Add/(Less): Transfer from/(to) Revenue Account	1,93,59,030	1,23,697
Closing balance	6,38,40,886	1,73,26,977
Unrealised Appreciation Reserve		
Opening balance	6,342	-
Add: Adjustment for Previous years unrealised appreciation reserve	-	-
Add/(Less): Transfer from/(to) Revenue Account	83,62,465	-
Closing balance	83,68,807	-
Total	23,32,94,262	11,39,59,132

Schedule 3: Current liabilities and provisions

(In ₹)

Particulars	Scheme C Tier II	
	September 30, 2019	September 30, 2018
Current liabilities & Provisions		
Sundry creditors for expenses	23,588	15,661
Redemption Payable	20,35,415	14,44,821
TDS Payable	600	369
Total	20,59,603	14,60,851

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	
	September 30, 2019	September 30, 2018
Debentures and Bonds Listed/Awaiting Listing	52,33,62,356	30,45,58,014
Others - Mutual Fund Units	85,46,002	1,99,15,000
Total	53,19,08,358	32,44,73,014

Schedule 5: Deposits**(In ₹)**

Particulars	Scheme C Tier II	
	September 30, 2019	September 30, 2018
Deposits with scheduled banks	-	-
Total	-	-

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

Particulars	Scheme C Tier II	
	September 30, 2019	September 30, 2018
Balances with banks in current account	4,888	5,607
Interest Receivable on Non-Performing Investments	81,900	-
Less: Provision for interest on Non-Performing Investment **	(81,900)	-
Outstanding and accrued income	1,99,11,943	1,16,03,684
Total	1,99,16,831	1,16,09,291

** As per the NPS Trust communication ref: 1/16/2018-NPST/11514 dated 06th August 2019, 100% provision made for Interest due and accrued (Refer Note no 2.4 of Notes to Accounts).

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 September 30, 2019

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 Karvy Computershare Pvt.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): National Securities Depository Limited (NSDL), Karvy Computershare Pvt. 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 seven separate schemes under the two tiered structure (Tier I and II) prescribed under the NPS. The schemes are classified as Scheme E, C, G and A 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

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) effective April 01, 2019 which until previous financial year was carried out SHCIL. 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/instalment 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) are recognised 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 started charging investment management fee of 0.01% per annum (inclusive of brokerage but excluding custodian charges and applicable taxes), with effect from August 01, 2014, 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 01st 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	
	September 30, 2019	September 30, 2018
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
Pension fund manager	HDFC Pension Management Company Limited
Sponsor company	HDFC Life Insurance Company Limited
Associates and group companies	
Holding Company	HDFC Limited
Ms. Vibha Padalkar	Key Management Personnel
Mr. Parvez Mulla	Key Management Personnel (W.E.F. 25th Sept 2018)
Mr. Sumit Shukla	Key Management Personnel
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 September 30, 2019

(In ₹)

Nature of Transaction	Scheme C Tier II	
	September 30, 2019	September 30, 2018
Investment management fees	27,687	17,257

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme C Tier II	
	September 30, 2019	September 30, 2018
Investment management fees payable	14,380	8,727

Aggregate investments made in the Associates and group companies as at September 30, 2019 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme C Tier II			
		September 30, 2019		September 30, 2018	
		Cost	Market Value	Cost	Market Value
HDFC Ltd		1,43,22,530	1,48,26,072	72,55,280	69,21,052

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 September 30, 2019 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme C Tier II			
		September 30, 2019		September 30, 2018	
		Cost	Market Value	Cost	Market Value
HDFC Bank Ltd		NIL	NIL	NIL	NIL

2.4 Provision

(In ₹)

Provision for Interest on Non-Performing Investments has been provided basis the NPS Trust communication ref: 1/16/2018-NPST/11514 dated 06th August 2019. Apart from the stated security, there are no provisions for doubtful deposits, debts and outstanding and accrued income.

Name of the Company	Asset type	September 30, 2019		September 30, 2018	
		Principal	Interest	Principal	Interest
8.69% IL & FS Ltd NCD Mat 25-Aug-2025.	Non - Convertible Debenture	-	81,900	NIL	NIL
Total Provision for interest on Non-Performing Investment		-	81,900	NIL	NIL

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 September 30, 2019 is as follows :

(In ₹)

Particular	Scheme C Tier II	
	September 30, 2019	September 30, 2018
Average Net Asset Value	46,92,64,149	29,16,93,996
Purchase of Investment	3,29,35,51,315	1,76,18,60,447
% to average Net Assets Value	701.85%	604.01%
Sale of Investment	3,15,18,55,435	1,66,57,88,130
% to average Net Assets Value	671.66%	571.07%

Aggregate value of purchase and sale (excluding liquid mutual fund)* with percentage to average assets as at September 30, 2019 is as follows :

(In ₹)

Particular	Scheme C Tier II	
	September 30, 2019	September 30, 2018
Average Net Asset Value	46,92,64,149	29,16,93,996
Purchase of Investment	14,84,09,317	9,20,83,448
% to average Net Assets Value	31.63%	31.57%
Sale of Investment	-	1,54,47,434
% to average Net Assets Value	0.00%	5.30%

*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 C Tier II			
	As at September 30, 2019		As at September 30, 2018	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Other Credit Granting	11,63,85,426	21.17%	8,77,86,831	26.23%
Activities Of Specialized Institutions Granting Credit For House purchases	6,03,46,732	10.98%	2,96,57,294	8.86%
Other Financial Service Activities, Except Insurance And Pension	5,21,76,603	9.49%	9,54,722	0.29%
Construction and maintenance of motorways, streets, roads	4,98,58,025	9.07%	-	0.00%
Other monetary intermediation services n.e.c.	4,81,18,428	8.75%	3,55,64,598	10.63%
Electric Power Generation By Coal Based Thermal Power Plants	4,26,99,035	7.77%	1,28,28,596	3.83%
Monetary intermediation of commercial / saving / postal banks	3,83,84,129	6.98%	2,36,60,236	7.07%
Electric Power Generation By Hydroelectric Power Plants	3,02,82,825	5.51%	2,84,45,963	8.50%
Transmission of Electric Energy	1,61,70,637	2.94%	2,28,53,781	6.83%
Service activities incidental to water transportation	2,16,54,702	3.94%	2,05,62,572	6.15%
Activity of commission agents dealing in wholesale trade in agriculture	1,69,69,680	3.09%	2,04,10,073	6.10%
Electric power generation and transmission by nuclear power plant	2,03,26,733	3.70%	1,90,51,073	5.69%
Others	99,89,401	1.82%	27,82,275	0.83%
Mutual Funds	85,46,002	1.55%	1,99,15,000	5.95%
Net Current Assets	1,78,57,228	3.25%	1,01,48,440	3.03%
Net Asset Value	54,97,65,586	100.00%	33,46,21,454	100.00%

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	
			September 30, 2019	September 30, 2018
	NIL	NIL	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 SEPTEMBER 30, 2019

(in ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Debt Instruments			
PSU/PFI Bonds			
1. 7.70% NHAI Mat 13-Sep-2029	4,98,58,025	9.07%	AAA
2. 8.49% NTPC NCD Mat 25-Mar-2025	2,99,05,400	5.44%	AAA
3. 8.54% NHPC NCD Mat 26-November-2026.	1,77,47,220	3.23%	AAA
4. 8.45% IRFC NCD Mat 04-Dec-2028	1,46,54,478	2.67%	AAA
5. 8.14% Nuclear Power Corp. Mat 25-Mar-2026(Tranche A)	1,33,77,153	2.43%	AAA
6. 9.95% Food Corporation of India Ltd Mat 07-Mar-2022	1,16,86,004	2.13%	AAA
7. 9.00% NTPC NCD Mat 25-Jan-2026	1,06,19,352	1.93%	AAA
8. 8.40% IRFC NCD Mat 08-Jan-2029	1,04,30,571	1.90%	AAA
9. 8.20% NABARD NCD Mat 16-March-2028	1,03,71,819	1.89%	AAA
10. 8.50% NABARD NCD Mat 31-Jan-2023	1,03,64,280	1.89%	AAA
11. 9.34% Rural Electrification Corp Ltd Mat 25-Aug-2024	86,25,514	1.57%	AAA
12. 8.50% NHPC NCD Mat 14-July-2024	73,05,083	1.33%	AAA
13. 9.60% EXIM Bank NCD Mat 07-FEB-2024	53,98,308	0.98%	AAA
14. 8.65% NABARD NCD Mat 08-June-2028	53,33,238	0.97%	AAA
15. 9.02% Rural Electrification Corp Ltd Mat 19-Nov-2022	52,56,923	0.96%	AAA
16. 9.25% EXIM Bank NCD Mat 18-April-2022	52,36,381	0.95%	AAA
17. 8.49% NHPC NCD Mat 26-November-2024	52,30,522	0.95%	AAA
18. 7.09% Rural Electrification Corp Ltd Mat 17-Oct-2022	49,95,504	0.91%	AAA
19. 7.55% Power Grid NCD Mat 21-Sep-2031	49,27,190	0.90%	AAA
20. 9.09% IRFC Ltd NCD Mat 29-Mar-2026 (74th Series)	43,07,468	0.78%	AAA
21. 9.20% Power Finance Corp Ltd Mat 07-Jul-2021	41,34,690	0.75%	AAA
22. 8.80% Food Corporation of India Ltd Mat 22-Mar-2028	31,95,633	0.58%	AAA
23. 8.40% Power Grid NCD Mat 27-May-2024	31,15,734	0.57%	AAA
24. 8.82% Rural Electrification Corp. Ltd. Mat 12-Apr-2023	30,88,545	0.56%	AAA
25. 8.18% EXIM Bank NCD Mat 07-Dec-2025	30,65,969	0.56%	AAA
26. 8.11% Rural Electrification Corp Ltd Mat 07-Oct-2025	30,55,756	0.56%	AAA
27. 7.40% Power Finance Corporation Ltd. Mat 30-Sep-2021	30,17,839	0.55%	AAA
28. 7.25% Nuclear Power Corp. Mat 15-Dec-2028 (SR-XXXIII TRCH-B)	29,31,695	0.53%	AAA
29. 7.27% IRFC NCD Mat 15-June-2027	29,24,013	0.53%	AAA
30. 8.68% Power Grid NCD Mat 07-Dec-2020	25,46,731	0.46%	AAA
31. 9.17% NTPC NCD Mat 22-Sep-2024	21,74,282	0.40%	AAA
32. 9.30% Power Grid NCD Mat 04-Sep-2024	21,54,080	0.39%	AAA
33. 9.95%IRFC NCD Mat 07-June-2022	21,42,295	0.39%	AAA
34. 8.95%IRFC NCD Mat 10-Mar-2025	21,21,320	0.39%	AAA
35. 8.62% Food Corporation of India Ltd Mat 22-Mar-2023	20,88,044	0.38%	AAA
36. 8.70% Power Finance Corporation Ltd. Mat 14-May-2025	20,86,083	0.38%	AAA
37. 9.40% Rural Electrification Corp Ltd Mat 17-July-2021	20,74,909	0.38%	AAA
38. 8.39% Power Finance Corporation Ltd. Mat-19-Apr-2025	20,58,349	0.37%	AAA
39. 8.55% Power Finance Corporation Ltd. Mat 09-Dec-2021	20,57,256	0.37%	AAA
40. 7.74%IRFC NCD Mat 22-Dec-2020	20,18,242	0.37%	AAA
41. 7.25% Nuclear Power Corp. Mat 15-Dec-2031 (SR-XXXIII TRCH-E)	19,45,278	0.35%	AAA
42. 9.30% Power Grid NCD Mat 28-Jun-2026	13,50,703	0.25%	AAA
43. 8.83% IRFC NCD Mat 14-May-2034	11,04,157	0.20%	AAA
44. 8.83% IRFC NCD Mat 14-May-2031	10,94,085	0.20%	AAA
45. 9.46% Power Finance Corporation Ltd. Mat 01-Aug-2026	10,89,857	0.20%	AAA
46. 9.39% Power Finance Corporation Ltd. Mat 27-Aug-2024	10,80,287	0.20%	AAA
47. 8.62% NABARD NCD Mat 14-Mar-2034	10,70,601	0.19%	AAA
48. 8.32% NABARD NCD Mat 10-March-2034	10,59,300	0.19%	AAA
49. 9.48% Power Finance Corporation Ltd. Mat 15-April-2022	10,52,287	0.19%	AAA
50. 8.20% NABARD NCD Mat 28-March-2034	10,49,064	0.19%	AAA
51. 8.24% NABARD NCD Mat 22-March-2029	10,46,456	0.19%	AAA
52. 8.75% Power Finance Corporation Ltd. Mat 15-Jun-2025	10,45,917	0.19%	AAA
53. 8.32% Power Grid NCD Mat 23-Dec-2030	10,41,940	0.19%	AAA
54. 8.40% Nuclear Power Corp. Mat 28-Nov-2025 (SR-XXIX TRCH-A)	10,40,246	0.19%	AAA
55. 8.15% NABARD NCD Mat 28-March-2029	10,38,508	0.19%	AAA
56. 8.25% EXIM Bank NCD Mat 23-Jun-2031	10,37,796	0.19%	AAA
57. 8.93% Power Grid NCD Mat 20-Oct-2021	10,34,259	0.19%	AAA
58. 8.14% Nuclear Power Corp. Mat 25-Mar-2027 (Tranche B)	10,32,362	0.19%	AAA
59. 9.75% EXIM Bank NCD Mat 04-Oct-2020	10,28,550	0.19%	AAA
60. 8.85% Power Finance Corporation Ltd. Mat 31-May-2021	10,26,379	0.19%	AAA
61. 8.64% IRFC NCD Mat 17-May-2021	10,25,590	0.19%	AAA
62. 8.44% Rural Electrification Corp Ltd Mat 04-Dec-2021	10,19,038	0.19%	AAA
63. 8.10% EXIM Bank NCD Mat 19-Nov-2025.	10,18,158	0.19%	AAA

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2019

(in ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Private Corporate Bonds			
1. 8.79% M&M Financial Services Ltd Mat 23-Jan-2025	3,28,40,597	5.97%	AAA
2. 9.30% Shriram Transport Fin NCD Mat 12-July-2023	2,05,25,352	3.73%	AA+
3. 8.80% L&T Finance Ltd Category I & II Mat 15-April-2024.	1,83,26,049	3.33%	AAA
4. 8.45% Sikka Ports & Terminals Limited NCD Mat 12-Jun-2023	1,44,98,156	2.64%	AAA
5. 8.67% IDFC First Bank Ltd NCD Mat 03-Jan-2025	1,20,79,042	2.20%	AA
6. 8.80% LIC Housing Finance Ltd. Mat 25-Jan-2029	1,06,81,187	1.94%	AAA
7. 8.37% LIC Housing Finance Co. Ltd. Mat-21-May-2023	1,03,46,759	1.88%	AAA
8. 9.10% IDFC First Bank Ltd Mat 30-June-2021	1,01,72,831	1.85%	AA+
9. 7.60% LIC Housing Finance Co. Ltd. Mat 22-Nov-2022	1,00,18,704	1.82%	AAA
10. 9.05% Reliance Industries Limited Mat 17-Oct-2028	86,78,995	1.58%	AAA
11. 9.05% HDFC Ltd Mat 16-Oct-2028	75,94,053	1.38%	AAA
12. 7.90% Sikka Ports & Terminals Limited NCD Mat 18-Nov-2026	50,48,982	0.92%	AAA
13. 8.50% LIC Housing Finance Co. Ltd. Mat 29-Aug-2025	41,44,689	0.75%	AAA
14. 8.90% HDFC Ltd Mat 18-Aug-2020	40,70,609	0.74%	AAA
15. 8.70% IDFC First Bank Ltd NCD Mat 20-May-2025	39,81,134	0.72%	AA
16. 8.95% HDFC Ltd Mat 21-Mar-2023	31,61,410	0.58%	AAA
17. 8.95% LIC Housing Finance Co. Ltd. Mat 15-Sep-2020	30,48,420	0.55%	AAA
18. 10.40% Sikka Ports & Terminals Limited NCD Mat 18-Jul-2021	21,07,564	0.38%	AAA
19. 8.34% LIC Housing Finance Co. Ltd. Mat 08-Oct-2025	20,58,794	0.37%	AAA
20. 9.17% IDFC First Bank Ltd NCD Mat 14-Oct-2024	20,53,415	0.37%	AA
21. 8.94% Bajaj Finance Ltd NCD Mat 07-Nov-2025	20,35,788	0.37%	AAA
22. 9.20% IDFC First Bank Ltd Mat 22-Jan-2021	20,28,231	0.37%	AA+
23. 8.75% IDFC First Bank Ltd NCD Mat 28-Jul-2023	20,15,201	0.37%	AA
24. 8.90% IDFC First Bank Ltd NCD Mat 19-Nov-2025	20,09,221	0.37%	AA
25. 8.80% IDFC First Bank Ltd NCD Mat 21-July-2025	19,99,718	0.36%	AA
26. 10.15% Bajaj Finance Ltd NCD Mat 19-Sep-2024.	10,82,744	0.20%	AAA
27. 9.22% LIC Housing Finance Co. Ltd. Mat 16-Oct-2024	10,75,362	0.20%	AAA
28. 10.25% Shriram Transport Fin NCD Mat 10-Oct-2024	10,66,345	0.19%	AA+
29. 9.69% Tata Sons Private Ltd NCD Mat 12-Jun-2022	10,60,407	0.19%	AAA
30. 10% Shriram Transport Fin NCD Mat 13-Nov-2024	10,56,987	0.19%	AA+
31. 9.30% LIC Housing Finance Ltd. Mat 14-Sep-2022	10,56,148	0.19%	AAA
32. 9.45% LIC Housing Finance Co. Ltd. Mat 30-Jan-2022	10,48,602	0.19%	AAA
33. 9.36% IDFC First Bank Ltd NCD Mat 21-Aug-2024	10,33,172	0.19%	AA
34. 9.60% LIC Housing Finance Ltd. Mat 07-Mar-2021	10,32,536	0.19%	AAA
35. 9.15% Shriram Transport Fin NCD Mat 13-Apr-2021	10,15,582	0.18%	AA+
36. 8.55% Bajaj Finance Ltd NCD Mat 26-Apr-2021	10,15,275	0.18%	AAA
37. 8.73% IDFC First Bank Ltd NCD Mat 14-Jun-2022	10,12,163	0.18%	AA
38. 8.75% M&M Financial Services Ltd Mat 09-Oct-2025	10,09,957	0.18%	AAA
39. 7.59% LIC Housing Finance Ltd. Mat 14-Oct-2021	10,09,459	0.18%	AAA
40. 8.69% IL & FS Ltd NCD Mat 25-Aug-2025. @	2,50,000	0.05%	D
Debt Instruments Total	52,33,62,356	95.20%	
Money Market Instruments			
Liquid Mutual Funds			
1. Kotak Liquid - Growth - Direct	85,46,002	1.55%	AAA
Money Market Instruments Total	85,46,002	1.55%	
Cash/Cash Equivalent & Net Current Assets	1,78,57,228	3.25%	
Grand Total	54,97,65,586	100.00%	
Average Maturity of Portfolio (in yrs) #	5.89		
Modified Duration (in yrs) #	4.19		
Yield to Maturity (%) (annualised) (at market price) #	7.67%		

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2019

(in ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Credit Rating Exposure			
Central Government Securities	-	-	
State Development Loans	-	-	
AAA / equivalent	46,10,63,962	83.87%	
A1+ / equivalent (Certificate of Deposits / Commercial Papers)	-	-	
AA+ / equivalent	3,58,65,328	6.52%	
AA / equivalent	2,61,83,066	4.76%	
AA- / equivalent	-	-	
A+ / equivalent	-	-	
A / equivalent	-	-	
A- / equivalent	-	-	
BBB+ / equivalent	-	-	
BBB / equivalent	-	-	
BBB- / equivalent	-	-	
Lower (Below Investment Grade)	2,50,000	0.05%	
(out of above Net NPA)	-	-	
TOTAL	52,33,62,356	95.20%	
Bank FD	-	-	
Equity	-	-	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	85,46,002	1.55%	
Cash / cash equivalent net current assets	1,78,57,228	3.25%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
Grand Total	54,97,65,586	100.00%	
Units Outstanding	3,16,47,132		
NAV	17.3717		
Notes:			
a. Total NPAs provided for and its percentage to NAV		-	
b. Total value and percentage of illiquid equity shares		-	
c. NAV at March 31,2019		16.3672	
d. NAV at September 30,2019		17.3717	
e. Total outstanding exposure in derivative instruments at September 30,2019		-	
f. Total 'Infrastructure investments' September 30,2019		30,09,12,576	

Calculated on debt portfolio

@ Market Value represents net of 75% discount on Face Value basis the NPS Trust communication ref: 1/16/2018-NPST/11514 dated 06th Aug 2019.

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

3.1 KEY STATISTICS FOR THE HALF YEAR ENDED SEPTEMBER 30, 2019 (UN-AUDITED)

Sr No	Particulars	Scheme C Tier II	
		September 30, 2019	September 30, 2018
1	NAV per unit (₹) I Open High Low End @	16.3672 17.3835 16.2419 17.3717	15.1665 15.2773 14.8533 15.1577
2	Closing Assets Under Management (₹ in Lakhs) End Average daily net assets (AAuM) II	5,497.66 4,692.64	3346.21 2916.94
3	Gross income as % of AAuM III	5.95%	4.18%
4	Expense ratio		
a	Total expense as % of AAuM (scheme wise) IV	0.01%	0.01%
b	Management fee as % of AAuM (scheme wise) V	0.01%	0.01%
5	Net income as % of AAuM VI	5.91%	0.04%
6	Portfolio turnover ratio VII	0.00%	5.30%
7	Total dividend per unit distributed during the period	N.A.	N.A.
8	Returns: (%)		
a	Last one year Benchmark	14.61% 14.99%	1.54% 0.29%
b	Since inception VIII Benchmark	73.72% 81.21%	51.58% 57.65%
c	Compound annualised yield (%) IX Last 1 year Last 2 year Last 3 year Since launch of the scheme	14.61% 7.88% 8.13% 9.37%	1.54% 5.04% 7.54% 8.38%
	Launch Date	August 01, 2013	
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 bank charges but excludes Unrealised /Realised loss		
V	Management fee as % of AAuM is annualised		
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	The investments into the mandated assets of the fund started in March 2015. From the date of inception of the fund till March 2015 the inflows were invested in liquid schemes of mutual funds. As per fund objective of Tier II Scheme C, the fund only invests in Corporate Bonds. There is a minimum threshold of Rs.10 Lacs for investment Corporate Bonds and till the time investable amount reaches this threshold, it is invested temporarily in liquid and money market schemes of mutual funds. Due to small size of the fund this has affected the fund performance. Hence, Fund performance since inception of the scheme is not comparable with the benchmark.		
IX	Compounded annualised yield is to be calculated based on following formula: = (1+ cumulative return) ⁿ -1 (where n=365/no. of days) @ 30th Sep.2018 being the last day of half year and non business day, computed NAV is for disclosure purpose only. The last declared NAV for the half year is 28th Sep.2018.		



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

**Un-audited Financial Statements for the half year
ended September 30, 2019**

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 SEPTEMBER 30, 2019

(In ₹)

Particulars	Schedule	Scheme G Tier I	
		September 30, 2019	September 30, 2018 *
Liabilities			
Unit Capital	1	12,32,87,81,282	7,14,43,36,475
Reserves & Surplus	2	10,28,65,23,916	3,92,18,19,406
Current Liabilities and Provisions	3	82,28,55,159	20,12,04,376
Total		23,43,81,60,357	11,26,73,60,257
Assets			
Investments	4	22,05,76,67,376	10,78,35,20,440
Deposits	5	-	-
Other Current Assets	6	1,38,04,92,981	48,38,39,817
Total		23,43,81,60,357	11,26,73,60,257
(a) Net asset as per Balance Sheet (Schedule 4+5+6 -3)		22,61,53,05,198	11,06,61,55,881
(b) Number of units outstanding		1,23,28,78,128	71,44,33,647
(c) NAV per unit (a)/(b) (₹)		18.3435	15.4894
Significant accounting policies and notes to accounts	7		

*30th Sep.2018 being the last day of half year and non business day, computed NAV is for disclosure purpose only. The last declared NAV for the half year is 28th Sep.2018

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)

Parvez Mulla
(Director)

Sumit Shukla
(Chief Executive Officer)

Fagun Pancholi
(Chief Financial Officer)

Nagesh Pai
(Company Secretary)

Place : Mumbai

Date : October 16, 2019

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 SEPTEMBER 30, 2019

(In ₹)

Particulars	Schedule	Scheme G Tier I	
		September 30, 2019	September 30, 2018
Income			
Interest		72,81,93,492	37,54,90,316
Profit on sale/redemption of investments		74,88,15,976	2,63,58,150
Unrealised gain on appreciation in investments		12,33,86,713	-
Other income			
- Miscellaneous Income		4	5,994
Total Income (A)		1,60,03,96,185	40,18,54,460
Expenses & Losses			
Unrealised losses in value of investments		7,32,06,521	20,43,56,324
Loss on sale/redemption of investments		3,75,12,762	19,72,23,144
Management fees (including Goods and Service Tax)		11,85,515	5,82,398
NPS Trust fees		1,84,055	2,46,779
Custodian fees		3,49,585	1,83,137
CRA fees		85,52,507	56,98,142
Less : Amount recoverable on sale of units on account of CRA Charges		(85,52,507)	(56,98,142)
Depository and settlement charges		8,76,761	4,07,250
Total Expenditure (B)		11,33,15,199	40,29,99,032
Surplus/(Deficit) for the year (A-B = C)		1,48,70,80,986	(11,44,572)
Less: Amount transferred to Unrealised appreciation account		(5,01,80,192)	1,05,614
Less: Amount transferred to General Reserve		(1,43,69,00,794)	10,38,958
Amount carried forward to Balance Sheet		-	-
Significant accounting policies and notes to accounts	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)

Parvez Mulla
(Director)

Sumit Shukla
(Chief Executive Officer)

Fagun Pancholi
(Chief Financial Officer)

Nagesh Pai
(Company Secretary)

Place : Mumbai

Date : October 16, 2019

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	
	September 30, 2019	September 30, 2018
Initial capital		
<u>Unit capital</u>		
Outstanding units at the beginning of the period	10,07,14,79,616	5,42,10,81,092
Add :Units issued during the period	2,64,22,70,281	1,89,99,66,384
Less: Units redeemed during the period	(38,49,68,615)	(17,67,11,001)
Outstanding at the end of the period	12,32,87,81,282	7,14,43,36,475
(Face Value of Rs.10/- each unit, fully paid up)		
Outstanding units at the beginning of the period	1,00,71,47,961	54,21,08,109
Add :Units issued during the period	26,42,27,028	18,99,96,637
Less: Units redeemed during the period	(3,84,96,861)	(1,76,71,100)
Outstanding Units at the end of the period	1,23,28,78,128	71,44,33,647

Schedule 2: Reserves and surplus

(In ₹)

Particulars	Scheme G Tier I	
	September 30, 2019	September 30, 2018
Unit premium reserve		
Opening balance	5,34,75,05,283	2,51,20,79,270
Add: Premium on Units issued	2,08,87,51,462	1,02,74,82,191
Less: Premium on Units redeemed	(30,73,69,637)	(9,54,88,355)
Closing balance	7,12,88,87,108	3,44,40,73,106
General Reserve		
Opening balance	1,46,58,10,870	47,87,85,258
Add/(Less): Transfer from/(to) Revenue Account	1,43,69,00,794	(10,38,958)
Closing balance	2,90,27,11,664	47,77,46,300
Unrealised Appreciation Reserve		
Opening balance	20,47,44,952	1,05,614
Add: Adjustment for Previous years unrealised appreciation reserve	-	-
Add/(Less): Transfer from/(to) Revenue Account	5,01,80,192	(1,05,614.00)
Closing balance	25,49,25,144	-
Total	10,28,65,23,916	3,92,18,19,406

Schedule 3: Current liabilities and provisions

(In ₹)

Particulars	Scheme G Tier I	
	September 30, 2019	September 30, 2018
Current liabilities & Provisions		
Sundry creditors for expenses	14,19,770	6,98,132
Redemption Payable	3,34,55,269	68,85,879
TDS Payable	35,120	16,976
Contracts for purchase of investments	78,79,45,000	19,36,03,389
Total	82,28,55,159	20,12,04,376

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	
	September 30, 2019	September 30, 2018
Central and state government securities (including treasury bills)	21,88,63,83,376	10,56,89,51,440
Others - Mutual Fund Units	17,12,84,000	21,45,69,000
Total	22,05,76,67,376	10,78,35,20,440

Schedule 5: Deposits**(In ₹)**

Particulars	Scheme G Tier I	
	September 30, 2019	September 30, 2018
Deposits with scheduled banks	-	-
Total	-	-

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

Particulars	Scheme G Tier I	
	September 30, 2019	September 30, 2018
Balances with banks in current account	25,099	25,128
Contracts for sale of investments	82,59,03,889	20,57,28,867
Outstanding and accrued income	37,38,86,549	20,31,75,303
Brokerage receivable from PFM	10,000	5,000
Application money pending allotment	9,99,75,000	6,03,57,000
Sundry debtors	8,06,92,444	1,45,48,519
Total	1,38,04,92,981	48,38,39,817

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 September 30, 2019

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 Karvy Computershare Pvt.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): National Securities Depository Limited (NSDL), Karvy Computershare Pvt.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 seven separate schemes under the two tiered structure (Tier I and II) prescribed under the NPS. The schemes are classified as Scheme E, C, G and A 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

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) effective April 01, 2019 which until previous financial year was carried out SHCIL. 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 recognised 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 started charging investment management fee of 0.01% per annum (inclusive of brokerage but excluding custodian charges and applicable taxes), with effect from August 01, 2014, 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 01st 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	
	September 30, 2019	September 30, 2018
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
Pension fund manager	HDFC Pension Management Company Limited
Sponsor company	HDFC Life Insurance Company Limited
Associates and group companies	
Holding Company	HDFC Limited
Ms. Vibha Padalkar	Key Management Personnel
Mr. Parvez Mulla	Key Management Personnel (W.E.F. 25th Sept 2018)
Mr. Sumit Shukla	Key Management Personnel
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 September 30, 2019

(In ₹)

Nature of Transaction	Scheme G Tier I	
	September 30, 2019	September 30, 2018
Investment management fees	11,85,515	5,82,398

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme G Tier I	
	September 30, 2019	September 30, 2018
Investment management fees payable	6,07,797	2,94,502

Aggregate investments made in the Associates and group companies as at September 30, 2019 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme G Tier I			
		September 30, 2019		September 30, 2018	
		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 September 30, 2019 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme G Tier I			
		September 30, 2019		September 30, 2018	
		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 September 30, 2019 is as follows :

(In ₹)

Particulars	Scheme G Tier I	
	September 30, 2019	September 30, 2018
Average Net Asset Value	20,09,34,64,629	9,84,41,81,153
Purchase of Investment	79,35,81,72,464	36,46,53,18,771
% to average Net Assets Value	394.95%	370.43%
Sale of Investment	74,65,86,41,657	33,43,45,93,233
% to average Net Assets Value	371.56%	339.64%

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 September 30, 2019 is as follows :

(In ₹)

Particulars	Scheme G Tier I	
	September 30, 2019	September 30, 2018
Average Net Asset Value	20,09,34,64,629	9,84,41,81,153
Purchase of Investment	41,32,52,44,463	17,73,96,40,773
% to average Net Assets Value	205.67%	180.20%
Sale of Investment	36,24,99,97,773	14,83,65,98,730
% to average Net Assets Value	180.41%	150.71%

*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 September 30, 2019		As at September 30, 2018	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Central Government Securities	18,27,23,61,770	80.80%	10,36,21,36,710	93.64%
State Development Loans	3,61,40,21,606	15.98%	20,68,14,730	1.87%
Mutual Funds	17,12,84,000	0.76%	21,45,69,000	1.94%
Net Current Assets	55,76,37,822	2.47%	28,26,35,441	2.55%
Net Asset Value	22,61,53,05,198	100.00%	11,06,61,55,881	100.00%

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

(In ₹)

Security Name	Asset Type	Ageing	Scheme G Tier I	
			September 30, 2019	September 30, 2018
Aditya Birla Sun Life Liquid Fund - Growth - Direct Plan	Liquid Mutual Fund	Less than 7 days	9,99,75,000	6,03,57,000

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 SEPTEMBER 30, 2019

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Debt Instruments			
Central Government Securities			
1. 7.95% GOI Mat 28-Aug-2032	4,17,98,05,641	18.48%	Sovereign
2. 8.17% GOI Mat 01-Dec-2044	2,05,02,30,185	9.07%	Sovereign
3. 7.26% GOI Mat 14-Jan-2029	2,02,41,00,000	8.95%	Sovereign
4. 7.40% GOI Mat 09-Sep-2035	1,90,95,47,485	8.44%	Sovereign
5. 8.24% GOI Mat 10-Nov-2033	1,46,70,61,016	6.49%	Sovereign
6. 8.33% GOI Mat 07-June-2036	1,08,68,33,161	4.81%	Sovereign
7. 7.73% GOI Mat 19-Dec-2034	73,66,62,665	3.26%	Sovereign
8. 7.06% GOI Mat 10-Oct-2046	69,75,97,500	3.08%	Sovereign
9. 7.72% GOI Mat 15-June-2049	53,17,00,000	2.35%	Sovereign
10. 8.30% GOI Mat 02-Jul-2040	43,63,31,411	1.93%	Sovereign
11. 8.83% GOI Mat 12-Dec-2041	39,57,29,078	1.75%	Sovereign
12. 8.32% GOI Mat 02-Aug-2032	39,56,07,677	1.75%	Sovereign
13. 8.28% GOI Mat 15-Feb-2032	29,09,53,992	1.29%	Sovereign
14. 7.57% GOI Mat 17-June-2033	26,21,25,000	1.16%	Sovereign
15. 7.62% GOI Mat 15-Sep-2039	26,20,50,500	1.16%	Sovereign
16. 8.13% GOI Mat 22-Jun-2045	19,50,64,531	0.86%	Sovereign
17. 7.88%GOI Mat 19-Mar-2030	17,72,79,725	0.78%	Sovereign
18. 7.50% GOI Mat 10-Aug-2034	13,28,64,000	0.59%	Sovereign
19. 8.15% GOI Mat 24-Nov-2026	11,66,42,610	0.52%	Sovereign
20. 8.24% GOI Mat 15-Feb-2027	11,60,89,844	0.51%	Sovereign
21. 7.61% GOI Mat 09-May-2030	11,32,02,320	0.50%	Sovereign
22. 7.69% GOI Mat 17-June-2043	10,58,12,000	0.47%	Sovereign
23. 7.59% GOI Mat 20-Mar-2029	9,93,65,250	0.44%	Sovereign
24. 8.28% GOI Mat 21-Sep-2027	7,93,34,614	0.35%	Sovereign
25. 8.30% GOI Mat 31-Dec-2042	5,32,75,257	0.24%	Sovereign
26. 8.33% GOI Mat 09-Jul-2026	5,26,11,671	0.23%	Sovereign
27. 7.37% GOI Mat 16-Apr-2023	5,08,67,271	0.22%	Sovereign
28. 8.20% GOI Mat 24-Sep-2025	5,07,12,140	0.22%	Sovereign
29. 7.72% GOI Mat 26-Oct-2055	4,80,62,303	0.21%	Sovereign
30. 9.20% GOI Mat 30-Sep-2030	4,75,72,280	0.21%	Sovereign
31. 6.62% GOI Mat 28-Nov-2051	4,72,63,600	0.21%	Sovereign
32. 6.68% GOI Mat 17-Sep-2031	2,25,64,210	0.10%	Sovereign
33. 8.60% GOI Mat 02-Jun-2028	1,80,91,710	0.08%	Sovereign
34. 9.23% GOI Mat 23-Dec-2043	1,22,52,240	0.05%	Sovereign
35. 8.26% GOI Mat 02-Aug-2027	26,88,204	0.01%	Sovereign
36. 6.57% GOI Mat 05-Dec-2033	20,85,639	0.009%	Sovereign
37. 8.40% GOI Mat 28-Jul-2024	11,40,030	0.005%	Sovereign
38. 7.72% GOI Mat 25-May-2025	10,51,500	0.005%	Sovereign
39. 7.16% GOI Mat 20-May-2023	1,33,510	0.001%	Sovereign
State Development Loans			
1. 8.68% Tamil Nadu SDL Mat 10-Oct-2028	45,86,82,000	2.03%	Sovereign
2. 8.12% Gujrat SDL Mat 13-Nov-2025	36,84,83,150	1.63%	Sovereign
3. 8.58% Gujrat SDL Mat 31-Oct-2028	27,26,83,000	1.21%	Sovereign
4. 8.42% Maharashtra SDL Mat 01-Aug-2028	21,57,13,200	0.95%	Sovereign
5. 8.50% Gujrat SDL Mat 28-Nov-2028	21,38,84,182	0.95%	Sovereign
6. 8.08% Maharashtra SDL Mat 26-Dec-2028	18,88,94,036	0.84%	Sovereign
7. 8.36% Tamil Nadu SDL Mat 12-Dec-2028	18,82,69,881	0.83%	Sovereign
8. 9.65% Tamil Nadu SDL Mat 12-Mar-2024	16,50,76,950	0.73%	Sovereign
9. 8.56% Tamil Nadu SDL Mat 31-Oct-2028	16,34,12,400	0.72%	Sovereign
10. 8.79% Gujrat SDL Mat 12-Sep-2028	11,03,48,400	0.49%	Sovereign
11. 9.51% Maharashtra SDL Mat 11-Sep-2033	10,91,95,900	0.48%	Sovereign
12. 9.25% Maharashtra SDL Mat 09-Oct-2023	10,84,57,000	0.48%	Sovereign
13. 8.30% Gujrat SDL Mat 06-Feb-2029	10,72,34,500	0.47%	Sovereign
14. 8.53% Tamil Nadu SDL Mat 28-Nov-2028	8,09,62,560	0.36%	Sovereign
15. 9.53% Gujrat SDL Mat 12-Feb-2024	7,66,05,480	0.34%	Sovereign
16. 8.38% Gujrat SDL Mat 27-Feb-2029	7,54,67,000	0.33%	Sovereign
17. 8.37% Tamil Nadu SDL Mat 05-Dec-2028	6,18,01,270	0.27%	Sovereign
18. 9.39% Maharashtra SDL Mat 20-Nov-2023	5,56,66,500	0.25%	Sovereign
19. 9.63% Maharashtra SDL Mat 12-Feb-2024	5,49,03,450	0.24%	Sovereign
20. 8.61% Tamil Nadu SDL Mat 03-Sep-2027	5,43,52,750	0.24%	Sovereign
21. 9.24% Maharashtra SDL Mat 16-Jan-2024	5,41,38,750	0.24%	Sovereign
22. 8.28% Gujrat SDL Mat 20-Feb-2029	5,35,61,900	0.24%	Sovereign
23. 8.17% Gujrat SDL Mat 19-Dec-2028	5,32,17,450	0.24%	Sovereign
24. 7.96% Maharashtra SDL Mat 29-Jun-2026	4,92,05,381	0.22%	Sovereign
25. 8.36% Maharashtra SDL Mat 27-Jan-2026	4,89,27,946	0.22%	Sovereign
26. 8.47% Maharashtra SDL Mat 10-Feb-2026	4,81,27,995	0.21%	Sovereign
27. 8.67% Maharashtra SDL Mat 24-Feb-2036	3,24,00,600	0.14%	Sovereign
28. 8.60% Gujrat SDL Mat 17-Oct-2028	3,11,28,016	0.14%	Sovereign
29. 8.65% Gujrat SDL Mat 10-Oct-2028	2,73,74,725	0.12%	Sovereign
30. 8.47% Gujrat SDL Mat 21-Aug-2028	2,16,43,980	0.10%	Sovereign
31. 8.18% Tamil Nadu SDL Mat 19-Dec-2028	2,13,00,280	0.09%	Sovereign
32. 8.72% Andhra Pradesh SDL Mat 24-Feb-2026	1,08,09,580	0.05%	Sovereign
33. 7.18% Tamil Nadu SDL Mat 26-July-2027	1,00,45,940	0.04%	Sovereign
34. 8.00% Tamil Nadu SDL Mat 28-Oct-2025	83,81,680	0.04%	Sovereign
35. 8.24% Andhra Pradesh SDL Mat 09-Sep-2025	45,71,934	0.02%	Sovereign
36. 8.44% Tamil Nadu SDL Mat 26-Nov-2024	42,99,857	0.02%	Sovereign
37. 8.17% Tamil Nadu SDL Mat 26-Nov-2025	25,96,525	0.01%	Sovereign
38. 9.77% Andhra Pradesh SDL Mat 28-Aug-2023	10,98,894	0.00%	Sovereign
39. 9.49% Tamil Nadu SDL Mat 18-Dec-2023	10,96,564	0.00%	Sovereign
Debt Instruments Total	21,88,63,83,376	96.78%	

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2019

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Money Market Instruments			
Liquid Mutual Funds			
1. Aditya Birla Sun Life Liquid Fund - Growth - Direct Plan	17,12,84,000	0.76%	AAA
Money Market Instruments Total	17,12,84,000	0.76%	
Cash/Cash Equivalent & Net Current Assets	55,76,37,822	2.47%	
Grand Total	22,61,53,05,198	100.00%	
Average Maturity of Portfolio (in yrs) #	14.88		
Modified Duration (in yrs) #	8.27		
Yield to Maturity (%) (annualised) (at market price) #	7.21%		
Credit Rating Exposure			
Central Government Securities	18,27,23,61,770	80.80%	
State Development Loans	3,61,40,21,606	15.98%	
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)	-	-	
TOTAL	21,88,63,83,376	96.78%	
Bank FD	-	-	
Equity	-	-	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	17,12,84,000	0.76%	
Cash / cash equivalent net current assets	55,76,37,822	2.47%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
Grand Total	22,61,53,05,198	100.00%	
Units Outstanding	1,23,28,78,128		
NAV	18.3435		
Notes:			
a. Total NPAs provided for and its percentage to NAV		-	
b. Total value and percentage of illiquid equity shares		-	
c. NAV at March 31,2019		16.9682	
d. NAV at September 30,2019		18.3435	
e. Total outstanding exposure in derivative instruments at September 30, 2019		-	
f. Total 'Infrastructure investments' September 30, 2019		-	

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 SEPTEMBER 30, 2019 (UN-AUDITED)

Sr No	Particulars	Scheme G Tier I	
		September 30, 2019	September 30, 2018
1	NAV per unit (₹) I		
	Open	16.9682	15.5172
	High	18.6512	15.8224
	Low	16.8502	15.1370
	End @	18.3435	15.4828
2	Closing Assets Under Management (₹ in Lakhs)		
	End	2,26,153.05	1,10,661.56
	Average daily net assets (AAuM) II	2,00,934.65	98,441.81
3	Gross income as % of AAuM III	7.96%	4.08%
4	Expense ratio		
a	Total expense as % of AAuM (scheme wise) IV	0.01%	0.01%
b	Management fee as % of AAuM (scheme wise) V	0.01%	0.01%
5	Net income as % of AAuM VI	7.40%	-0.01%
6	Portfolio turnover ratio VII	180.41%	150.71%
7	Total dividend per unit distributed during the period	N.A.	N.A.
8	Returns: (%)		
a	Last one year	18.48%	-0.61%
	Benchmark	18.72%	-1.70%
b	Since inception	83.44%	54.83%
	Benchmark	78.29%	50.19%
c	Compound annualised yield (%) VIII		
	Last 1 year	18.48%	-0.61%
	Last 2 year	8.52%	2.64%
	Last 3 year	7.67%	6.41%
	Since launch of the scheme	10.34%	8.83%
	Launch Date	August 01, 2013	
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 bank charges but excludes Unrealised /Realised loss		
V	Management fee as % of AAuM is annualised		
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	Compounded annualised yield is to be calculated based on following formula: = (1+ cumulative return) ⁿ - 1 (where n=365/no. of days)		
	@ 30th Sep.2018 being the last day of half year and non business day, computed NAV is for disclosure purpose only. The last declared NAV for the half year is 28th Sep.2018.		



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

**Un-audited Financial Statements for the half year
ended September 30, 2019**

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 SEPTEMBER 30, 2019

(In ₹)

Particulars	Schedule	Scheme G Tier II	
		September 30, 2019	September 30, 2018 *
Liabilities			
Unit Capital	1	38,80,42,201	19,76,97,802
Reserves & Surplus	2	34,03,29,909	11,50,75,325
Current Liabilities and Provisions	3	2,14,91,903	11,28,820
Total		74,98,64,013	31,39,01,947
Assets			
Investments	4	73,84,96,728	30,50,32,428
Deposits	5	-	-
Other Current Assets	6	1,13,67,285	88,69,519
Total		74,98,64,013	31,39,01,947
(a) Net asset as per Balance Sheet (Schedule 4+5+6 -3)		72,83,72,110	31,27,73,127
(b) Number of units outstanding		3,88,04,220	1,97,69,780
(c) NAV per unit (a)/(b) (₹)		18.7704	15.8207
Significant accounting policies and notes to accounts	7		

*30th Sep.2018 being the last day of half year and non business day, computed NAV is for disclosure purpose only. The last declared NAV for the half year is 28th Sep.2018

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)

Parvez Mulla
(Director)

Sumit Shukla
(Chief Executive Officer)

Fagun Pancholi
(Chief Financial Officer)

Nagesh Pai
(Company Secretary)

Place : Mumbai

Date : October 16, 2019

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 SEPTEMBER 30, 2019

(In ₹)

Particulars	Schedule	Scheme G Tier II	
		September 30, 2019	September 30, 2018
Income			
Interest		2,10,00,291	1,04,11,104
Profit on sale/redemption of investments		13,05,398	3,87,497
Unrealised gain on appreciation in investments		1,99,34,119	-
Other income			
- Miscellaneous Income		486	302
Total Income (A)		4,22,40,294	1,07,98,903
Expenses & Losses			
Unrealised losses in value of investments		4,569	1,03,44,425
Loss on sale/redemption of investments		-	9,91,114
Management fees (including Goods and Service Tax)		35,141	16,137
NPS Trust fees		5,849	6,838
Custodian fees		10,119	4,872
CRA fees		66,215	41,363
Less : Amount recoverable on sale of units on account of CRA Charges		(66,215)	(41,363)
Depository and settlement charges		4,115	2,100
Total Expenditure (B)		59,793	1,13,65,486
Surplus/(Deficit) for the year (A-B = C)		4,21,80,501	(5,66,583)
Less: Amount transferred to Unrealised appreciation account		(1,99,29,550)	8,521
Less: Amount transferred to General Reserve		(2,22,50,951)	5,58,062
Amount carried forward to Balance Sheet		-	-
Significant accounting policies and notes to accounts	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)

Parvez Mulla
(Director)

Sumit Shukla
(Chief Executive Officer)

Fagun Pancholi
(Chief Financial Officer)

Nagesh Pai
(Company Secretary)

Place : Mumbai

Date : October 16, 2019

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	
	September 30, 2019	September 30, 2018
Initial capital		
Unit capital		
Outstanding units at the beginning of the period	26,89,56,194	14,67,20,932
Add :Units issued during the period	27,58,70,982	9,20,02,724
Less: Units redeemed during the period	(15,67,84,975)	(4,10,25,854)
Outstanding at the end of the period	38,80,42,201	19,76,97,802
(Face Value of Rs.10/- each unit, fully paid up)		
Outstanding units at the beginning of the period	2,68,95,619	1,46,72,093
Add :Units issued during the period	2,75,87,098	92,00,272
Less: Units redeemed during the period	(1,56,78,497)	(41,02,585)
Outstanding Units at the end of the period	3,88,04,220	1,97,69,780

Schedule 2: Reserves and surplus

(In ₹)

Particulars	Scheme G Tier II	
	September 30, 2019	September 30, 2018
Unit premium reserve		
Opening balance	15,35,81,178	7,50,44,557
Add: Premium on Units issued	23,47,45,678	5,29,90,351
Less: Premium on Units redeemed	(13,45,34,970)	(2,34,04,248)
Closing balance	25,37,91,886	10,46,30,660
General Reserve		
Opening balance	4,17,42,472	1,10,02,727
Add/(Less): Transfer from/(to) Revenue Account	2,22,50,951	(5,58,062)
Closing balance	6,39,93,423	1,04,44,665
Unrealised Appreciation Reserve		
Opening balance	26,15,050	8,521
Add: Adjustment for Previous years unrealised appreciation reserve		
Add/(Less): Transfer from/(to) Revenue Account	1,99,29,550	(8,521)
Closing balance	2,25,44,600	-
Surplus/(deficit) in Revenue account		
Total	34,03,29,909	11,50,75,325

Schedule 3: Current liabilities and provisions

(In ₹)

Particulars	Scheme G Tier II	
	September 30, 2019	September 30, 2018
Current liabilities & Provisions		
Sundry creditors for expenses	32,618	15,405
Redemption Payable	2,14,58,454	11,13,038
TDS Payable	831	377
Total	2,14,91,903	11,28,820

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	
	September 30, 2019	September 30, 2018
Central and state government securities (including treasury bills)	72,11,51,728	29,95,23,428
Others - Mutual Fund Units	1,73,45,000	55,09,000
Total	73,84,96,728	30,50,32,428

Schedule 5: Deposits**(In ₹)**

Particulars	Scheme G Tier II	
	September 30, 2019	September 30, 2018
Deposits with scheduled banks	-	-
Total	-	-

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

Particulars	Scheme G Tier II	
	September 30, 2019	September 30, 2018
Balances with banks in current account	4,881	5,952
Outstanding and accrued income	1,13,62,404	58,69,567
Application money pending allotment	-	29,94,000
Total	1,13,67,285	88,69,519

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 September 30, 2019

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 Karvy Computershare Pvt.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): National Securities Depository Limited (NSDL), Karvy Computershare Pvt.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 seven separate schemes under the two tiered structure (Tier I and II) prescribed under the NPS. The schemes are classified as Scheme E, C, G and A 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

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) effective April 01, 2019 which until previous financial year was carried out SHCIL. 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) are recognised 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 started charging investment management fee of 0.01% per annum (inclusive of brokerage but excluding custodian charges and applicable taxes), with effect from August 01, 2014, 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 01st 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	
	September 30, 2019	September 30, 2018
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
Pension fund manager	HDFC Pension Management Company Limited
Sponsor company	HDFC Life Insurance Company Limited
Associates and group companies	
Holding Company	HDFC Limited
Ms. Vibha Padalkar	Key Management Personnel
Mr. Parvez Mulla	Key Management Personnel (W.E.F. 25th Sept 2018)
Mr. Sumit Shukla	Key Management Personnel
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 September 30, 2019

(In ₹)

Nature of Transaction	Scheme G Tier II	
	September 30, 2019	September 30, 2018
Investment management fees	35,141	16,137

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme G Tier II	
	September 30, 2019	September 30, 2018
Investment management fees payable	18,943	8,222

Aggregate investments made in the Associates and group companies as at September 30, 2019 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme G Tier II			
		September 30, 2019		September 30, 2018	
		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 September 30, 2019 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme G Tier II			
		September 30, 2019		September 30, 2018	
		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 September 30, 2019 is as follows :

(In ₹)

Particulars	Scheme G Tier II	
	September 30, 2019	September 30, 2018
Average Net Asset Value	59,56,13,651	27,27,65,456
Purchase of Investment	4,63,06,96,825	1,42,39,05,372
% to average Net Assets Value	777.47%	522.03%
Sale of Investment	4,36,49,19,827	1,33,46,40,154
% to average Net Assets Value	732.84%	489.30%

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 September 30, 2019 is as follows :

(In ₹)

Particulars	Scheme G Tier II	
	September 30, 2019	September 30, 2018
Average Net Asset Value	59,56,13,651	27,27,65,456
Purchase of Investment	25,75,01,825	10,79,30,720
% to average Net Assets Value	43.23%	39.57%
Sale of Investment	36,69,206	1,72,05,009
% to average Net Assets Value	0.62%	6.31%

*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			
	September 30, 2019		September 30, 2018	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Central Government Securities	52,25,88,863	71.75%	28,18,83,580	90.12%
State Development Loans	19,85,62,865	27.26%	1,76,39,848	5.64%
Mutual Funds	1,73,45,000	2.38%	55,09,000	1.76%
Net Current Assets	(1,01,24,618)	-1.39%	77,40,699	2.47%
Net Asset Value	72,83,72,110	100.00%	31,27,73,127	100.00%

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

(In ₹)

Security Name	Asset Type	Ageing	Scheme G Tier II	
			September 30, 2019	September 30, 2018
Aditya Birla Sun Life Liquid Fund - Growth - Direct Plan	Liquid Mutual Funds	Less than 7 Days	-	29,94,000

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 SEPTEMBER 30, 2019

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Debt Instruments			
Central Government Securities			
1. 7.40% GOI Mat 09-Sep-2035	8,23,60,000	11.31%	Sovereign
2. 8.24% GOI Mat 10-Nov-2033	5,69,84,342	7.82%	Sovereign
3. 7.26% GOI Mat 14-Jan-2029	5,19,00,000	7.13%	Sovereign
4. 7.95% GOI Mat 28-Aug-2032	3,75,13,000	5.15%	Sovereign
5. 8.32% GOI Mat 02-Aug-2032	2,73,26,240	3.75%	Sovereign
6. 8.17% GOI Mat 01-Dec-2044	2,54,86,410	3.50%	Sovereign
7. 6.68% GOI Mat 17-Sep-2031	1,95,70,000	2.69%	Sovereign
8. 7.61% GOI Mat 09-May-2030	1,76,97,680	2.43%	Sovereign
9. 8.28% GOI Mat 15-Feb-2032	1,76,40,898	2.42%	Sovereign
10. 6.57% GOI Mat 05-Dec-2033	1,72,04,120	2.36%	Sovereign
11. 7.73% GOI Mat 19-Dec-2034	1,70,45,291	2.34%	Sovereign
12. 8.60% GOI Mat 02-Jun-2028	1,67,11,085	2.29%	Sovereign
13. 8.83% GOI Mat 12-Dec-2041	1,52,94,274	2.10%	Sovereign
14. 7.06% GOI Mat 10-Oct-2046	1,41,59,745	1.94%	Sovereign
15. 9.20% GOI Mat 30-Sep-2030	1,36,76,740	1.88%	Sovereign
16. 8.30% GOI Mat 02-Jul-2040	1,19,93,784	1.65%	Sovereign
17. 8.40% GOI Mat 28-Jul-2024	1,01,74,230	1.40%	Sovereign
18. 7.72% GOI Mat 25-May-2025	94,63,500	1.30%	Sovereign
19. 8.13% GOI Mat 22-Jun-2045	91,19,814	1.25%	Sovereign
20. 8.15% GOI Mat 24-Nov-2026	75,71,970	1.04%	Sovereign
21. 7.88%GOI Mat 19-Mar-2030	71,94,950	0.99%	Sovereign
22. 8.24% GOI Mat 15-Feb-2027	68,50,992	0.94%	Sovereign
23. 8.30% GOI Mat 31-Dec-2042	61,54,462	0.84%	Sovereign
24. 8.20% GOI Mat 24-Sep-2025	54,31,910	0.75%	Sovereign
25. 7.59% GOI Mat 20-Mar-2029	52,29,750	0.72%	Sovereign
26. 9.23% GOI Mat 23-Dec-2043	37,69,920	0.52%	Sovereign
27. 8.33% GOI Mat 09-Jul-2026	32,40,300	0.44%	Sovereign
28. 8.33% GOI Mat 07-June-2036	22,25,202	0.31%	Sovereign
29. 7.50% GOI Mat 10-Aug-2034	20,76,000	0.29%	Sovereign
30. 7.72% GOI Mat 26-Oct-2055	10,74,258	0.15%	Sovereign
31. 8.28% GOI Mat 21-Sep-2027	2,16,259	0.03%	Sovereign
32. 8.26% GOI Mat 02-Aug-2027	1,18,756	0.02%	Sovereign
33. 8.12% GOI Mat 10-Dec-2020	1,12,981	0.02%	Sovereign
State Development Loans			
1. 8.47% Gujrat SDL Mat 21-Aug-2028	3,24,65,970	4.46%	Sovereign
2. 8.30% Gujrat SDL Mat 06-Feb-2029	2,93,39,359	4.03%	Sovereign
3. 9.53% Gujrat SDL Mat 12-Feb-2024	2,18,87,280	3.00%	Sovereign
4. 8.17% Gujrat SDL Mat 19-Dec-2028	2,12,86,980	2.92%	Sovereign
5. 8.18% Tamil Nadu SDL Mat 19-Dec-2028	1,72,95,827	2.37%	Sovereign
6. 8.38% Gujrat SDL Mat 27-Feb-2029	1,54,27,611	2.12%	Sovereign
7. 8.37% Tamil Nadu SDL Mat 05-Dec-2028	1,07,74,280	1.48%	Sovereign
8. 8.08% Maharashtra SDL Mat 26-Dec-2028	96,65,677	1.33%	Sovereign
9. 8.58% Gujrat SDL Mat 31-Oct-2028	84,31,358	1.16%	Sovereign
10. 8.68% Tamil Nadu SDL Mat 10-Oct-2028	78,30,357	1.08%	Sovereign
11. 8.79% Gujrat SDL Mat 12-Sep-2028	57,49,152	0.79%	Sovereign
12. 8.47% Maharashtra SDL Mat 10-Feb-2026	53,47,555	0.73%	Sovereign
13. 7.20% Maharashtra SDL Mat 09-Aug-2027	50,29,070	0.69%	Sovereign
14. 8.36% Maharashtra SDL Mat 27-Jan-2026	42,54,604	0.58%	Sovereign
15. 7.96% Maharashtra SDL Mat 29-Jun-2026	31,40,769	0.43%	Sovereign
16. 8.44% Tamil Nadu SDL Mat 26-Nov-2024	6,37,016	0.09%	Sovereign
Debt Instruments Total	72,11,51,728	99.01%	
Money Market Instruments			
Liquid Mutual Funds			
1. Aditya Birla Sun Life Liquid Fund - Growth - Direct Plan	1,73,45,000	2.38%	AAA
Money Market Instruments Total	1,73,45,000	2.38%	
Cash/Cash Equivalent & Net Current Assets	(1,01,24,618)	-1.39%	
Grand Total	72,83,72,110	100.00%	
Average Maturity of Portfolio (in yrs) #	12.66		
Modified Duration (in yrs) #	7.58		
Yield to Maturity (%) (annualised) (at market price) #	7.19%		

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2019

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Credit Rating Exposure			
Central Government Securities	52,25,88,863	71.75%	
State Development Loans	19,85,62,865	27.26%	
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)	-	-	
TOTAL	72,11,51,728	99.01%	
Bank FD	-	-	
Equity	-	-	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	1,73,45,000	2.38%	
Cash / cash equivalent net current assets	(1,01,24,618)	-1.39%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
Grand Total	72,83,72,110	100.00%	
Units Outstanding	3,88,04,220		
NAV	18.7704		
Notes:			
a. Total NPAs provided for and its percentage to NAV		-	
b. Total value and percentage of illiquid equity shares		-	
d. NAV at March 31,2019		17.3595	
d. NAV at September 30,2019		18.7704	
e. Total outstanding exposure in derivative instruments at September 30, 2019		-	
f. Total 'Infrastructure investments' September 30, 2019		-	

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 SEPTEMBER 30, 2019 (UN - AUDITED)

Sr No	Particulars	Scheme G Tier II	
		September 30, 2019	September 30, 2018
1	NAV per unit (₹) I Open High Low End @	17.3595 18.9909 17.2445 18.7704	15.8652 16.1635 15.4733 15.8139
2	Closing Assets Under Management (₹ in Lakhs) End Average daily net assets (AAuM) II	7,283.72 5,956.14	3,127.73 2,727.65
3	Gross income as % of AAuM III	7.09%	3.96%
4	Expense ratio		
a	Total expense as % of AAuM (scheme wise) IV	0.01%	0.01%
b	Management fee as % of AAuM (scheme wise) V	0.01%	0.01%
5	Net income as % of AAuM VI	7.08%	-0.21%
6	Portfolio turnover ratio VII	0.62%	6.31%
7	Total dividend per unit distributed during the period	N.A.	N.A.
8	Returns: (%)		
a	Last one year Benchmark	18.70% 18.72%	-0.57% -1.70%
b	Since inception Benchmark	87.70% 78.29%	58.14% 50.19%
c	Compound annualised yield (%) VIII Last 1 year Last 2 years Last 3 years Since launch of the scheme	18.70% 8.64% 7.70% 10.75%	-0.57% 2.59% 6.40% 9.27%
	Launch Date	August 01, 2013	
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 bank charges but excludes Unrealised /Realised loss		
V	Management fee as % of AAuM is annualised		
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	Compounded annualised yield is to be calculated based on following formula: = (1+ cumulative return) ⁿ - 1 (where n=365/no. of days)		
	@ 30th Sep.2018 being the last day of half year and non business day, computed NAV is for disclosure purpose only. The last declared NAV for the half year is 28th Sep.2018.		



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

**Un-audited Financial Statements for the half year
ended September 30, 2019**

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 SEPTEMBER 30, 2019

(In ₹)

Particulars	Schedule	Scheme A Tier I	
		September 30, 2019	September 30, 2018 *
Liabilities			
Unit Capital	1	9,18,34,604	3,22,40,963
Reserves & Surplus	2	2,48,89,377	41,21,444
Current Liabilities and Provisions	3	1,48,209	91,930
Total		11,68,72,190	3,64,54,337
Assets			
Investments	4	11,30,25,042	3,50,55,589
Deposits	5	-	-
Other Current Assets	6	38,47,148	13,98,748
Total		11,68,72,190	3,64,54,337
(a) Net asset as per Balance Sheet (Schedule 4+5+6 -3)		11,67,23,981	3,63,62,407
(b) Number of units outstanding		91,83,460	32,24,096
(c) NAV per unit (a)/(b) (₹)		12.7102	11.2783
Significant accounting policies and notes to accounts	7		

*30th Sep.2018 being the last day of half year and non business day, computed NAV is for disclosure purpose only. The last declared NAV for the half year is 28th Sep.2018

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)

Parvez Mulla
(Director)

Sumit Shukla
(Chief Executive Officer)

Fagun Pancholi
(Chief Financial Officer)

Nagesh Pai
(Company Secretary)

Place : Mumbai

Date : October 16, 2019

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 SEPTEMBER 30, 2019

(In ₹)

Particulars	Schedule	Scheme A Tier I	
		September 30, 2019	September 30, 2018
Income			
Interest		32,39,083	10,31,232
Profit on sale/redemption of investments		8,81,010	1,73,063
Unrealised gain on appreciation in investments		-	27,041
Other income			
- Miscellaneous Income		-	8
Total Income (A)		41,20,093	12,31,344
Expenses & Losses			
Unrealised losses in value of investments		3,70,589	11,29,214
Management fees (including Goods and Service Tax)		5,759	1,715
NPS Trust fees		928	727
Custodian fees		1,388	452
CRA fees		66,508	28,904
Less : Amount recoverable on sale of units on account of CRA Charges		(66,508)	(28,904)
Depository and settlement charges		221	116
Total Expenditure (B)		3,78,885	11,32,224
Surplus/(Deficit) for the year (A-B = C)		37,41,208	99,120
Less: Amount transferred to Unrealised appreciation account		3,70,589	1,14,032
Less: Amount transferred to General Reserve		(41,11,797)	(2,13,152)
Amount carried forward to Balance Sheet		-	-
Significant accounting policies and notes to accounts	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)

Parvez Mulla
(Director)

Sumit Shukla
(Chief Executive Officer)

Fagun Pancholi
(Chief Financial Officer)

Nagesh Pai
(Company Secretary)

Place : Mumbai

Date : October 16, 2019

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	
	September 30, 2019	September 30, 2018
Initial capital		
<u>Unit capital</u>		
Outstanding at the beginning of the year	6,33,04,044	1,80,53,363
Add :Units issued during the year	3,27,08,556	1,55,22,495
Less: Units redeemed during the year	(41,77,996)	(13,34,895)
Outstanding at the end of the year	9,18,34,604	3,22,40,963
(Face Value of Rs.10/- each unit, fully paid up)		
Outstanding units at the beginning of the year	63,30,404	18,05,336
Add :Units issued during the year	32,70,856	15,52,250
Less: Units redeemed during the year	(4,17,800)	(1,33,490)
Outstanding Units at the end of the year	91,83,460	32,24,096

Schedule 2: Reserves and surplus

(In ₹)

Particulars	Scheme A Tier I	
	September 30, 2019	September 30, 2018
Unit premium reserve		
Opening balance	88,36,475	15,42,552
Add: Premium on Units issued	81,82,519	19,67,881
Less: Premium on Units redeemed	(10,46,686)	(1,70,116)
Closing balance	1,59,72,308	33,40,317
General Reserve		
Opening balance	39,05,214	5,23,924
Add: Transfer from Revenue Account	41,11,797	2,13,152
Closing balance	80,17,011	7,37,076
Unrealised Appreciation Reserve		
Opening balance	12,70,647	1,58,083
Add: Transfer from Revenue Account	(3,70,589)	(1,14,032)
Closing balance	9,00,058	44,051
Total	2,48,89,377	41,21,444

Schedule 3: Current liabilities and provisions

(In ₹)

Particulars	Scheme A Tier I	
	September 30, 2019	September 30, 2018
Current liabilities		
Sundry creditors for expenses	4,749	1,627
Redemption Payable	1,43,336	90,266
TDS Payable	124	37
Total	1,48,209	91,930

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	
	September 30, 2019	September 30, 2018
Others - Mutual Fund Units	65,98,000	73,01,051
Basel III Tier I bonds	10,64,27,042	2,77,54,538
Total	11,30,25,042	3,50,55,589

Schedule 5: Deposits**(In ₹)**

Particulars	Scheme A Tier I	
	September 30, 2019	September 30, 2018
Deposits with scheduled banks	-	-
Total	-	-

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

Particulars	Scheme A Tier I	
	September 30, 2019	September 30, 2018
Balances with banks in current account	5,127	62,037
Outstanding and accrued income	38,42,021	13,36,711
Total	38,47,148	13,98,748

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 September 30, 2019

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 Karvy Computershare Pvt.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): National Securities Depository Limited (NSDL), Karvy Computershare Pvt. 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 seven separate schemes under the two tiered structure (Tier I and II) prescribed under the NPS. The schemes are classified as Scheme E, C, G and A 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

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) effective April 01, 2019 which until previous financial year was carried out SHCIL. 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 started charging investment management fee of 0.01% per annum (inclusive of brokerage but excluding custodian charges and applicable taxes), with effect from August 01, 2014, 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 01st 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	
	September 30, 2019	September 30, 2018
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
Pension fund manager	HDFC Pension Management Company Limited
Sponsor company	HDFC Life Insurance Company Limited
Associates and group companies	
Holding Company	HDFC Limited
Ms. Vibha Padalkar	Key Management Personnel
Mr. Parvez Mulla	Key Management Personnel (W.E.F. 25th Sept 2018)
Mr. Sumit Shukla	Key Management Personnel
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 September 30, 2019

(In ₹)

Nature of Transaction	Scheme A Tier I	
	September 30, 2019	September 30, 2018
Investment management fees	5,759	1,715

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme A Tier I	
	September 30, 2019	September 30, 2018
Investment management fees payable	3,019	913

Aggregate investments made in the Associates and group companies as at September 30, 2019 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme A Tier I			
		As at September 30, 2019		As at September 30, 2018	
		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 September 30, 2019 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme A Tier I			
		As at September 30, 2019		As at September 30, 2018	
		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 September 30, 2019 is as follows :

(In ₹)

Particulars	Scheme A Tier I	
	September 30, 2019	September 30, 2018
Average Net Asset Value	9,76,09,305	2,89,83,963
Purchase of Investment	2,90,72,17,928	26,15,88,976
% to average Net Assets Value	2978.42%	902.53%
Sale of Investment	2,86,71,07,009	24,50,29,062
% to average Net Assets Value	2937.33%	845.40%

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 September 30, 2019 is as follows :

(In ₹)

Particulars	Scheme A Tier I	
	September 30, 2019	September 30, 2018
Average Net Asset Value	9,76,09,305	2,89,83,963
Purchase of Investment	5,23,76,929	1,51,32,975
% to average Net Assets Value	53.66%	52.21%
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			
	September 30, 2019		September 30, 2018	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Monetary intermediation of commercial / saving / postal banks	10,64,27,042	91.18%	2,77,54,538	76.33%
Mutual Funds	65,98,000	5.65%	73,01,051	20.08%
Net Current Assets	36,98,939	3.17%	13,06,818	3.59%
Net Asset Value	11,67,23,981	100.00%	3,63,62,407	100.00%

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	
			September 30, 2019	September 30, 2018
	NIL	NIL	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 SEPTEMBER 30, 2019

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Asset Backed, Trust Structured and Miscellaneous Investments			
Basel III Tier-1 bonds			
1. 8.75 SBI Bank Perpetual AT-1 (Call date30/08/2024)	4,01,06,280	34.36%	AA+
2. 9.50 Indusind Bank Perpetual AT-1 (Call date18/04/2022)	1,93,89,400	16.61%	AA
3. 9.90 ICICI Bank Perpetual AT-1 (Call date28/12/2023)	1,58,07,971	13.54%	AA+
4. 10.50 Indusind Bank Perpetual AT-1 (Call date28/03/2024)	1,18,50,612	10.15%	AA
5. 9.20 ICICI Bank Perpetual AT-1 (Call date17/03/2022)	71,64,795	6.14%	AA+
6. 8.75 Axis Bank Perpetual AT-1 Series26(Call date14/12/2021)	71,04,023	6.09%	AA+
7. 8.15 SBI Bank Perpetual AT-1 (Call date02/008/2022)	50,03,961	4.29%	AA+
Asset Backed, Trust Structured and Miscellaneous Investments Total	10,64,27,042	91.18%	
Money Market Instruments			
Liquid Mutual Funds			
1. Aditya Birla Sun Life Liquid Fund - Growth - Direct Plan	65,98,000	5.65%	AAA
Money Market Instruments Total	65,98,000	5.65%	
Cash/Cash Equivalent & Net Current Assets	36,98,939	3.17%	
Grand Total	11,67,23,981	100.00%	
Average Maturity of Portfolio (in yrs)	N.A.		
Modified Duration (in yrs)	N.A.		
Yield to Maturity (%) (annualised) (at market price)	N.A.		
Credit Rating Exposure			
Central Government Securities	-	-	
State Development Loans	-	-	
AAA / equivalent	-	-	
A1+ / equivalent (Certificate of Deposits / Commercial Papers)	-	-	
AA+ / equivalent	7,51,87,030	64.41%	
AA / equivalent	3,12,40,012	26.76%	
AA- / equivalent	-	-	
A+ / equivalent	-	-	
A / equivalent	-	-	
A- / equivalent	-	-	
BBB+ / equivalent	-	-	
BBB / equivalent	-	-	
BBB- / equivalent	-	-	
Lower (Below Investment Grade) (out of above Net NPA)	-	-	
TOTAL	10,64,27,042	91.18%	
Bank FD	-	-	
Equity	-	-	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	65,98,000	5.65%	
Cash / cash equivalent net current assets	36,98,939	3.17%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
Grand Total	11,67,23,981	100.00%	
Units Outstanding	91,83,460		
NAV	12.7102		
Notes:			
a. Total NPAs provided for and its percentage to NAV		-	
b. Total value and percentage of illiquid equity shares		-	
c. NAV at March 31,2019		12.2134	
d. NAV at September 30,2019		12.7102	
e. Total outstanding exposure in derivative instruments at September 30,2019		-	
f. Total 'Infrastructure investments' September 30,2019		-	

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

3.1 KEY STATISTICS FOR THE HALF YEAR ENDED SEPTEMBER 30, 2019 (UN-AUDITED)

Sr No	Particulars	Scheme A Tier I	
		September 30, 2019	September 30, 2018
1	NAV per unit (₹)		
	Open	12.2134	11.2322
	High	12.8194	11.5436
	Low	12.1601	11.0059
	End @	12.7102	11.2738
2	Closing Assets Under Management (₹ in Lakhs)		
	End	1,167.24	363.62
	Average daily net assets (AAuM) II	976.09	289.84
3	Gross income as % of AAuM III	4.22%	4.25%
4	Expense ratio		
a	Total expense as % of AAuM (scheme wise) IV	0.01%	0.01%
b	Management fee as % of AAuM (scheme wise) V	0.01%	0.01%
5	Net income as % of AAuM VI	3.83%	0.34%
6	Portfolio turnover ratio VII	0.00%	0.00%
7	Total dividend per unit distributed during the period	N.A.	N.A.
8	Returns: (%)		
a	Last one year	12.74%	4.38%
	Benchmark VIII	N.A.	N.A.
b	Since inception	27.10%	12.74%
	Benchmark VIII	N.A.	N.A.
c	Compound annualised yield (%) IX		
	Last 1 year	12.74%	4.38%
	Last 2 year	8.48%	N.A.
	Last 3 year	N.A.	N.A.
	Since launch of the scheme	8.40%	6.27%
	Launch Date	October 10, 2016	
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 bank charges but excludes Unrealised /Realised loss		
V	Management fee as % of AAuM is annualised		
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	As per fund objective of Scheme A, the fund is mandated to invest in Commercial/Residential mortgage based securities, Units issued by REITs, Alternative Investment Funds, Units issued by InvITs, Asset backed securities, etc. for that there is no comparable market benchmarks is available and hence benchmark returns are not disclosed for this fund.		
IX	Compounded annualised yield is to be calculated based on following formula: = (1+ cumulative return) ⁿ - 1 (where n=365/no. of days) @ 30th Sep.2018 being the last day of half year and non business day, computed NAV is for disclosure purpose only. The last declared NAV for the half year is 28th Sep.2018.		