



HDFC PENSION MANAGEMENT COMPANY LIMITED

**Un-audited Financial Statements for the half year
ended March 31, 2020**

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
- f) Scheme G Tier II - 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 March 31, 2020**

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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 MARCH 31, 2020

(In ₹)

Particulars	Schedule	Scheme E Tier I	
		March 31, 2020	March 31, 2019
Liabilities			
Unit Capital	1	16,09,97,73,141	9,38,46,57,605
Reserves & Surplus	2	11,24,01,96,933	11,43,39,74,473
Current Liabilities and Provisions	3	30,02,77,890	30,34,36,100
Total		27,64,02,47,964	21,12,20,68,178
Assets			
Investments	4	27,42,60,19,249	20,68,90,52,530
Deposits	5	-	-
Other Current Assets	6	21,42,28,715	43,30,15,648
Total		27,64,02,47,964	21,12,20,68,178
(a) Net asset as per Balance Sheet (Schedule 4+5+6 -3)		27,33,99,70,074	20,81,86,32,078
(b) Number of units outstanding		1,60,99,77,314	93,84,65,760
(c) NAV per unit (a)/(b) (₹)		16.9815	22.1836
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 : April 23, 2020

NATIONAL PENSION SYSTEM TRUST

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

UN-AUDITED REVENUE ACCOUNT FOR THE HALF YEAR ENDED MARCH 31, 2020

(In ₹)

Particulars	Schedule	Scheme E Tier I	
		March 31, 2020	March 31, 2019
Income			
Dividend		17,43,75,436	8,41,28,389
Profit on sale/redemption of investments		7,40,62,906	7,36,75,166
Unrealised gain on appreciation in investments		23,97,149	1,08,83,10,577
Other income			
- Miscellaneous Income		610	189
Total Income (A)		25,08,36,101	1,24,61,14,321
Expenses & Losses			
Unrealised losses in value of investments		8,46,38,55,560	-
Loss on sale/redemption of investments		14,55,77,749	4,28,05,260
Management fees (including Goods and Service Tax)		17,78,534	9,25,053
NPS Trust fees		7,53,616	2,29,183
Custodian fees		4,88,657	2,57,361
CRA fees		1,32,82,483	81,61,349
Less : Amount recoverable on sale of units on account of CRA Charges		(1,32,82,483)	(81,61,349)
Depository and settlement charges		92,390	48,516
Total Expenditure (B)		8,61,25,46,506	4,42,65,373
Surplus/(Deficit) for the year (A-B = C)		(8,36,17,10,405)	1,20,18,48,948
Less: Amount transferred to Unrealised appreciation account		2,34,14,07,547	(1,08,83,10,577)
Less: Amount transferred to General Reserve		6,02,03,02,858	(11,35,38,371)
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

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(Director)

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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	
	March 31, 2020	March 31, 2019
Initial capital		
Unit Capital		
Outstanding at the beginning of the period	11,82,52,49,581	6,44,24,95,338
Add :Units issued during the period	4,76,36,32,745	3,10,57,39,626
Less: Units redeemed during the period	(48,91,09,185)	(16,35,77,359)
Outstanding at the end of the period	16,09,97,73,141	9,38,46,57,605
(Face Value of Rs.10/- each unit, fully paid up)		
Outstanding units at the beginning of the period	1,18,25,24,958	64,42,49,534
Add :Units issued during the period	47,63,63,275	31,05,73,962
Less: Units redeemed during the period	(4,89,10,919)	(1,63,57,736)
Outstanding Units at the end of the period	1,60,99,77,314	93,84,65,760

Schedule 2: Reserves and surplus

(In ₹)

Particulars	Scheme E Tier I	
	March 31, 2020	March 31, 2019
Unit premium reserve		
Opening balance	11,36,51,63,749	5,27,17,34,858
Add: Premium on Units issued	5,63,30,01,064	3,38,13,65,420
Less: Premium on Units redeemed	(57,93,95,613)	(17,68,52,024)
Closing balance	16,41,87,69,200	8,47,62,48,254
General Reserve		
Opening balance	83,84,79,675	51,93,70,083
Add/(Less): Transfer from/(to) Revenue Account	(6,02,03,02,858)	11,35,38,371
Closing balance	(5,18,18,23,183)	63,29,08,454
Unrealised Appreciation Reserve		
Opening balance	2,34,46,58,463	1,23,65,07,188
Add/(Less): Transfer from/(to) Revenue Account	(2,34,14,07,547)	1,08,83,10,577
Add: Adjustment for Previous years unrealised appreciation reserve	-	-
Closing balance	32,50,916	2,32,48,17,765
Total	11,24,01,96,933	11,43,39,74,473

Schedule 3: Current liabilities and provisions

(In ₹)

Particulars	Scheme E Tier I	
	March 31, 2020	March 31, 2019
Current liabilities & Provisions		
Sundry creditors for expenses	15,62,182	7,18,778
Redemption Payable	1,82,76,058	89,57,267
TDS Payable	34,276	21,522
Contracts for purchase of investments	28,04,05,374	29,37,38,533
Total	30,02,77,890	30,34,36,100

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

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

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

Particulars	Scheme E Tier I	
	March 31, 2020	March 31, 2019
Equity shares	26,22,04,02,198	19,86,90,96,543
Others - Mutual Fund Units	1,20,56,17,051	81,99,55,987
Total	27,42,60,19,249	20,68,90,52,530

Schedule 5: Deposits**(In ₹)**

Particulars	Scheme E Tier I	
	March 31, 2020	March 31, 2019
Deposits with scheduled banks	-	-
Total	-	-

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

Particulars	Scheme E Tier I	
	March 31, 2020	March 31, 2019
Balances with banks in current account	2,75,46,377	26,07,29,994
Contracts for sale of investments	-	3,10,34,842
Brokerage receivable from PFM	9,84,377	2,37,690
Others - Dividend receivable	-	14,28,100
Sundry debtors - Margin Money for Investments	18,56,97,961	13,95,85,022
Total	21,42,28,715	43,30,15,648

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

Schedule 7

Significant accounting policies & notes to accounts for the half year ended March 31, 2020

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	
	March 31, 2020	March 31, 2019
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
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 March 31, 2020

(In ₹)

Nature of Transaction	Scheme E Tier I	
	March 31, 2020	March 31, 2019
Investment management fees	17,78,534	9,25,053

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme E Tier I	
	March 31, 2020	March 31, 2019
Investment management fees payable	8,76,619	4,80,630

Aggregate investments made in the Associates and group companies as at March 31, 2020 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme E Tier I			
		As at March 31, 2020		As at March 31, 2019	
		Cost	Market Value	Cost	Market Value
HDFC Ltd	Equity	38,12,84,703	30,80,84,315	17,68,80,216	19,28,88,500

Investment with other Group Companies

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

Aggregate investments made in the other group companies as at March 31, 2020 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme E Tier I			
		As at March 31, 2020		As at March 31, 2019	
		Cost	Market Value	Cost	Market Value
HDFC Bank Ltd	Equity	1,16,66,46,308	1,01,51,02,725	61,59,13,483	81,72,96,305

2.4 Provision

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

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

Aggregate value of purchase and sale with percentage to average assets as at March 31, 2020 is as follows :

(In ₹)

Particulars	Scheme E Tier I	
	March 31, 2020	March 31, 2019
Average Net Asset Value	30,14,46,37,079	15,72,19,42,044
Purchase of Investment	29,77,29,34,948	83,99,18,94,282
% to average Net Assets Value	98.77%	534.23%
Sale of Investment	20,23,72,86,153	77,91,79,22,693
% to average Net Assets Value	67.13%	495.60%

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 March 31, 2020 is as follows :

(In ₹)

Particulars	Scheme E Tier I	
	March 31, 2020	March 31, 2019
Average Net Asset Value	30,14,46,37,079	15,72,19,42,044
Purchase of Investment	9,89,92,31,947	6,31,05,91,284
% to average Net Assets Value	32.84%	40.14%
Sale of Investment	44,94,30,386	45,67,16,959
% to average Net Assets Value	1.49%	2.90%

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

2.6 Investments falling under each major industry group

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

(In ₹)

Industry Classification	Scheme E Tier I			
	As at March 31, 2020		As at March 31, 2019	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Monetary intermediation of commercial / saving / postal banks	6,72,71,43,451	24.61%	5,57,03,30,150	26.76%
Computer consultancy and computer facilities management activities	3,42,21,72,430	12.52%	2,34,74,80,335	11.28%
Production of liquid and gaseous fuels, illuminating oils & lubricating oils	2,57,19,53,207	9.41%	2,01,47,30,117	9.68%
Manufacture Of Cigarettes, Cigarette Tobacco	94,45,38,870	3.45%	1,04,71,82,025	5.03%
Others	12554594240	45.92%	8,88,93,73,916	42.70%
Mutual Funds	1,20,56,17,051	4.41%	81,99,55,987	3.94%
Net Current Assets	-8,60,49,175	-0.31%	12,95,79,548	0.62%
Net Asset Value	27,33,99,70,074	100.00%	20,81,86,32,078	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	
			March 31, 2020	March 31, 2019
			NIL	NIL

2.8 Prior Year Comparatives :

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

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2020

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Equity Instruments			
Shares			
1. Reliance Industries Ltd.	2,09,41,84,125	7.66%	N.A.
2. Kotak Mahindra Bank Ltd	1,88,29,01,440	6.89%	N.A.
3. ICICI Bank Ltd	1,82,60,63,313	6.68%	N.A.
4. Infosys Ltd	1,63,80,06,100	5.99%	N.A.
5. Tata Consultancy Services Ltd	1,24,95,08,925	4.57%	N.A.
6. Hindustan Unilever Ltd	1,24,82,00,425	4.57%	N.A.
7. Bharati Airtel Ltd.	1,08,81,63,245	3.98%	N.A.
8. Larsen & Toubro Ltd	1,08,32,68,725	3.96%	N.A.
9. HDFC Bank Ltd	1,01,51,02,725	3.71%	N.A.
10. ITC Ltd	94,45,38,870	3.45%	N.A.
11. Axis Bank Ltd	85,13,28,750	3.11%	N.A.
12. State Bank of India	82,47,12,918	3.02%	N.A.
13. Bajaj Finance Ltd.	48,40,41,510	1.77%	N.A.
14. UltraTech Cement Ltd	48,21,84,710	1.76%	N.A.
15. Maruti Suzuki India Ltd	47,25,70,660	1.73%	N.A.
16. Asian Paints (India) Ltd	42,27,07,725	1.55%	N.A.
17. Nestle India Limited	41,32,20,210	1.51%	N.A.
18. Dr Reddys Laboratories Ltd	37,41,77,925	1.37%	N.A.
19. ICICI Prudential Life Insurance Company Limited	35,07,55,770	1.28%	N.A.
20. National Thermal Power Corporation Ltd	32,57,52,960	1.19%	N.A.
21. Mahindra & Mahindra Ltd	32,46,57,783	1.19%	N.A.
22. Petronet LNG Ltd	31,94,90,045	1.17%	N.A.
23. Housing Development Finance Corporation Ltd	30,80,84,315	1.13%	N.A.
24. Cipla Ltd	30,62,27,970	1.12%	N.A.
25. HCL Technologies Ltd	30,00,03,180	1.10%	N.A.
26. Shree Cement Ltd	28,86,37,458	1.06%	N.A.
27. Divis Laboratories Ltd	26,05,65,550	0.95%	N.A.
28. Power Grid Corporation of India Ltd	25,87,60,240	0.95%	N.A.
29. Bharat Petroleum Corporation Ltd	24,45,20,040	0.89%	N.A.
30. Tech Mahindra Ltd.	23,46,54,225	0.86%	N.A.
31. Hero Motocorp Ltd	20,76,98,145	0.76%	N.A.
32. Bajaj Finserv Ltd	19,74,21,600	0.72%	N.A.
33. Pidilite Industries Limited	19,64,74,540	0.72%	N.A.
34. IndusInd Bank Ltd	17,68,09,290	0.65%	N.A.
35. Lupin Ltd	17,39,76,232	0.64%	N.A.
36. LIC Housing Finance Ltd	17,36,51,400	0.64%	N.A.
37. Hindustan Petroleum Corporation Ltd	16,78,67,805	0.61%	N.A.
38. Gas Authority of India Ltd	15,41,64,045	0.56%	N.A.
39. Tata Steel Ltd	13,54,47,040	0.50%	N.A.
40. Dabur India Ltd	13,51,27,513	0.49%	N.A.
41. Ambuja Cements Ltd	13,36,13,955	0.49%	N.A.
42. Exide Industries Ltd	13,20,14,540	0.48%	N.A.
43. Titan Company Limited	13,13,24,905	0.48%	N.A.
44. Eicher Motors Ltd	12,31,01,460	0.45%	N.A.
45. Havells India Ltd	11,49,47,662	0.42%	N.A.
46. Sun Pharmaceuticals Industries Ltd	11,22,25,165	0.41%	N.A.
47. Coal India Ltd	10,77,54,470	0.39%	N.A.
48. Hindalco Industries Ltd	10,23,08,085	0.37%	N.A.
49. Cadila Healthcare Ltd.	9,19,74,087	0.34%	N.A.
50. Wipro Ltd	9,16,42,530	0.34%	N.A.
51. Oil & Natural Gas Corporation Ltd	9,13,61,495	0.33%	N.A.
52. Siemens Ltd	8,55,64,790	0.31%	N.A.
53. Voltas Ltd	8,36,95,950	0.31%	N.A.
54. MRF Ltd	7,56,13,785	0.28%	N.A.
55. Indraprastha Gas Ltd	7,43,70,015	0.27%	N.A.
56. Adani Ports And Special Economic Zone Ltd	7,21,23,100	0.26%	N.A.
57. Britannia Industries Ltd	6,78,95,987	0.25%	N.A.
58. Vedanta Ltd	6,70,64,785	0.25%	N.A.
59. Indian Oil Corporation Ltd	6,53,81,237	0.24%	N.A.

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2020

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
60. Cummins India Ltd	6,49,15,290	0.24%	N.A.
61. Cholamandalam Investment & Finance Company Ltd	6,44,18,632	0.24%	N.A.
62. TVS Motor Company Ltd.	6,16,82,115	0.23%	N.A.
63. Punjab National Bank	6,00,90,125	0.22%	N.A.
64. Shriram Transport Finance Co. Ltd	5,83,68,428	0.21%	N.A.
65. Bharti Infratel Ltd	5,13,92,000	0.19%	N.A.
66. Godrej Consumer Products Ltd	4,80,48,412	0.18%	N.A.
67. Federal Bank Ltd	4,38,63,977	0.16%	N.A.
68. Mahindra & Mahindra Financial Services Ltd	4,32,69,440	0.16%	N.A.
69. Tata Motors Ltd	4,15,07,410	0.15%	N.A.
70. Grasim Industries Ltd	3,58,26,525	0.13%	N.A.
71. Bajaj Auto Ltd	3,27,62,070	0.12%	N.A.
72. RBL Bank Ltd	3,04,38,856	0.11%	N.A.
73. Ashok Leyland Ltd	2,67,90,015	0.10%	N.A.
74. Bosch Ltd.	2,63,07,540	0.10%	N.A.
75. Bharat Electronics Ltd.	2,37,27,215	0.09%	N.A.
76. Zee Entertainment Enterprises Ltd	2,27,07,640	0.08%	N.A.
77. Bank of Baroda	1,58,32,058	0.06%	N.A.
78. L&T Finance Holdings Limited	73,20,510	0.03%	N.A.
79. United Spirits Ltd	15,26,490	0.01%	N.A.
Equity Instruments Total	26,22,04,02,198	95.91%	
Money Market Instruments			
Liquid Mutual Funds			
1. ICICI Prudential Liquid - Direct Plan - Growth	1,20,56,17,051	4.41%	AAA
Money Market Instruments Total	1,20,56,17,051	4.41%	
Cash/Cash Equivalent & Net Current Assets	(8,60,49,175)	-0.31%	
Grand Total	27,33,99,70,074	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	-	-	

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2020

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Bank FD	-	-	
Equity	26,22,04,02,198	95.91%	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	1,20,56,17,051	4.41%	
Cash / cash equivalent net current assets	(8,60,49,175)	-0.31%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
Grand Total	27,33,99,70,074	100.00%	
Units Outstanding	1,60,99,77,314		
NAV	16.9815		
Notes:			
a. Total NPAs provided for and its percentage to NAV		-	
b. Total value and percentage of illiquid equity shares		-	
c. NAV at September 30,2019		22.3027	
d. NAV at March 31,2020		16.9815	
e. Total outstanding exposure in derivative instruments at March 31,2020		-	
f. Total 'Infrastructure investments' March 31,2020		-	

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

3.1 KEY STATISTICS FOR THE HALF YEAR ENDED MARCH 31, 2020 (UN-AUDITED)

Sr No	Particulars	Scheme E Tier I	
		March 31, 2020	March 31, 2019
1	NAV per unit (₹) I		
	Open	22.3027	20.9082
	High	23.8673	22.1836
	Low	15.1222	19.2840
	End @	16.9815	22.1836
2	Closing Assets Under Management (₹ in Lakhs)		
	End	2,73,399.70	2,08,186.32
	Average daily net assets (AAuM) II	3,01,446.37	1,57,219.42
3	Gross income as % of AAuM III	0.83%	7.93%
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	-27.74%	7.64%
6	Portfolio turnover ratio VII	1.49%	2.90%
7	Total dividend per unit distributed during the period	N.A.	N.A.
8	Returns: (%)		
a	Last one year	-23.45%	13.32%
	Benchmark VIII	-25.56%	13.96%
b	Since inception	69.82%	121.84%
	Benchmark VIII	60.80%	116.01%
c	Compound annualised yield (%) IX		
	Last 1 year	-23.45%	13.32%
	Last 2 year	-6.86%	12.40%
	Last 3 year	-1.11%	15.81%
	Since launch of the scheme	8.26%	15.10%
	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)		



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

**Un-audited Financial Statements for the half year
ended March 31, 2020**

Contents

Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts

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

UN-AUDITED BALANCE SHEET AS AT MARCH 31, 2020

(In ₹)

Particulars	Schedule	Scheme E Tier II	
		March 31, 2020	March 31, 2019
Liabilities			
Unit Capital	1	75,30,15,840	38,46,90,523
Reserves & Surplus	2	35,27,41,703	35,34,32,836
Current Liabilities and Provisions	3	1,77,93,222	60,63,110
Total		1,12,35,50,765	74,41,86,469
Assets			
Investments	4	1,11,58,19,853	73,71,78,904
Deposits	5	-	-
Other Current Assets	6	77,30,912	70,07,565
Total		1,12,35,50,765	74,41,86,469
(a) Net asset as per Balance Sheet (Schedule 4+5+6-3)		1,10,57,57,543	73,81,23,359
(b) Number of units outstanding		7,53,01,584	3,84,69,052
(c) NAV per unit (a)/(b) (₹)		14.6843	19.1874
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 : April 23, 2020

NATIONAL PENSION SYSTEM TRUST

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

UN-AUDITED REVENUE ACCOUNT FOR THE HALF YEAR ENDED MARCH 31, 2020

(In ₹)

Particulars	Schedule	Scheme E Tier II	
		March 31, 2020	March 31, 2019
Income			
Dividend		69,66,067	33,08,074
Profit on sale/redemption of investments		31,17,441	28,49,684
Unrealised gain on appreciation in investments		1,04,689	4,05,35,859
Other income			
- Miscellaneous Income		31	6
Total Income (A)		1,01,88,228	4,66,93,623
Expenses & Losses			
Unrealised losses in value of investments		34,31,34,424	-
Loss on sale/redemption of investments		56,73,963	16,48,615
Management fees (including Goods and Service Tax)		70,271	35,644
NPS Trust fees		29,776	9,016
Custodian fees		19,675	10,387
CRA fees		1,19,092	72,310
Less : Amount recoverable on sale of units on account of CRA Charges		(1,19,092)	(72,310)
Depository and settlement charges		3,978	2,211
Total Expenditure (B)		34,89,32,087	17,05,873
Surplus/(Deficit) for the year (A-B = C)		(33,87,43,859)	4,49,87,750
Less: Amount transferred to Unrealised appreciation account		7,42,40,566	(4,05,35,859)
Less: Amount transferred to General Reserve		26,45,03,293	(44,51,891)
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 : April 23, 2020

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

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

Schedule 1: Unit capital

(In ₹)

Particulars	Scheme E Tier II	
	March 31, 2020	March 31, 2019
Initial capital		
<u>Unit capital</u>		
Outstanding units at the beginning of the period	52,44,44,350	29,40,97,388
Add :Units issued during the period	38,24,03,135	15,28,91,205
Less: Units redeemed during the period	(15,38,31,645)	(6,22,98,070)
Outstanding at the end of the period	75,30,15,840	38,46,90,523
(Face Value of Rs.10/- each unit, fully paid up)		
Outstanding units at the beginning of the period	5,24,44,435	2,94,09,739
Add :Units issued during the period	3,82,40,314	1,52,89,121
Less: Units redeemed during the period	(1,53,83,165)	(62,29,807)
Outstanding Units at the end of the period	7,53,01,584	3,84,69,052

Schedule 2: Reserves and surplus

(In ₹)

Particulars	Scheme E Tier II	
	March 31, 2020	March 31, 2019
Unit premium reserve		
Opening balance	38,62,07,392	19,04,27,342
Add: Premium on Units issued	33,97,81,978	12,12,70,567
Less: Premium on Units redeemed	(13,52,82,977)	(4,97,67,887)
Closing balance	59,07,06,393	26,19,30,022
General Reserve		
Opening balance	2,64,33,914	1,60,41,131
Add/(Less): Transfer from/(to) Revenue Account	(26,45,03,293)	44,51,891
Closing balance	(23,80,69,379)	2,04,93,022
Unrealised Appreciation Reserve		
Opening balance	7,43,45,255	3,04,73,933
Add/(Less): Transfer from/(to) Revenue Account	(7,42,40,566)	4,05,35,859
Closing balance	1,04,689	7,10,09,792
Total	35,27,41,703	35,34,32,836

Schedule 3: Current liabilities and provisions

(In ₹)

Particulars	Scheme E Tier II	
	March 31, 2020	March 31, 2019
Current liabilities & Provision		
Sundry creditors for expenses	62,731	27,621
Redemption Payable	76,13,905	22,58,024
TDS Payable	1,402	806
Contracts for purchase of investments	1,01,15,184	37,76,659
Total	1,77,93,222	60,63,110

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

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

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

Particulars	Scheme E Tier II	
	March 31, 2020	March 31, 2019
Equity shares	1,06,81,31,390	72,46,15,773
Others - Mutual Fund Units	4,76,88,463	1,25,63,131
Total	1,11,58,19,853	73,71,78,904

Schedule 5: Deposits**(In ₹)**

Particulars	Scheme E Tier II	
	March 31, 2020	March 31, 2019
Deposits with scheduled banks	-	-
Total	-	-

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

Particulars	Scheme E Tier II	
	March 31, 2020	March 31, 2019
Balances with banks in current account	11,54,880	55,91,797
Contracts for sale of investments	-	10,60,645
Sundry debtors	65,35,202	2,96,122
Brokerage receivable from PFM	40,830	4,982
Dividend receivable	-	54,019
Total	77,30,912	70,07,565

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

Schedule 7

Significant accounting policies & notes to accounts for the half year ended March 31, 2020

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	
	March 31, 2020	March 31, 2019
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
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 March 31, 2020

(In ₹)

Nature of Transaction	Scheme E Tier II	
	March 31, 2020	March 31, 2019
Investment management fees	70,271	35,644

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme E Tier II	
	March 31, 2020	March 31, 2019
Investment management fees payable	35,100	18,132

Aggregate investments made in the Associates and group companies as at March 31, 2020 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme E Tier II			
		March 31, 2020		March 31, 2019	
		Cost	Market Value	Cost	Market Value
HDFC Ltd	Equity	1,54,87,669	1,24,11,560	63,49,384	68,88,875

Investment with other Group Companies

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

Aggregate investments made in the other group companies as at March 31, 2020 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme E Tier II			
		March 31, 2020		March 31, 2019	
		Cost	Market Value	Cost	Market Value
HDFC Bank Ltd	Equity	4,85,40,942	4,11,55,725	2,26,22,476	2,92,18,140

2.4 Provision

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

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

Aggregate value of purchase and sale with percentage to average assets as at March 31, 2020 is as follows :

(In ₹)

Particulars	Scheme E Tier II	
	March 31, 2020	March 31, 2019
Average Net Asset Value	1,19,10,18,155	60,57,95,002
Purchase of Investment	2,03,11,61,473	2,83,43,02,561
% to average Net Assets Value	170.54%	467.86%
Sale of Investment	1,58,43,69,717	2,67,12,19,936
% to average Net Assets Value	133.03%	440.94%

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

Notes to accounts (Un-audited)

Aggregate value of purchase and sale (excluding liquid mutual fund)* with percentage to average assets as at March 31, 2020 is as follows :

(In ₹)

Particulars	Scheme E Tier II	
	March 31, 2020	March 31, 2019
Average Net Asset Value	1,19,10,18,155	60,57,95,002
Purchase of Investment	45,97,59,472	19,34,24,561
% to average Net Assets Value	38.60%	31.93%
Sale of Investment	1,86,27,390	2,09,02,562
% to average Net Assets Value	1.56%	3.45%

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

2.6 Investments falling under each major industry group

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

(In ₹)

Industry Classification	Scheme E Tier II			
	As at March 31, 2020		As at March 31, 2019	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Monetary intermediation of commercial / saving / postal banks	27,35,66,097	24.74%	19,98,90,580	27.08%
Computer consultancy and computer facilities management activities	13,91,21,915	12.58%	8,51,45,705	11.54%
Production of liquid and gaseous fuels, illuminating oils & lubricating oils	10,47,08,138	9.47%	7,22,39,760	9.79%
Manufacture Of Cigarettes, Cigarette Tobacco	3,85,38,065	3.49%	3,73,94,050	5.07%
Others	51,21,97,175	46.32%	32,99,45,679	44.70%
Mutual Funds	4,76,88,463	4.31%	1,25,63,131	1.70%
Net Current Assets	(1,00,62,310)	-0.91%	9,44,455	0.13%
Net Asset Value	1,10,57,57,543	100.00%	73,81,23,360	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	
			March 31, 2020	March 31, 2019
			NIL	NIL

2.8 Prior Year Comparatives :

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

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2020

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Equity Instruments			
Shares			
1. Reliance Industries Ltd.	8,51,46,188	7.70%	N.A.
2. Kotak Mahindra Bank Ltd	7,65,96,555	6.93%	N.A.
3. ICICI Bank Ltd	7,42,68,250	6.72%	N.A.
4. Infosys Ltd	6,66,19,775	6.02%	N.A.
5. Hindustan Unilever Ltd	5,35,55,050	4.84%	N.A.
6. Tata Consultancy Services Ltd	5,09,48,190	4.61%	N.A.
7. Bharati Airtel Ltd.	4,41,12,045	3.99%	N.A.
8. Larsen & Toubro Ltd	4,39,01,550	3.97%	N.A.
9. HDFC Bank Ltd	4,11,55,725	3.72%	N.A.
10. ITC Ltd	3,85,38,065	3.49%	N.A.
11. Axis Bank Ltd	3,47,35,350	3.14%	N.A.
12. State Bank of India	3,36,51,507	3.04%	N.A.
13. Bajaj Finance Ltd.	1,97,20,620	1.78%	N.A.
14. UltraTech Cement Ltd	1,96,31,342	1.78%	N.A.
15. Maruti Suzuki India Ltd	1,90,82,935	1.73%	N.A.
16. Asian Paints (India) Ltd	1,71,64,950	1.55%	N.A.
17. Nestle India Limited	1,71,15,630	1.55%	N.A.
18. Dr Reddys Laboratories Ltd	1,51,35,637	1.37%	N.A.
19. ICICI Prudential Life Insurance Company Limited	1,42,28,000	1.29%	N.A.
20. National Thermal Power Corporation Ltd	1,32,02,560	1.19%	N.A.
21. Mahindra & Mahindra Ltd	1,31,78,937	1.19%	N.A.
22. Petronet LNG Ltd	1,29,60,530	1.17%	N.A.
23. Housing Development Finance Corporation Ltd	1,24,11,560	1.12%	N.A.
24. Cipla Ltd	1,23,68,362	1.12%	N.A.
25. HCL Technologies Ltd	1,21,10,100	1.10%	N.A.
26. Shree Cement Ltd	1,14,05,127	1.03%	N.A.
27. Power Grid Corporation of India Ltd	1,05,56,285	0.95%	N.A.
28. Divis Laboratories Ltd	1,05,41,965	0.95%	N.A.
29. Bharat Petroleum Corporation Ltd	99,18,970	0.90%	N.A.
30. Tech Mahindra Ltd.	94,43,850	0.85%	N.A.
31. Hero Motocorp Ltd	83,81,362	0.76%	N.A.
32. Bajaj Finserv Ltd	80,34,600	0.73%	N.A.
33. Pidilite Industries Limited	78,67,120	0.71%	N.A.
34. IndusInd Bank Ltd	71,84,085	0.65%	N.A.
35. Lupin Ltd	70,46,317	0.64%	N.A.
36. LIC Housing Finance Ltd	70,11,940	0.63%	N.A.
37. Hindustan Petroleum Corporation Ltd	67,77,065	0.61%	N.A.
38. Gas Authority of India Ltd	62,23,515	0.56%	N.A.
39. Tata Steel Ltd	55,94,200	0.51%	N.A.
40. Dabur India Ltd	55,13,112	0.50%	N.A.
41. Ambuja Cements Ltd	53,95,005	0.49%	N.A.
42. Exide Industries Ltd	53,56,120	0.48%	N.A.
43. Titan Company Limited	53,22,090	0.48%	N.A.
44. Eicher Motors Ltd	52,38,360	0.47%	N.A.
45. Havells India Ltd	46,84,387	0.42%	N.A.
46. Sun Pharmaceuticals Industries Ltd	43,86,135	0.40%	N.A.
47. Coal India Ltd	43,41,550	0.39%	N.A.
48. Hindalco Industries Ltd	41,58,165	0.38%	N.A.
49. Cadila Healthcare Ltd.	38,88,488	0.35%	N.A.
50. Oil & Natural Gas Corporation Ltd	37,15,520	0.34%	N.A.
51. Wipro Ltd	36,97,960	0.33%	N.A.
52. Voltas Ltd	36,00,595	0.33%	N.A.
53. Siemens Ltd	35,07,210	0.32%	N.A.
54. Indraprastha Gas Ltd	30,26,010	0.27%	N.A.
55. Adani Ports And Special Economic Zone Ltd	29,40,210	0.27%	N.A.
56. MRF Ltd	29,08,223	0.26%	N.A.
57. Indian Oil Corporation Ltd	28,65,915	0.26%	N.A.
58. Britannia Industries Ltd	26,88,950	0.24%	N.A.
59. TVS Motor Company Ltd.	26,77,950	0.24%	N.A.
60. Vedanta Ltd	26,49,465	0.24%	N.A.
61. Cummins India Ltd	26,46,270	0.24%	N.A.
62. Cholamandalam Investment & Finance Company Ltd	26,21,378	0.24%	N.A.
63. Punjab National Bank	24,45,660	0.22%	N.A.
64. Shriram Transport Finance Co. Ltd	23,45,308	0.21%	N.A.
65. Bharti Infratel Ltd	20,80,000	0.19%	N.A.
66. Godrej Consumer Products Ltd	19,01,103	0.17%	N.A.
67. Federal Bank Ltd	17,56,940	0.16%	N.A.
68. Mahindra & Mahindra Financial Services Ltd	17,51,680	0.16%	N.A.
69. Tata Motors Ltd	16,51,913	0.15%	N.A.
70. Bajaj Auto Ltd	15,16,763	0.14%	N.A.
71. Grasim Industries Ltd	14,04,495	0.13%	N.A.
72. RBL Bank Ltd	11,99,040	0.11%	N.A.

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2020

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
73. Ashok Leyland Ltd	10,61,183	0.10%	N.A.
74. Bharat Electronics Ltd.	9,41,793	0.09%	N.A.
75. Bosch Ltd.	9,39,555	0.08%	N.A.
76. Zee Entertainment Enterprises Ltd	8,80,045	0.08%	N.A.
77. Bank of Baroda	5,72,985	0.05%	N.A.
78. L&T Finance Holdings Limited	2,79,585	0.03%	N.A.
79. United Spirits Ltd	48,460	0.00%	N.A.
Equity Instruments Total	1,06,81,31,390	96.60%	
Money Market Instruments			
Liquid Mutual Funds			
1. ICICI Prudential Liquid - Direct Plan - Growth	4,76,88,463	4.31%	AAA
Money Market Instruments Total	4,76,88,463	4.31%	
Cash/Cash Equivalent & Net Current Assets	(1,00,62,310)	-0.91%	
Grand Total	1,10,57,57,543	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	1,06,81,31,390	96.60%	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	4,76,88,463	4.31%	
Cash / cash equivalent net current assets	(1,00,62,310)	-0.91%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
Grand Total	1,10,57,57,543	100.00%	
Units Outstanding	7,53,01,584		
NAV*	14.6843		
Notes:			
a. Total NPAs provided for and its percentage to NAV		-	
b. Total value and percentage of illiquid equity shares		-	
c. NAV at September 30,2019		19.2857	
d. NAV at March 31,2020		14.6843	
e. Total outstanding exposure in derivative instruments at March 31,2020		-	
f. Total 'Infrastructure investments' March 31,2020		-	

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

3.1 KEY STATISTICS FOR THE HALF YEAR ENDED MARCH 31, 2020 (UN-AUDITED)

Sr No	Particulars	Scheme E Tier II	
		March 31, 2020	March 31, 2019
1	NAV per unit (₹) I Open High Low End @	19.2857 20.6491 13.0646 14.6843	18.0566 19.1874 16.6633 19.1874
2	Closing Assets Under Management (₹ in Lakhs) End Average daily net assets (AAuM) II	11,057.58 11,910.18	7,381.23 6,057.95
3	Gross income as % of AAuM III	0.86%	7.71%
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	-28.44%	7.43%
6	Portfolio turnover ratio VII	1.56%	3.45%
7	Total dividend per unit distributed during the period	N.A.	N.A.
8	Returns: (%)		
a	Last one year Benchmark VIII	-23.47% -25.56%	13.19% 13.96%
b	Since inception IX Benchmark VIII	46.84% 60.80%	91.87% 116.01%
c	Compound annualised yield (%) X Last 1 year Last 2 year Last 3 year Since launch of the scheme	-23.47% -6.93% -1.07% 5.93%	13.19% 12.48% 15.98% 12.19%
	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)		



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

**Un-audited Financial Statements for the half year
ended March 31, 2020**

Contents

Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts

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

UN-AUDITED BALANCE SHEET AS AT MARCH 31, 2020

(In ₹)

Particulars	Schedule	Scheme C Tier I	
		March 31, 2020	March 31, 2019
Liabilities			
Unit Capital	1	10,45,54,02,248	6,93,86,81,322
Reserves & Surplus	2	9,79,60,61,957	5,11,79,89,505
Current Liabilities and Provisions	3	19,41,89,416	66,72,484
Total		20,44,56,53,621	12,06,33,43,311
Assets			
Investments	4	19,58,23,40,300	11,57,74,00,656
Deposits	5	-	-
Other Current Assets	6	86,33,13,321	48,59,42,655
Total		20,44,56,53,621	12,06,33,43,311
(a) Net asset as per Balance Sheet (Schedule 4+5+6 -3)		20,25,14,64,205	12,05,66,70,827
(b) Number of units outstanding		1,04,55,40,225	69,38,68,132
(c) NAV per unit (a)/(b) (₹)		19.3693	17.3760
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 : April 23, 2020

NATIONAL PENSION SYSTEM TRUST

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

UN-AUDITED REVENUE ACCOUNT FOR THE HALF YEAR ENDED MARCH 31, 2020

(In ₹)

Particulars	Schedule	Scheme C Tier I	
		March 31, 2020	March 31, 2019
Income			
Interest		67,96,07,666	39,61,16,295
Profit on sale/redemption of investments		11,89,72,753	4,06,08,319
Unrealised gain on appreciation in investments		10,82,67,773	42,42,91,666
Other income			
- Miscellaneous Income		-	7
Total Income (A)		90,68,48,192	86,10,16,287
Expenses & Losses			
Unrealised losses in value of investments		-	-
Loss on sale/redemption of investments		56,35,248	5,94,06,394
Management fees (including Goods and Service Tax)		10,25,843	5,72,108
NPS Trust fees		4,34,679	1,44,026
Custodian fees		3,03,105	1,73,881
CRA fees		67,15,884	45,80,828
Less : Amount recoverable on sale of units on account of CRA Charges		(67,15,884)	(45,80,828)
Provision for Non-Performing Assets *		1,42,25,000	48,83,014
Depository and settlement charges		67,743	42,594
Other Expenses		4	-
Total Expenditure (B)		2,16,91,622	6,52,22,017
Surplus/(Deficit) for the year (A-B = C)		88,51,56,570	79,57,94,270
Less: Amount transferred to Unrealised appreciation account		(10,82,67,773)	(10,57,39,140)
Less: Amount transferred to General Reserve		(77,68,88,797)	(69,00,55,130)
Amount carried forward to Balance Sheet		-	-
Significant accounting policies and notes to accounts	7		

* As per the NPS Trust communication ref: 1/16/2018-NPST/11514, provision for Non Performing Assets includes the 100% provision made for Interest due and accrued till the date of NPA classified securities and 100% NPA provision made on 7.80% IL&FS Ltd. NCD Mat 30-Nov-2020. Further the NPA provision on all other IL&FS Ltd. NCD's/Bonds is at 100% (75% valuation discount and 25% NPA Provision). (Refer note 2.4 in notes to accounts)

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 : April 23, 2020

NATIONAL PENSION SYSTEM TRUST

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

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

Schedule 1: Unit capital

(In ₹)

Particulars	Scheme C Tier I	
	March 31, 2020	March 31, 2019
Initial capital		
<u>Unit capital</u>		
Outstanding at the beginning of the period	8,22,57,43,233	5,14,07,33,618
Add :Units issued during the period	2,64,46,52,377	2,00,70,09,900
Less: Units redeemed during the period	(41,49,93,362)	(20,90,62,196)
Outstanding at the end of the period	10,45,54,02,248	6,93,86,81,322
(Face Value of Rs.10/- each unit, fully paid up)		
Outstanding units at the beginning of the period	82,25,74,323.40	51,40,73,362
Add :Units issued during the period	26,44,65,238	20,07,00,990
Less: Units redeemed during the period	(4,14,99,336)	(2,09,06,220)
Outstanding Units at the end of the period	1,04,55,40,225	69,38,68,132

Schedule 2: Reserves and surplus

(In ₹)

Particulars	Scheme C Tier I	
	March 31, 2020	March 31, 2019
Unit premium reserve		
Opening balance	4,87,22,06,396	2,63,66,18,188
Add: Premium on Units issued	2,35,06,40,864	1,35,64,07,431
Less: Premium on Units redeemed	(36,94,30,795)	(13,93,76,176)
Closing balance	6,85,34,16,465	3,85,36,49,443
General Reserve		
Opening balance	1,71,45,84,747	46,85,45,792
Add/(Less): Transfer from/(to) Revenue Account	77,68,88,797	69,00,55,130
Closing balance	2,49,14,73,544	1,15,86,00,922
Unrealised Appreciation Reserve		
Opening balance	34,29,04,175	-
Add: Adjustment for Previous years unrealised appreciation reserve	-	-
Add/(Less): Transfer from/(to) Revenue Account	10,82,67,773	10,57,39,140
Closing balance	45,11,71,948	10,57,39,140
Total	9,79,60,61,957	5,11,79,89,505

Schedule 3: Current liabilities and provisions

(In ₹)

Particulars	Scheme C Tier I	
	March 31, 2020	March 31, 2019
Current liabilities		
Sundry creditors for expenses	10,13,946	5,35,721
Redemption Payable	3,82,08,183	61,23,514
TDS Payable	22,492	13,249
Contract for Purchase of Investments	15,49,44,795	-
Total	19,41,89,416	66,72,484

NATIONAL PENSION SYSTEM TRUST**NPS TRUST A/C HDFC PENSION MANAGEMENT COMPANY LIMITED - SCHEME C TIER I****Schedules forming part of the un-audited half yearly financial statements****Schedule 4: Investments (Long Term and Short Term)****(In ₹)**

Particulars	Scheme C Tier I	
	March 31, 2020	March 31, 2019
Debentures and Bonds Listed/Awaiting Listing	19,46,05,82,300	11,44,27,08,441
Provision for Sub Standard Assets *	(5,17,25,000)	
Others - Mutual Fund Units	17,34,83,000	13,46,92,215
Total	19,58,23,40,300	11,57,74,00,656

* As per the NPS Trust communication ref: 1/16/2018-NPST/11514, provision for Sub Standard Assets includes the 100% provision made for Interest due and accrued till the date of NPA classified securities and 100% NPA provision made on 7.80% IL&FS Ltd. NCD Mat 30-Nov-2020. Further the NPA provision on all other IL&FS Ltd. NCD's/Bonds is at 100% (75% valuation discount and 25% NPA Provision). (Refer note 2.4 in notes to accounts)

Schedule 5: Deposits**(In ₹)**

Particulars	Scheme C Tier I	
	March 31, 2020	March 31, 2019
Deposits with scheduled banks	-	-
Total	-	-

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

Particulars	Scheme C Tier I	
	March 31, 2020	March 31, 2019
Balances with banks in current account	27,25,76,066	12,74,17,239
Outstanding and accrued income	59,06,79,755	35,84,42,416
Brokerage receivable from PFM	57,500	83,000
Total	86,33,13,321	48,59,42,655

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

Schedule 7

Significant accounting policies & notes to accounts for the half year ended March 31, 2020

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	
	March 31, 2020	March 31, 2019
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
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 March 31, 2020

(In ₹)

Nature of Transaction	Scheme C Tier I	
	March 31, 2020	March 31, 2019
Investment management fees	10,25,843	5,72,108

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme C Tier I	
	March 31, 2020	March 31, 2019
Investment management fees payable	5,17,634	2,92,006

Aggregate investments made in the Associates and group companies as at March 31, 2020 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme C Tier I			
		March 31, 2020		March 31, 2019	
		Cost	Market Value	Cost	Market Value
HDFC Ltd	NCD	5,49,18,020	5,49,84,318	56,25,15,070	57,75,95,288
HDFC Credila Financial Services Pvt Ltd	NCD	87,49,61,552	88,72,89,087	NIL	NIL

Investment with other Group Companies

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

Aggregate investments made in the other group companies as at March 31, 2020 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme C Tier I			
		As at March 31, 2020		As at March 31, 2019	
		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.

Name of the Company	Asset type	As at March 31, 2020		As at March 31, 2019	
		Principal	Interest	Principal	Interest
7.80% IL&FS Ltd. NCD Mat 30-Nov-2020	Non - Convertible Debenture	5,00,00,000	-	NIL	48,83,014
8.69% IL & FS Ltd NCD Mat 25-Aug-2025.		29,00,000	2,80,765	NIL	NIL
9.50% IL & FS Ltd NCD Mat 28-Jul-2024.		20,00,000	1,87,337	NIL	NIL
9.55% IL & FS Ltd NCD Mat 13-Aug-2024.		20,00,000	1,63,801	NIL	NIL
Total Provision for interest on Non-Performing Investment		5,69,00,000	6,31,903	NIL	48,83,014

* As per the NPS Trust communication ref: 1/16/2018-NPST/11514, provision held includes the 100% provision made for Interest due and accrued till the date of NPA classified securities and 100% NPA provision made on 7.80% IL&FS Ltd. NCD Mat 30-Nov-2020. Further the NPA provision on all other IL&FS Ltd. NCD's/Bonds is at 100% (75% valuation discount and 25% NPA Provision).

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 March 31, 2020 is as follows :

(In ₹)

Particulars	Scheme C Tier I	
	March 31, 2020	March 31, 2019
Average Net Asset Value	17,38,71,68,892	9,72,33,81,587
Purchase of Investment	39,43,97,46,923	38,48,70,54,497
% to average Net Assets Value	226.83%	395.82%
Sale of Investment	34,68,50,64,576	35,30,84,41,851
% to average Net Assets Value	199.49%	363.13%

Aggregate value of purchase and sale (excluding liquid mutual fund)* with percentage to average assets as at March 31, 2020 is as follows :

(In ₹)

Particular	Scheme C Tier I	
	March 31, 2020	March 31, 2019
Average Net Asset Value	17,38,71,68,892	9,72,33,81,587
Purchase of Investment	12,69,13,76,411	10,20,58,88,497
% to average Net Assets Value	72.99%	104.96%
Sale of Investment	8,00,72,72,330	6,95,60,49,288
% to average Net Assets Value	46.05%	71.54%

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

2.6 Investments falling under each major industry group

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

(In ₹)

Industry Classification	As at March 31, 2020		As at March 31, 2019	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Other Credit Granting	4,80,92,64,802	23.75%	2,57,16,51,359	21.33%
Activities of specialized institutions granting credit for house purchases	2,72,70,38,464	13.47%	1,69,35,73,508	14.05%
Monetary intermediation of commercial / saving / postal banks	2,17,97,00,889	10.76%	1,14,26,73,830	9.48%
Other Financial Service Activities, Except Insurance And Pension	2,09,56,59,124	10.35%	1,17,60,01,831	9.75%
Production of liquid and gaseous fuels, illuminating oils & lubricating oils	1,74,91,96,860	8.64%	40,95,59,000	3.40%
Activity of commission agents dealing in wholesale trade in agriculture	1,03,17,07,915	5.09%	17,19,45,270	1.43%
Other monetary intermediation services n.e.c.	62,86,48,578	3.10%	1,12,29,46,055	9.31%
Electric Power Generation By Hydroelectric Power Plants	77,80,62,051	3.84%	79,41,55,637	6.59%
Transmission Of Electric Energy	62,99,91,838	3.11%	73,69,43,619	6.11%
Service Activities Incidental To Water Transportation	96,99,34,000	4.79%	73,08,30,033	6.06%
Others	1,80,96,52,779	8.94%	89,24,28,299	7.40%
Mutual Funds	17,34,83,000	0.86%	13,46,92,215	1.12%
Net Current Assets	66,91,23,905	3.30%	47,92,70,171	3.98%
Net Asset Value	20,25,14,64,205	100.00%	12,05,66,70,827	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	
			March 31, 2020	March 31, 2019
			NIL	NIL

2.8 Prior Year Comparatives :

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

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2020

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Debt Instruments			
PSU/PFI Bonds			
1. 7.75% Mangalor Refinery & Petrochemicals Ltd.Mat 29-Jan-2030	1,29,06,42,664	6.37%	AAA
2. 7.48% NHAI Series-X Mat 06-March-2050	73,22,95,865	3.62%	AAA
3. 7.64% Food Corporation of India Ltd Mat 12-Dec-2029	62,25,16,032	3.07%	AAA
4. 8.65% NHPC NCD Mat 08-February-2029	53,59,78,985	2.65%	AAA
5. 7.14% Rural Electrification Corp Ltd Mat 02-Mar-2030	49,61,73,733	2.45%	AAA
6. 8.51% NABARD NCD Mat 19-December-2033	32,92,65,275	1.63%	AAA
7. 7.60% Food Corporation of India Ltd Mat 09-Jan-2030	22,77,78,242	1.12%	AAA
8. 8.36% Power Grid NCD Mat 07-Jan-2029	21,36,25,920	1.05%	AAA
9. 7.87% NHAI Mat 09-Dec-2034	20,74,10,081	1.02%	AAA
10. 7.48% IRFC NCD Mat 29-Aug-2034	20,31,84,830	1.00%	AAA
11. 7.52% Rural Electrification Corp Ltd Mat 07-Nov-2026	20,13,23,558	0.99%	AAA
12. 8.49% NTPC NCD Mat 25-Mar-2025	19,16,34,999	0.95%	AAA
13. 7.74% Power Finance Corporation Ltd.Mat 30-Jan-2028	15,24,54,356	0.75%	AAA
14. 7.50% SBI Cards & Payment Service Ltd Mat 09-Mar-2023	15,02,44,690	0.74%	AAA
15. 7.25% Nuclear Power Corp. Mat 15-Dec-2031 (SR-XXXIII TRCH-E)	14,95,64,638	0.74%	AAA
16. 8.70% Power Grid NCD Mat 15-Jul-2028	12,63,90,562	0.62%	AAA
17. 9.02% Rural Electrification Corp Ltd Mat 19-Nov-2022	12,24,56,797	0.60%	AAA
18. 8.14% Nuclear Power Corp. Mat 25-Mar-2026(Tranche A).	12,11,10,590	0.60%	AAA
18. 8.95% Food Corporation of India Ltd Mat 01-Mar-2029	11,20,35,416	0.55%	AAA
19. 8.54% Rural Electrification Corp Ltd Mat 15-Nov-2028	10,77,75,216	0.53%	AAA
20. 7.54% IRFC NCD Mat 29-July-2034	10,21,04,839	0.50%	AAA
21. 7.27% IRFC NCD Mat 15-June-2027	9,75,42,840	0.48%	AAA
22. 8.22% NABARD NCD Mat 13-December-2028	8,27,93,023	0.41%	AAA
23. 8.65% Power Finance Corporation Ltd.Mat-28-Dec-2024	6,86,13,187	0.34%	AAA
24. 8.18% NABARD NCD Mat 26-December-2028	5,68,62,429	0.28%	AAA
25. 9.30% Power Grid NCD Mat 28-Jun-2024	5,54,27,447	0.27%	AAA
26. 8.40% Nuclear Power Corp. Mat 28-Nov-2029 (SR-XXIX TRCH-E)	5,47,49,794	0.27%	AAA
27. 7.98% NHAI Mat 23-Dec-2049	5,31,08,570	0.26%	AAA
28. 8.84% Power Finance Corporation Ltd.Mat-04-Mar-2023	5,24,54,249	0.26%	AAA
29. 8.09% Rural Electrification Corp Ltd Mat 21-march-2028	5,23,33,179	0.26%	AAA
30. 8.06% Rural Electrification Corp Ltd Mat 27-Mar-2028`	5,22,48,264	0.26%	AAA
31. 8.01% Rural Electrification Corp Ltd Mat 24-Mar-2028	5,20,97,445	0.26%	AAA
32. 7.75% Power Finance Corporation Ltd.Mat 22-Mar-2027	5,20,19,146	0.26%	AAA
33. 8.27% Rural Electrification Corp Ltd Mat 06-Feb-2025	5,18,87,884	0.26%	AAA
34. 8.62% Food Corporation of India Ltd Mat 22-Mar-2023	5,10,64,432	0.25%	AAA
35. 7.38% NHPC NCD Mat 03-January-2026	5,10,16,495	0.25%	AAA
36. 7.38% NHPC NCD Mat 02-January-2027	5,08,93,360	0.25%	AAA
37. 7.38% NHPC NCD Mat 03-January-2028	5,08,49,276	0.25%	AAA
38. 7.32% NTPC Series 69 Mat 17-Jul-2029	5,08,38,553	0.25%	AAA
39. 7.25% Nuclear Power Corp. Mat 15-Dec-2029 (SR-XXXIII TRCH-C)	5,07,69,083	0.25%	AAA
40. 8.40% Power Grid NCD Mat 27-May-2024	5,05,12,691	0.25%	AAA
41. 9.60% EXIM Bank NCD Mat 07-FEB-2024	4,99,10,795	0.25%	AAA
42. 8.49% NHPC NCD Mat 26-November-2024	4,87,50,900	0.24%	AAA
43. 7.25% Nuclear Power Corp. Mat 15-Dec-2028 (SR-XXXIII TRCH-B)	4,75,79,972	0.23%	AAA
44. 7.09% Rural Electrification Corp Ltd Mat 17-Oct-2022	4,51,26,085	0.22%	AAA
45. 8.85% Power Grid NCD Mat 19-Oct-2024	3,98,01,005	0.20%	AAA
46. 8.54% NHPC NCD Mat 26-November-2026.	3,57,36,178	0.18%	AAA
47. 9.64% Power Grid NCD Mat 31-May-2026	3,40,03,741	0.17%	AAA
48. 9.17% NTPC NCD Mat 22-Sep-2024	3,30,40,146	0.16%	AAA
49. 9.00% NTPC NCD Mat 25-Jan-2026.	3,28,79,016	0.16%	AAA
50. 8.40% Nuclear Power Corp. Mat 28-Nov-2025 (SR-XXIX TRCH-A)	3,17,86,312	0.16%	AAA
51. 8.80% Rural Electrification Corp Ltd Mat 25-Oct-2020	3,03,92,519	0.15%	AAA
52. 8.82% Rural Electrification Corp. Ltd. Mat 12-Apr-2023	3,03,79,194	0.15%	AAA
53. 8.32% Power Grid NCD Mat 23-Dec-2030	2,40,59,557	0.12%	AAA
54. 9.25% Power Grid NCD Mat 09-March-2027	2,25,20,222	0.11%	AAA
55. 9.30% Power Grid NCD Mat 28-Jun-2026	2,24,64,579	0.11%	AAA
56. 8.20% NABARD NCD Mat 28-Mar-2034.	2,19,23,389	0.11%	AAA
57. 8.40% Power Grid NCD Mat 27-May-2029	1,96,04,750	0.10%	AAA
58. 8.10% EXIM Bank NCD Mat 19-Nov-2025.	1,94,26,023	0.10%	AAA
59. 8.50% EXIM Bank Mat 08-Jul-2023	1,81,63,086	0.09%	AAA
60. 10.70%IRFC NCD Mat 11-Sep-2023	1,71,38,570	0.08%	AAA
61. 8.50% NABARD NCD Mat 31-Jan-2023	1,68,99,187	0.08%	AAA
62. 8.70% Power Finance Corporation Ltd.Mat 14-May-2025	1,48,56,659	0.07%	AAA
63. 8.83% IRFC NCD Mat 14-May-2031	1,46,33,745	0.07%	AAA
64. 8.95%IRFC NCD Mat 10-Mar-2025	1,44,54,139	0.07%	AAA
65. 9.39% Power Finance Corporation Ltd.Mat 27-Aug-2024	1,40,27,732	0.07%	AAA
66. 9.15% EXIM Bank NCD Mat 05-Sep-2022	1,27,98,559	0.06%	AAA
67. 9.95% Food Corporation of India Ltd Mat 07-Mar-2022	1,17,31,822	0.06%	AAA
68. 8.77% NABARD NCD Mat 05-Oct-2028	1,10,11,815	0.05%	AAA
69. 8.14% Nuclear Power Corp. Mat 25-Mar-2028 (Tranche C).	1,06,53,282	0.05%	AAA

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2020

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
70. 8.80% Power Finance Corporation Ltd. Mat 15-Jan-2025	1,06,16,155	0.05%	AAA
71. 8.90 State Bank of India NCD Mat 02-Nov-2028	1,06,09,844	0.05%	AAA
72. 9.35% Rural Electrification Corp Ltd Mat 15-Jun-2022	1,04,72,416	0.05%	AAA
73. 8.20% Power Finance Corporation Ltd. Mat 10-Mar-2025	1,03,93,823	0.05%	AAA
74. 8.23% Rural Electrification Corp Ltd Mat 23-Jan-2025	1,03,59,667	0.05%	AAA
75. 9.34% Rural Electrification Corp Ltd Mat 25-Aug-2024	96,42,240	0.05%	AAA
76. 8.56% Nuclear Power Corp. Mat 15-Mar-2023 (Tranche C)	96,05,551	0.05%	AAA
77. 8.14% Nuclear Power Corp. Mat 25-Mar-2027 (Tranche B).	95,80,532	0.05%	AAA
78. 8.68%IRFC NCD Mat 29-Nov-2021	83,56,025	0.04%	AAA
79. 8.85% Power Finance Corporation Ltd. Mat 15-Jun-2030	77,26,978	0.04%	AAA
80. 8.83% IRFC NCD Mat 14-May-2034	68,74,745	0.03%	AAA
81. 8.80% Food Corporation of India Ltd Mat 22-Mar-2028	65,81,970	0.03%	AAA
82. 8.55% Power Finance Corporation Ltd. Mat 09-Dec-2021	61,68,282	0.03%	AAA
83. 8.83% IRFC NCD Mat 14-May-2035	57,58,031	0.03%	AAA
84. 8.40% Nuclear Power Corp. Mat 28-Nov-2026 (SR-XXIX TRCH-B)	54,07,389	0.03%	AAA
85. 9.75% Rural Electrification Corp Ltd Mat 11-Nov-2021	52,10,605	0.03%	AAA
86. 8.44% Rural Electrification Corp Ltd Mat 04-Dec-2021	51,23,606	0.03%	AAA
87. 8.79% IRFC NCD Mat 04-May-2030	44,86,145	0.02%	AAA
88. 8.93% Power Grid NCD Mat 20-Oct-2027	44,62,901	0.02%	AAA
89. 8.25% EXIM Bank NCD Mat 23-Jun-2031	43,39,532	0.02%	AAA
90. 8.93% Power Grid NCD Mat 20-Oct-2020	40,56,386	0.02%	AAA
91. 8.70% Power Finance Corp Ltd Mat 14-May-2020	40,17,008	0.02%	AAA
92. 9.46% Power Finance Corporation Ltd. Mat 01-Aug-2026	33,03,081	0.02%	AAA
93. 8.50% NHPC NCD Mat 14-July-2024	32,33,783	0.02%	AAA
94. 9.48% Rural Electrification Corp Ltd Mat 10-Aug-2021	30,96,933	0.02%	AAA
95. 8.27% Rural Electrification Corp Ltd Mat 09-Mar-2022	30,75,106	0.02%	AAA
96. 7.74%IRFC NCD Mat 22-Dec-2020	30,42,707	0.02%	AAA
97. 8.84% Power Grid NCD Mat 21-Oct-2023	27,15,654	0.01%	AAA
98. 8.64% Power Grid NCD Mat 08-Jul-2024	27,12,788	0.01%	AAA
99. 9.18% Nuclear Power Corp. Mat 23-Jan-2028(Tranche D)	22,51,623	0.01%	AAA
100. 8.93% Power Grid NCD Mat 20-Oct-2028	22,31,313	0.01%	AAA
101. 8.93% Power Grid NCD Mat 20-Oct-2024	22,02,099	0.01%	AAA
102. 8.18% EXIM Bank NCD Mat 07-Dec-2025	21,67,113	0.01%	AAA
103. 8.93% Power Grid NCD Mat 20-Oct-2021	20,87,686	0.01%	AAA
104. 8.11% Rural Electrification Corp Ltd Mat 07-Oct-2025	20,68,510	0.01%	AAA
105. 9.75% EXIM Bank NCD Mat 04-Oct-2020	20,37,758	0.01%	AAA
106. 8.50% NHPC NCD Mat 14-July-2023	16,03,073	0.01%	AAA
107. 9.47% IRFC NCD Mat 10-May-2031	11,74,025	0.01%	AAA
108. 9.18% Nuclear Power Corp. Mat 23-Jan-2029(Tranche E)	11,39,595	0.01%	AAA
109. 9.30% Power Grid NCD Mat 04-Sep-2024	11,12,538	0.01%	AAA
110. 8.83% IRFC NCD Mat 25-Mar-2023	10,71,042	0.01%	AAA
111. 7.94% EXIM Bank Mat 22-May-2023	10,50,596	0.01%	AAA
112. 8.64% IRFC NCD Mat 17-May-2021	10,30,262	0.01%	AAA
113. 9.20% Power Finance Corp Ltd Mat 07-Jul-2021	10,28,810	0.01%	AAA
114. 8.36% Rural Electrification Corp Ltd Mat 22-SEP-2020	10,09,992	0.00%	AAA
Private Corporate Bonds			
1. 8.00% ICICI Home Finance Co. Ltd. Mat 05-Dec-2024	93,40,51,087	4.61%	AAA
2. 7.65% Axis Bank Ltd NCD Mat 30-Jan-27	86,97,68,612	4.29%	AAA
3. 8.45% Sikka Ports & Terminals Limited NCD Mat 12-Jun-2023	61,22,21,719	3.02%	AAA
4. 8.00% HDFC Credila Fin Ser Pvt Ltd 31-Jan-2025	54,60,06,501	2.70%	AAA
5. 9.10% L&T Finance Ltd Series I – Opt II Mat 13-April-2022	50,55,14,650	2.50%	AAA
6. 8.80% LIC Housing Finance Ltd. Mat 25-Jan-2029	41,32,79,672	2.04%	AAA
7. 9.30% Shriram Transport Fin NCD Mat 12-July-2023	38,34,40,160	1.89%	AA+
8. 9.30% M&M Financial Services Ltd Mat 18-Jan-2027	37,27,36,595	1.84%	AAA
9. 7.75% LIC Housing Finance Ltd. Mat 23-Jul-2024	35,30,14,743	1.74%	AAA
10. 8.62% HDFC Credila Fin Ser Pvt Ltd 17-June-2024	34,12,82,586	1.69%	AAA
11. 9.05% Reliance Industries Limited Mat 17-Oct-2028	31,80,55,021	1.57%	AAA
12. 7.65% Bajaj Finance Ltd NCD Mat 07-Feb-2025	30,16,34,841	1.49%	AAA
13. 9.10% IDFC First Bank Ltd Mat 30-June-2021	28,07,84,978	1.39%	AA+
14. 8.75% Bajaj Finance Ltd NCD Mat 27-July-2023	25,90,86,277	1.28%	AAA
15. 9.4857% M&M Financial Services Ltd Mat 22-Feb-2022	25,74,55,333	1.27%	AAA
16. 7.10% ICICI Bank Ltd NCD Mat 17-Feb-2030	25,04,38,074	1.24%	AAA
17. 7.90% Sikka Ports & Terminals Limited NCD Mat 18-Nov-2026	21,07,91,023	1.04%	AAA
18. 8.90% Sundaram Finance Ltd Mat 13-June-2029	20,77,86,836	1.03%	AAA
19. 7.95% LIC Housing Finance Ltd. Mat 29-Jan-2028 Tranch 359	20,10,23,283	0.99%	AAA
20. 8.79% M&M Financial Services Ltd Mat 23-Jan-2025	16,49,52,570	0.81%	AAA
21. 9.50% M&M Financial Services Ltd Mat 18-Jan-2029	16,22,29,470	0.80%	AAA
22. 8.60 Axis Bank Ltd NCD Mat 28-Dec-28	16,14,01,057	0.80%	AAA
23. 9.00% L&T Finance Ltd Series III – Opt II Mat 15-April-2024	15,73,50,319	0.78%	AAA
24. 10.15% Bajaj Finance Ltd NCD Mat 19-Sep-2024.	15,34,94,122	0.76%	AAA
25. 9.08% LIC Housing Finance Co. Ltd. Mat 10-Oct-2028	15,02,09,408	0.74%	AAA
26. 8.65%Tata Capital Fin Services Ltd NCD Mat 26-Aug-27	14,09,25,694	0.70%	AAA

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2020

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
27. 8.95% Reliance Industries Limited Mat 09-Nov-2028	10,84,89,140	0.54%	AAA
28. 10.30% Sundaram Finance Ltd Mat 28-Sept-2022	10,53,73,932	0.52%	AAA
29. 8.75% Kotak Mahindra Prime Ltd Mat 28-Sep-2021 (Series VI)	10,20,08,260	0.50%	AAA
30. 9.10% IDFC First Bank Ltd Mat 31-May-2021	10,02,76,387	0.50%	AA+
31. 10.40% Sikka Ports & Terminals Limited NCD Mat 18-Jul-2021	9,70,82,725	0.48%	AAA
32. 10% Shriram Transport Fin NCD Mat 13-Nov-2024	8,85,04,103	0.44%	AA+
33. 9.20% IDFC First Bank Ltd Mat 22-Jan-2021	7,31,08,263	0.36%	AA+
34. 9.36% IDFC First Bank Ltd NCD Mat 21-Aug-2024	7,00,27,631	0.35%	AA
35. 8.89% LIC Housing Finance Ltd. Mat 25-Apr-2023	6,23,62,856	0.31%	AAA
36. 10.15% Shriram Transport Fin NCD Mat 15-Jul-2021	5,99,04,528	0.30%	AA+
37. 8.50% LIC Housing Finance Co. Ltd. Mat 29-Aug-2025	5,92,66,898	0.29%	AAA
38. 9.17% IDFC First Bank Ltd NCD Mat 14-Oct-2024	5,76,30,785	0.28%	AA
39. 9.25% LIC Housing Finance Ltd. Mat 12-Nov-2022	5,22,08,785	0.26%	AAA
40. 9.25% LIC Housing Finance Co. Ltd. Mat 01-Jan-2023	5,21,36,208	0.26%	AAA
41. 8.79% LIC Housing Finance Co. Ltd. Mat 05-Mar-2024	5,21,14,998	0.26%	AAA
42. 9.05% LIC Housing Finance Ltd. Mat 25-Oct-2022	5,19,43,068	0.26%	AAA
43. 9.17% LIC Housing Finance Ltd. Mat 24-Mar-2022	5,15,95,458	0.25%	AAA
44. 7.60 Axis Bank Ltd NCD Mat 20-Oct-23	5,11,17,611	0.25%	AAA
45. 7.95% LIC Housing Finance Ltd. Mat 24-Mar-2022	5,05,76,227	0.25%	AAA
46. 9.20% IDFC First Bank Ltd Mat 29-Jan-2021	5,00,81,793	0.25%	AA+
47. 7.95% Sikka Ports & Terminals Limited NCD Mat 28-Oct-2026	4,98,38,533	0.25%	AAA
48. 8.55% Bajaj Finance Ltd NCD Mat 26-Apr-2021	4,95,49,550	0.24%	AAA
49. 8.95% HDFC Ltd Mat 21-Mar-2023	4,89,38,926	0.24%	AAA
50. 7.98% IDFC First Bank Ltd NCD Mat 23-May-2023	4,84,40,852	0.24%	AA
51. 8.72% Shriram Transport Fin NCD Mat 27-Mar-2023	4,74,09,587	0.23%	AA+
52. 8.94% Bajaj Finance Ltd NCD Mat 07-Nov-2025	3,93,36,481	0.19%	AAA
53. 8.75% IDFC First Bank Ltd NCD Mat 28-Jul-2023	3,45,84,613	0.17%	AA
54. 8.65% Reliance Industries Limited Mat 11-Dec-2028	3,20,10,033	0.16%	AAA
55. 9.30% LIC Housing Finance Ltd. Mat 14-Sep-2022	3,02,37,777	0.15%	AAA
56. 9.22% LIC Housing Finance Co. Ltd. Mat 16-Oct-2024	2,97,19,799	0.15%	AAA
57. 10.25% Shriram Transport Fin NCD Mat 10-Oct-2024	2,84,63,167	0.14%	AA+
58. 7.59% LIC Housing Finance Ltd. Mat 14-Oct-2021	2,80,95,456	0.14%	AAA
59. 8.95% LIC Housing Finance Co. Ltd. Mat 15-Sep-2020	2,52,36,382	0.12%	AAA
60. 8.49% IDFC First Bank Ltd NCD Mat 11-Dec-2024	2,32,50,230	0.11%	AA
61. 9.60% LIC Housing Finance Ltd. Mat 07-Mar-2021	2,04,91,769	0.10%	AAA
62. 9.00% LIC Housing Finance Ltd. Mat-23-Nov-2020	2,02,64,312	0.10%	AAA
63. 9.05% Shriram Transport Fin NCD Mat 30-Jun-2021	1,97,26,566	0.10%	AA+
64. 9.45% LIC Housing Finance Co. Ltd. Mat 30-Jan-2022	1,86,33,151	0.09%	AAA
65. 10.25% Shriram Transport Fin NCD Mat 18-Sep-2024	1,76,70,054	0.09%	AA+
66. 8.37% Sundaram Finance Ltd Mat 29-Jan-2030	1,60,97,347	0.08%	AAA
67. 8.73% IDFC First Bank Ltd NCD Mat 06-Jan-2023	1,48,51,754	0.07%	AA
68. 8.90% IDFC First Bank Ltd NCD Mat 19-Nov-2025	1,38,20,683	0.07%	AA
69. 8.70% IDFC First Bank Ltd NCD Mat 23-Jun-2025	1,37,21,131	0.07%	AA
70. 9.22% Shriram Transport Fin NCD Mat 13-Apr-2026	1,25,63,311	0.06%	AA+
71. 9.43% LIC Housing Finance Co. Ltd. Mat 10-Feb-2022	1,24,25,470	0.06%	AAA
72. 8.70% IDFC First Bank Ltd NCD Mat 20-May-2025	1,07,86,323	0.05%	AA
73. 8.85% Bajaj Finance Ltd NCD Mat 21-Jul-2026	1,03,07,868	0.05%	AAA
74. 8.40 % L&T NCD Mat 24 Sep 2020	1,01,12,270	0.05%	AAA
75. 8.89% IDFC First Bank Ltd NCD Mat 02-Dec-2020	1,00,26,527	0.05%	AA
76. 9.25% Shriram Transport Fin NCD Mat 18-Mar-2021	99,22,356	0.05%	AA+
77. 9.40% IDFC First Bank Ltd Mat 29-Sep-2025	91,64,949	0.05%	AA+
78. 9.30% Shriram Transport Fin NCD Mat 18-Mar-2026	90,15,149	0.04%	AA+
79. 9.15% Shriram Transport Fin NCD Mat 13-Apr-2021	89,10,286	0.04%	AA+
80. 8.82% IDFC First Bank Ltd NCD Mat 29-Sept-2025	68,88,139	0.03%	AA
81. 8.90% HDFC Ltd Mat 18-Aug-2020	60,45,392	0.03%	AAA
82. 8.75% M&M Finanical Services Ltd Mat 09-Oct-2025	52,36,378	0.03%	AAA
83. 9.38% IDFC First Bank Ltd NCD Mat 12-Sep-2024	50,05,354	0.02%	AA
84. 8.73% IDFC First Bank Ltd NCD Mat 14-Jun-2022	49,58,704	0.02%	AA
85. 8.64% IDFC First Bank Ltd NCD Mat 15-Apr-2020	40,00,448	0.02%	AA
86. 8.90% IDFC First Bank Ltd NCD Mat 28-Apr-2025	39,55,049	0.02%	AA
87. 9.47% LIC Housing Finance Ltd Mat 23-Aug-2024	21,41,395	0.01%	AAA
88. 9.55% Hindalco Ind. Ltd. NCD Mat 27-Jun-2022	20,87,446	0.01%	AA
89. 9.74% Tata Sons Private Ltd NCD Mat 13-Jan-2024	10,44,600	0.01%	AAA
90. 8.37% LIC Housing Finance Co. Ltd. Mat-21-May-2023	10,25,942	0.01%	AAA
91. 8.97% Tata Sons Private Ltd NCD Mat 15-Jul-2020	10,02,871	0.00%	AAA
92. 8.72% IDFC First Bank Ltd NCD Mat 29-Sep-2020	10,01,101	0.00%	AA
93. 9.50% IL & FS Ltd NCD Mat 28-Jul-2024.*	-	0.00%	D
94. 8.69% IL & FS Ltd NCD Mat 25-Aug-2025 *	-	0.00%	D
95. 9.55% IL & FS Ltd NCD Mat 13-Aug-2024 *	-	0.00%	D
96. 7.80% IL&FS Ltd. NCD Mat 30-Nov-2020.*	-	0.00%	D
Debt Instruments Total	19,40,88,57,300	95.84%	

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2020

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Money Market Instruments			
Liquid Mutual Funds			
1. Kotak Overnight Fund -Direct Plan-Growth Option	17,34,83,000	0.86%	AAA
Money Market Instruments Total	17,34,83,000	0.86%	
Cash/Cash Equivalent & Net Current Assets	66,91,23,905	3.30%	
Grand Total	20,25,14,64,205	100.00%	
Average Maturity of Portfolio (in yrs) #	7.26		
Modified Duration (in yrs) #	4.74		
Yield to Maturity (%) (annualised) (at market price) #	7.64%		
Credit Rating Exposure			
Central Government Securities	-	-	
State Development Loans	-	-	
AAA / equivalent	17,88,48,74,893	88.31%	
A1+ / equivalent (Certificate of Deposits / Commercial Papers)	-	-	
AA+ / equivalent	1,19,89,45,637	5.92%	
AA / equivalent	32,50,36,770	1.61%	
AA- / equivalent	-	-	
A+ / equivalent	-	-	
A / equivalent	-	-	
A- / equivalent	-	-	
BBB+ / equivalent	-	-	
BBB / equivalent	-	-	
BBB- / equivalent	-	-	
Lower (Below Investment Grade) (out of above Net NPA)	-	0.00%	
TOTAL	19,40,88,57,300	95.84%	
Bank FD	-	-	
Equity	-	-	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	17,34,83,000	0.86%	
Cash / cash equivalent net current assets	66,91,23,905	3.30%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
Grand Total	20,25,14,64,205	100.00%	
Units Outstanding	1,04,55,40,225		
NAV	19.3693		
Notes:			
a. Total NPAs provided for and its percentage to NAV		-	
b. Total value and percentage of illiquid equity shares		-	
c. NAV at September 30,2019		18.4244	
d. NAV at March 31,2020		19.3693	
e. Total outstanding exposure in derivative instruments at March 31, 2020		-	
f. Total 'Infrastructure investments' March 31, 2020		6,86,29,32,959	
# Calculated on debt portfolio			

* As per the NPS Trust communication ref: 1/16/2018-NPST/11514, provision for Sub Standard Assets includes the 100% provision made for Interest due and accrued till the date of NPA classified securities and 100% NPA provision made on 7.80% IL&FS Ltd. NCD Mat 30-Nov-2020. Further the NPA provision on all other IL&FS Ltd. NCD's/Bonds is at 100% (75% valuation discount and 25% NPA Provision). (Refer note 2.4 in notes to accounts)

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

3.1 KEY STATISTICS FOR THE HALF YEAR ENDED MARCH 31, 2020 (UN-AUDITED)

Sr No	Particulars	Scheme C Tier I	
		March 31, 2020	March 31, 2019
1	NAV per unit (₹) I		
	Open	18.4244	16.0330
	High	19.4236	17.376
	Low	18.4334	16.0000
	End @	19.3693	17.3760
2	Closing Assets Under Management (₹ in Lakhs)		
	End	2,02,514.64	1,20,566.71
	Average daily net assets (AAuM) II	1,73,871.69	97,233.82
3	Gross income as % of AAuM III	5.22%	8.86%
4	Expense ratio		
a	Total expense as % of AAuM (scheme wise) IV	0.01%	0.06%
b	Management fee as % of AAuM (scheme wise) V	0.01%	0.01%
5	Net income as % of AAuM VI	5.09%	8.18%
6	Portfolio turnover ratio VII	46.05%	71.54%
7	Total dividend per unit distributed during the period	N.A.	N.A.
8	Returns: (%)		
a	Last one year	11.47%	8.15%
	Benchmark	11.73%	7.36%
b	Since inception	93.69%	73.76%
	Benchmark	89.72%	69.84%
c	Compound annualised yield (%) VIII		
	Last 1 year	11.47%	8.15%
	Last 2 year	9.80%	7.26%
	Last 3 year	8.64%	8.88%
	Since launch of the scheme	10.42%	10.24%
	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)		



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

**Un-audited Financial Statements for the half year
ended March 31, 2020**

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Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts

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

UN-AUDITED BALANCE SHEET AS AT MARCH 31, 2020

(In ₹)

Particulars	Schedule	Scheme C Tier II	
		March 31, 2020	March 31, 2019
Liabilities			
Unit Capital	1	43,29,12,232	24,42,01,243
Reserves & Surplus	2	36,00,64,359	15,54,88,788
Current Liabilities and Provisions	3	1,35,66,157	23,16,789
Total		80,65,42,748	40,20,06,820
Assets			
Investments	4	78,21,18,128	38,51,97,937
Deposits	5	-	-
Other Current Assets	6	2,44,24,620	1,68,08,883
Total		80,65,42,748	40,20,06,820
(a) Net asset as per Balance Sheet (Schedule 4+5+6 -3)		79,29,76,591	39,96,90,031
(b) Number of units outstanding		4,32,91,223	2,44,20,124
(c) NAV per unit (a)/(b) (₹)		18.3172	16.3672
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 : April 23, 2020

NATIONAL PENSION SYSTEM TRUST

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

UN-AUDITED REVENUE ACCOUNT FOR THE HALF YEAR ENDED MARCH 31, 2020

(In ₹)

Particulars	Schedule	Scheme C Tier II	
		March 31, 2020	March 31, 2019
Income			
Interest		2,58,62,682	1,44,23,444
Profit on sale/redemption of investments		12,01,780	5,23,537
Unrealised gain on appreciation in investments		92,00,322	1,31,66,912
Other income			
- Miscellaneous Income		7	-
Total Income (A)		3,62,64,791	2,81,13,893
Expenses & Losses			
Loss on sale/redemption of investments		-	9,18,604
Management fees (including Goods and Service Tax)		39,756	20,782
NPS Trust fees		16,846	5,374
Custodian fees		11,478	6,258
CRA fees		53,717	34,638
Less : Amount recoverable on sale of units on account of CRA Charges		(53,717)	(34,638)
Provision for Non-Performing Assets		2,50,000	-
Depository and settlement charges		2,642	1,643
Other Expenses		-	11
Total Expenditure (B)		3,20,722	9,52,672
Surplus/(Deficit) for the year (A-B = C)		3,59,44,069	2,71,61,221
Less: Amount transferred to Unrealised appreciation account		(92,00,322)	(6,342)
Less: Amount transferred to General Reserve		(2,67,43,747)	(2,71,54,879)
Amount carried forward to Balance Sheet		-	-
Significant accounting policies and notes to accounts	7		

* As per the NPS Trust communication ref: 1/16/2018-NPST/11514, provision for Non Performing Assets includes the 100% provision made for Interest due and accrued till the date of NPA classified securities and 100% NPA provision made on 8.69% IL & FS Ltd NCD Mat 25-Aug-2025. (75% valuation discount and 25% NPA Provision). Refer note 2.4 in notes to accounts

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 : April 23, 2020

NATIONAL PENSION SYSTEM TRUST

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

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

Schedule 1: Unit capital

(In ₹)

Particulars	Scheme C Tier II	
	March 31, 2020	March 31, 2019
Initial capital		
Unit capital		
Outstanding at the beginning of the period	31,64,71,324	22,06,62,322
Add :Units issued during the period	26,37,40,822	11,34,20,189
Less: Units redeemed during the period	(14,72,99,914)	(8,98,81,268)
Outstanding at the end of the period	43,29,12,232	24,42,01,243
(Face Value of Rs.10/- each unit, fully paid up)		
Outstanding units at the beginning of the period	3,16,47,132	2,20,66,232
Add :Units issued during the period	2,63,74,082	1,13,42,019
Less: Units redeemed during the period	(1,47,29,991)	(89,88,127)
Outstanding Units at the end of the period	4,32,91,223	2,44,20,124

Schedule 2: Reserves and surplus

(In ₹)

Particulars	Scheme C Tier II	
	March 31, 2020	March 31, 2019
Unit premium reserve		
Opening balance	16,10,84,569	9,66,32,155
Add: Premium on Units issued	20,69,26,316	6,52,65,315
Less: Premium on Units redeemed	(11,61,00,288)	(5,08,96,880)
Closing balance	25,19,10,597	11,10,00,590
General Reserve		
Opening balance	6,38,40,886	1,73,26,977
Add/(Less): Transfer from/(to) Revenue Account	2,67,43,747	2,71,54,879
Closing balance	9,05,84,633	4,44,81,856
Unrealised Appreciation Reserve		
Opening balance	83,68,807	-
Add: Adjustment for Previous years unrealised appreciation reserve	-	-
Add/(Less): Transfer from/(to) Revenue Account	92,00,322	6,342
Closing balance	1,75,69,129	6,342
Total	36,00,64,359	15,54,88,788

Schedule 3: Current liabilities and provisions

(In ₹)

Particulars	Scheme C Tier II	
	March 31, 2020	March 31, 2019
Current liabilities & Provisions		
Sundry creditors for expenses	37,325	16,051
Redemption Payable	1,35,27,930	23,00,287
TDS Payable	902	451
Total	1,35,66,157	23,16,789

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

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

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

Particulars	Scheme C Tier II	
	March 31, 2020	March 31, 2019
Debentures and Bonds Listed/Awaiting Listing	76,29,82,128	37,07,71,596
Provision for Sub Standard Assets *	(2,50,000)	-
Others - Mutual Fund Units	1,93,86,000	1,44,26,341
Total	78,21,18,128	38,51,97,937

* As per the NPS Trust communication ref: 1/16/2018-NPST/11514, provision for Sub Standard Assets includes the 100% provision made for Interest due and accrued till the date of NPA classified securities and 100% NPA provision made on 8.69% IL & FS Ltd NCD Mat 25-Aug-2025. (75% valuation discount and 25% NPA Provision). Refer note 2.4 in notes to account

Schedule 5: Deposits**(In ₹)**

Particulars	Scheme C Tier II	
	March 31, 2020	March 31, 2019
Deposits with scheduled banks	-	-
Total	-	-

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

Particulars	Scheme C Tier II	
	March 31, 2020	March 31, 2019
Balances with banks in current account	5,484	30,94,375
Outstanding and accrued income	2,44,19,136	1,37,14,508
Total	2,44,24,620	1,68,08,883

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

Schedule 7

Significant accounting policies & notes to accounts for the half year ended March 31, 2020

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	
	March 31, 2020	March 31, 2019
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
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 March 31, 2020

(In ₹)

Nature of Transaction	Scheme C Tier II	
	March 31, 2020	March 31, 2019
Investment management fees	39,756	20,782

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme C Tier II	
	March 31, 2020	March 31, 2019
Investment management fees payable	20,590	10,291

Aggregate investments made in the Associates and group companies as at March 31, 2020 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme C Tier II			
		March 31, 2020		March 31, 2019	
		Cost	Market Value	Cost	Market Value
HDFC Ltd	NCD	72,55,280	71,54,023	1,43,22,530	1,45,46,519
HDFC Credila Financial Services Pvt Ltd	NCD	2,60,53,548	2,65,62,409	NIL	NIL

Investment with other Group Companies

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

Aggregate investments made in the other group companies as at March 31, 2020 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme C Tier II			
		March 31, 2020		March 31, 2019	
		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.

Name of the Company	Asset type	As at March 31, 2020		As at March 31, 2019	
		Principal	Interest	Principal	Interest
8.69% IL & FS Ltd NCD Mat 25-Aug-2025	Non - Convertible Debenture	10,00,000	81,900	NIL	NIL
Total Provision for interest on Non-Performing Investment		10,00,000	81,900	NIL	NIL

* As per the NPS Trust communication ref: 1/16/2018-NPST/11514, Provision for Non-Performing Assets includes the 100% provision made for Interest due and accrued till the date of NPA classified securities and 100% NPA provision made on 8.69% IL & FS Ltd NCD Mat 25-Aug-2025. (75% valuation discount and 25% NPA Provision).

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

Notes to accounts (Un-audited)

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

Aggregate value of purchase and sale with percentage to average assets as at March 31, 2020 is as follows :

(In ₹)

Particular	Scheme C Tier II	
	March 31, 2020	March 31, 2019
Average Net Asset Value	67,38,30,748	35,32,06,219
Purchase of Investment	2,68,98,50,496	1,46,21,63,762
% to average Net Assets Value	399.19%	413.97%
Sale of Investment	2,44,63,85,325	1,41,33,16,975
% to average Net Assets Value	363.06%	400.14%

Aggregate value of purchase and sale (excluding liquid mutual fund)* with percentage to average assets as at March 31, 2020 is as follows :

(In ₹)

Particular	Scheme C Tier II	
	March 31, 2020	March 31, 2019
Average Net Asset Value	67,38,30,748	35,32,06,219
Purchase of Investment	24,38,93,495	10,27,77,761
% to average Net Assets Value	36.20%	29.10%
Sale of Investment	1,05,58,971	4,80,25,857
% to average Net Assets Value	1.57%	13.60%

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

2.6 Investments falling under each major industry group

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

(In ₹)

Industry Classification	Scheme C Tier II			
	As at March 31, 2020		As at March 31, 2019	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Other Credit Granting	15,79,89,785	19.92%	9,77,99,546	24.47%
Activities Of Specialized Institutions Granting Credit For House purchases	10,54,59,740	13.30%	5,04,20,001	12.61%
Production of liquid and gaseous fuels, illuminating oils & lubricating oils	8,16,79,565	10.30%	84,09,984	2.10%
Construction and maintenance of motorways, streets, roads	7,16,67,866	9.04%	-	0.00%
Other Financial Service Activities, Except Insurance And Pension	5,26,04,167	6.63%	9,83,086	0.25%
Other monetary intermediation services n.e.c.	4,94,87,392	6.24%	4,21,00,483	10.53%
Activity of commission agents dealing in wholesale trade in agriculture	4,82,11,162	6.08%	1,68,24,544	4.21%
Electric Power Generation By Coal Based Thermal Power Plants	4,38,55,276	5.53%	2,86,84,516	7.18%
Monetary intermediation of commercial / saving / postal banks	3,76,15,356	4.74%	3,62,54,728	9.07%
Electric Power Generation By Hydroelectric Power Plants	3,13,71,807	3.96%	2,95,25,391	7.39%
Service Activities Incidental To Water Transportation	2,12,98,481	2.69%	2,13,64,723	5.35%
Others	6,14,91,531	7.75%	3,84,04,594	9.61%
Mutual Funds	1,93,86,000	2.44%	1,44,26,341	3.61%
Net Current Assets	1,08,58,463	1.37%	1,44,92,094	3.63%
Net Asset Value	79,29,76,591	100.00%	39,96,90,031	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	
			March 31, 2020	March 31, 2019
			NIL	NIL

2.8 Prior Year Comparatives :

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

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2020

(in ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Debt Instruments			
PSU/PFI Bonds			
1. 7.75% Mangalor Refinery & Petrochemicals Ltd.Mat 29-Jan-2030	5,16,25,708	6.51%	AAA
2. 7.70% NHA1 Mat 13-Sep-2029	5,16,04,968	6.51%	AAA
3. 7.60% Food Corporation of India Ltd Mat 09-Jan-2030	3,10,60,670	3.92%	AAA
4. 8.49% NTPC NCD Mat 25-Mar-2025	3,06,92,928	3.87%	AAA
5. 7.48% NHA1 Series-X Mat 06-March-2050	2,00,62,900	2.53%	AAA
6. 8.54% NHPC NCD Mat 26-November-2026.	1,84,09,546	2.32%	AAA
7. 8.45% IRFC NCD Mat 04-Dec-2028	1,50,56,239	1.90%	AAA
8. 8.14% Nuclear Power Corp. Mat 25-Mar-2026(Tranche A).	1,38,10,857	1.74%	AAA
9. 9.25% Power Grid NCD Mat 26-Dec-2026	1,26,94,222	1.60%	AAA
10. 9.95% Food Corporation of India Ltd Mat 07-Mar-2022	1,17,31,822	1.48%	AAA
11. 9.00% NTPC NCD Mat 25-Jan-2026.	1,09,59,672	1.38%	AAA
12. 8.40% IRFC NCD Mat 08-Jan-2029	1,07,49,825	1.36%	AAA
13. 8.20% NABARD NCD Mat 16-March-2028	1,06,93,269	1.35%	AAA
14. 8.50% NABARD NCD Mat 31-Jan-2023	1,05,61,992	1.33%	AAA
15. 9.34% Rural Electrification Corp Ltd Mat 25-Aug-2024	85,70,880	1.08%	AAA
16. 9.09% IRFC Ltd NCD Mat 29-Mar-2026 (74th Series)	77,24,192	0.97%	AAA
17. 8.50% NHPC NCD Mat 14-July-2024	75,45,495	0.95%	AAA
18. 8.98% Power Finance Corporation Ltd. OPT-A Mat-08-Oct-2024	74,58,403	0.94%	AAA
19. 9.64% Power Grid NCD Mat 31-May-2026	56,67,290	0.71%	AAA
20. 9.60% EXIM Bank NCD Mat 07-FEB-2024	55,45,644	0.70%	AAA
21. 8.65% NABARD NCD Mat 08-June-2028	54,91,847	0.69%	AAA
22. 8.40% Nuclear Power Corp. Mat 28-Nov-2025 (SR-XXIX TRCH-A)	54,80,399	0.69%	AAA
23. 8.49% NHPC NCD Mat 26-November-2024	54,16,767	0.68%	AAA
24. 9.25% EXIM Bank NCD Mat 18-April-2022	52,95,021	0.67%	AAA
25. 9.02% Rural Electrification Corp Ltd Mat 19-Nov-2022	52,33,196	0.66%	AAA
26. 7.55% Power Grid NCD Mat 21-Sep-2031	51,57,627	0.65%	AAA
27. 7.09% Rural Electrification Corp Ltd Mat 17-Oct-2022	50,14,009	0.63%	AAA
28. 8.94% Power Finance Corporation Ltd Series 103 Mat-25-Mar-2028	43,48,906	0.55%	AAA
29. 9.20% Power Finance Corp Ltd Mat 07-Jul-2021	41,15,238	0.52%	AAA
30. 8.95%IRFC NCD Mat 10-Mar-2025	33,35,571	0.42%	AAA
31. 8.80% Food Corporation of India Ltd Mat 22-Mar-2028	32,90,985	0.42%	AAA
32. 8.52% HUDCO GOI fully serviced Bond Series-II 2018 Mat 28-Nov-2028	32,80,596	0.41%	AAA
33. 8.18% EXIM Bank NCD Mat 07-Dec-2025	32,50,669	0.41%	AAA
34. 8.40% Power Grid NCD Mat 27-May-2024	32,24,214	0.41%	AAA
35. 8.82% Rural Electrification Corp. Ltd. Mat 12-Apr-2023	31,42,675	0.40%	AAA
36. 8.11% Rural Electrification Corp Ltd Mat 07-Oct-2025	31,02,765	0.39%	AAA
37. 7.25% Nuclear Power Corp. Mat 15-Dec-2028 (SR-XXXIII TRCH-B)	30,37,020	0.38%	AAA
38. 7.27% IRFC NCD Mat 15-June-2027	30,16,789	0.38%	AAA
39. 8.68% Power Grid NCD Mat 07-Dec-2020	25,40,400	0.32%	AAA
40. 9.30% Power Grid NCD Mat 04-Sep-2024	22,25,077	0.28%	AAA
41. 9.17% NTPC NCD Mat 22-Sep-2024	22,02,676	0.28%	AAA
42. 9.95%IRFC NCD Mat 07-June-2022	21,59,354	0.27%	AAA
43. 8.62% Food Corporation of India Ltd Mat 22-Mar-2023	21,27,685	0.27%	AAA
44. 8.80% Power Finance Corporation Ltd. Mat 15-Jan-2025	21,23,231	0.27%	AAA
45. 8.70% Power Finance Corporation Ltd.Mat 14-May-2025	21,22,380	0.27%	AAA
46. 8.39% Power Finance Corporation Ltd.Mat-19-Apr-2025	20,96,284	0.26%	AAA
47. 9.40% Rural Electrification Corp Ltd Mat 17-July-2021	20,59,803	0.26%	AAA
48. 8.55% Power Finance Corporation Ltd.Mat 09-Dec-2021	20,56,094	0.26%	AAA
49. 7.74%IRFC NCD Mat 22-Dec-2020	20,28,471	0.26%	AAA
50. 7.25% Nuclear Power Corp. Mat 15-Dec-2031 (SR-XXXIII TRCH-E)	20,21,144	0.25%	AAA
51. 9.30% Power Grid NCD Mat 28-Jun-2026	14,04,036	0.18%	AAA
52. 8.83% IRFC NCD Mat 14-May-2034	11,45,791	0.14%	AAA
53. 8.83% IRFC NCD Mat 14-May-2031	11,25,673	0.14%	AAA
54. 8.62% NABARD NCD Mat 14-Mar-2034	11,08,407	0.14%	AAA
55. 8.32% NABARD NCD Mat 10-March-2034	11,06,421	0.14%	AAA
56. 9.46% Power Finance Corporation Ltd.Mat 01-Aug-2026	11,01,027	0.14%	AAA
57. 8.20% NABARD NCD Mat 28-March-2034	10,96,169	0.14%	AAA
58. 8.32% Power Grid NCD Mat 23-Dec-2030	10,93,616	0.14%	AAA
59. 8.25% EXIM Bank NCD Mat 23-Jun-2031	10,84,883	0.14%	AAA
60. 8.24% NABARD NCD Mat 22-March-2029	10,80,382	0.14%	AAA
61. 8.10% EXIM Bank NCD Mat 19-Nov-2025.	10,79,223	0.14%	AAA
62. 9.39% Power Finance Corporation Ltd.Mat 27-Aug-2024	10,79,056	0.14%	AAA
63. 8.15% NABARD NCD Mat 28-March-2029	10,74,585	0.14%	AAA

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2020

(in ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
64. 8.14% Nuclear Power Corp. Mat 25-Mar-2027 (Tranche B).	10,64,504	0.13%	AAA
65. 8.75% Power Finance Corporation Ltd. Mat 15-Jun-2025	10,63,986	0.13%	AAA
66. 9.48% Power Finance Corporation Ltd. Mat 15-April-2022	10,48,576	0.13%	AAA
67. 8.93% Power Grid NCD Mat 20-Oct-2021	10,43,843	0.13%	AAA
68. 8.64% IRFC NCD Mat 17-May-2021	10,30,262	0.13%	AAA
69. 8.44% Rural Electrification Corp Ltd Mat 04-Dec-2021	10,24,721	0.13%	AAA
70. 8.85% Power Finance Corporation Ltd. Mat 31-May-2021	10,22,934	0.13%	AAA
71. 9.75% EXIM Bank NCD Mat 04-Oct-2020	10,18,879	0.13%	AAA
Private Corporate Bonds			
1. 8.00% ICICI Home Finance Co. Ltd. Mat 05-Dec-2024	4,96,83,568	6.27%	AAA
2. 8.79% M&M Financial Services Ltd Mat 23-Jan-2025	3,34,08,115	4.21%	AAA
3. 8.65% Reliance Industries Limited Mat 11-Dec-2028	2,13,40,022	2.69%	AAA
4. 9.30% Shriram Transport Fin NCD Mat 12-July-2023	1,91,72,008	2.42%	AA+
5. 8.62% HDFC Credila Fin Ser Pvt Ltd 17-June-2024	1,85,03,273	2.33%	AAA
6. 8.80% L&T Finance Ltd Category I & II Mat 15-April-2024.	1,81,48,775	2.29%	AAA
7. 8.45% Sikka Ports & Terminals Limited NCD Mat 12-Jun-2023	1,42,61,404	1.80%	AAA
8. 8.67% IDFC First Bank Ltd NCD Mat 03-Jan-2025	1,17,64,473	1.48%	AA
9. 8.80% LIC Housing Finance Ltd. Mat 25-Jan-2029	1,05,96,915	1.34%	AAA
10. 8.37% LIC Housing Finance Co. Ltd. Mat-21-May-2023	1,02,59,425	1.29%	AAA
11. 7.60% LIC Housing Finance Co. Ltd. Mat 22-Nov-2022	1,00,63,672	1.27%	AAA
12. 9.10% IDFC First Bank Ltd Mat 30-June-2021	1,00,28,035	1.26%	AA+
13. 9.05% Reliance Industries Limited Mat 17-Oct-2028	87,13,836	1.10%	AAA
14. 8.00% HDFC Credila Fin Ser Pvt Ltd 31-Jan-2025	80,59,137	1.02%	AAA
15. 7.90% Sikka Ports & Terminals Limited NCD Mat 18-Nov-2026	49,71,486	0.63%	AAA
16. 8.50% LIC Housing Finance Co. Ltd. Mat 29-Aug-2025	41,59,081	0.52%	AAA
17. 8.90% HDFC Ltd Mat 18-Aug-2020	40,30,261	0.51%	AAA
18. 8.70% IDFC First Bank Ltd NCD Mat 20-May-2025	39,22,299	0.49%	AA
19. 8.95% HDFC Ltd Mat 21-Mar-2023	31,23,761	0.39%	AAA
20. 8.95% LIC Housing Finance Co. Ltd. Mat 15-Sep-2020	30,28,366	0.38%	AAA
21. 8.94% Bajaj Finance Ltd NCD Mat 07-Nov-2025	20,70,341	0.26%	AAA
22. 8.34% LIC Housing Finance Co. Ltd. Mat 08-Oct-2025	20,66,819	0.26%	AAA
23. 10.40% Sikka Ports & Terminals Limited NCD Mat 18-Jul-2021	20,65,590	0.26%	AAA
24. 9.20% IDFC First Bank Ltd Mat 22-Jan-2021	20,02,966	0.25%	AA+
25. 9.17% IDFC First Bank Ltd NCD Mat 14-Oct-2024	19,87,268	0.25%	AA
26. 8.75% IDFC First Bank Ltd NCD Mat 28-Jul-2023	19,76,264	0.25%	AA
27. 8.90% IDFC First Bank Ltd NCD Mat 19-Nov-2025	19,74,383	0.25%	AA
28. 8.80% IDFC First Bank Ltd NCD Mat 21-July-2025	19,67,531	0.25%	AA
29. 10.15% Bajaj Finance Ltd NCD Mat 19-Sep-2024.	10,73,385	0.14%	AAA
30. 9.22% LIC Housing Finance Co. Ltd. Mat 16-Oct-2024	10,61,421	0.13%	AAA
31. 8.75% M&M Financial Services Ltd Mat 09-Oct-2025	10,47,276	0.13%	AAA
32. 9.30% LIC Housing Finance Ltd. Mat 14-Sep-2022	10,42,682	0.13%	AAA
33. 9.45% LIC Housing Finance Co. Ltd. Mat 30-Jan-2022	10,35,175	0.13%	AAA
34. 9.69% Tata Sons Private Ltd NCD Mat 12-Jun-2022	10,27,284	0.13%	AAA
35. 9.60% LIC Housing Finance Ltd. Mat 07-Mar-2021	10,24,588	0.13%	AAA
36. 8.55% Bajaj Finance Ltd NCD Mat 26-Apr-2021	10,11,215	0.13%	AAA
37. 7.59% LIC Housing Finance Ltd. Mat 14-Oct-2021	10,03,409	0.13%	AAA
38. 9.36% IDFC First Bank Ltd NCD Mat 21-Aug-2024	10,00,395	0.13%	AA
39. 8.73% IDFC First Bank Ltd NCD Mat 14-Jun-2022	9,91,741	0.13%	AA
40. 9.15% Shriram Transport Fin NCD Mat 13-Apr-2021	9,90,032	0.12%	AA+
41. 10.25% Shriram Transport Fin NCD Mat 10-Oct-2024	9,81,489	0.12%	AA+
42. 10% Shriram Transport Fin NCD Mat 13-Nov-2024	9,72,573	0.12%	AA+
43. 8.69% IL & FS Ltd NCD Mat 25-Aug-2025. *	-	0.00%	D
Debt Instruments Total	76,27,32,128	96.19%	
Money Market Instruments			
Liquid Mutual Funds			
1. Kotak Overnight Fund -Direct Plan-Growth Option	1,93,86,000	2.44%	AAA
Money Market Instruments Total	1,93,86,000	2.44%	
Cash/Cash Equivalent & Net Current Assets	1,08,58,463	1.37%	
Grand Total	79,29,76,591	100.00%	
Average Maturity of Portfolio (in yrs) #	6.59		
Modified Duration (in yrs) #	4.51		
Yield to Maturity (%) (annualised) (at market price) #	7.42%		

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2020

(in ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
<u>Credit Rating Exposure</u>			
Central Government Securities	-	-	
State Development Loans	-	-	
AAA / equivalent	70,30,00,671	88.65%	
A1+ / equivalent (Certificate of Deposits / Commercial Papers)	-	-	
AA+ / equivalent	3,41,47,103	4.31%	
AA / equivalent	2,55,84,354	3.23%	
AA- / equivalent	-	-	
A+ / equivalent	-	-	
A / equivalent	-	-	
A- / equivalent	-	-	
BBB+ / equivalent	-	-	
BBB / equivalent	-	-	
BBB- / equivalent	-	-	
Lower (Below Investment Grade)	-	0.00%	
(out of above Net NPA)	-	-	
TOTAL	76,27,32,128	96.19%	
Bank FD	-	-	
Equity	-	-	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	1,93,86,000	2.44%	
Cash / cash equivalent net current assets	1,08,58,463	1.37%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
Grand Total	79,29,76,591	100.00%	
Units Outstanding	4,32,91,223		
NAV	18.3172		
Notes:			
a. Total NPAs provided for and its percentage to NAV		-	
b. Total value and percentage of illiquid equity shares		-	
c. NAV at September 30,2019		17.3717	
d. NAV at March 31,2020		18.3172	
e. Total outstanding exposure in derivative instruments at March 31,2020		-	
f. Total 'Infrastructure investments' March 31,2020		36,60,27,084	

Calculated on debt portfolio

* As per the NPS Trust communication ref: 1/16/2018-NPST/11514, provision for Sub Standard Assets includes the 100% provision made for Interest due and accrued till the date of NPA classified securities and 100% NPA provision made on 8.69% IL & FS Ltd NCD Mat 25-Aug-2025. (75% valuation discount and 25% NPA Provision). Refer note 2.4 in Notes to Accounts.

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

3.1 KEY STATISTICS FOR THE HALF YEAR ENDED MARCH 31, 2019 (UN-AUDITED)

Sr No	Particulars	Scheme C Tier II	
		March 31, 2020	March 31, 2019
1	NAV per unit (₹) I		
	Open	17.3717	15.1644
	High	18.3367	16.3672
	Low	17.3931	15.1302
	End @	18.3172	16.3672
2	Closing Assets Under Management (₹ in Lakhs)		
	End	7,929.77	3996.90
	Average daily net assets (AAuM) II	6,738.31	3532.06
3	Gross income as % of AAuM III	5.38%	7.96%
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	5.33%	7.69%
6	Portfolio turnover ratio VII	1.57%	13.6%
7	Total dividend per unit distributed during the period	N.A.	N.A.
8	Returns: (%)		
a	Last one year	11.91%	7.92%
	Benchmark	11.73%	7.36%
b	Since inception VIII	83.17%	63.67%
	Benchmark	89.72%	69.84%
c	Compound annualised yield (%) IX		
	Last 1 year	11.91%	7.92%
	Last 2 year	9.90%	7.28%
	Last 3 year	8.80%	8.94%
	Since launch of the scheme	9.50%	9.09%
	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)		



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

**Un-audited Financial Statements for the half year
ended March 31, 2020**

Contents

Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts

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

UN-AUDITED BALANCE SHEET AS AT MARCH 31, 2020

(In ₹)

Particulars	Schedule	Scheme G Tier I	
		March 31, 2020	March 31, 2019
Liabilities			
Unit Capital	1	16,25,32,63,719	10,07,14,79,616
Reserves & Surplus	2	15,59,15,68,261	7,01,80,61,105
Current Liabilities and Provisions	3	3,82,28,914	11,35,23,396
Total		31,88,30,60,894	17,20,30,64,117
Assets			
Investments	4	31,01,26,15,357	16,65,75,64,639
Deposits	5	-	-
Other Current Assets	6	87,04,45,537	54,54,99,478
Total		31,88,30,60,894	17,20,30,64,117
(a) Net asset as per Balance Sheet (Schedule 4+5+6 -3)		31,84,48,31,980	17,08,95,40,721
(b) Number of units outstanding		1,62,53,26,372	1,00,71,47,961
(c) NAV per unit (a)/(b) (₹)		19.5928	16.9682
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 : April 23, 2020

NATIONAL PENSION SYSTEM TRUST

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

UN-AUDITED REVENUE ACCOUNT FOR THE HALF YEAR ENDED MARCH 31, 2020

(In ₹)

Particulars	Schedule	Scheme G Tier I	
		March 31, 2020	March 31, 2019
Income			
Interest		94,36,87,000	50,69,35,458
Profit on sale/redemption of investments		44,89,83,528	18,72,66,406
Unrealised gain on appreciation in investments		61,51,69,129	55,67,13,813
Other income			
- Miscellaneous Income		-	1
Total Income (A)		2,00,78,39,657	1,25,09,15,678
Expenses & Losses			
Unrealised losses in value of investments		15,01,84,796	-
Loss on sale/redemption of investments		5,86,63,172	5,61,95,924
Management fees (including Goods and Service Tax)		15,62,919	7,98,533
NPS Trust fees		6,62,254	1,99,662
Custodian fees		4,61,419	2,46,520
CRA fees		94,13,092	61,98,239
Less : Amount recoverable on sale of units on account of CRA Charges		(94,13,092)	(61,98,239)
Depository and settlement charges		10,61,324	6,65,517
Total Expenditure (B)		21,25,95,884	5,81,06,156
Surplus/(Deficit) for the year (A-B = C)		1,79,52,43,773	1,19,28,09,522
Less: Amount transferred to Unrealised appreciation account		(46,49,84,333)	(20,47,44,952)
Less: Amount transferred to General Reserve		(1,33,02,59,440)	(98,80,64,570)
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 : April 23, 2020

NATIONAL PENSION SYSTEM TRUST

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

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

Schedule 1: Unit capital

(In ₹)

Particulars	Scheme G Tier I	
	March 31, 2020	March 31, 2019
Initial capital		
<u>Unit capital</u>		
Outstanding units at the beginning of the period	12,32,87,81,282	7,14,43,36,475
Add :Units issued during the period	4,40,63,55,060	3,14,12,91,665
Less: Units redeemed during the period	(48,18,72,623)	(21,41,48,524)
Outstanding at the end of the period	16,25,32,63,719	10,07,14,79,616
(Face Value of Rs.10/- each unit, fully paid up)		
Outstanding units at the beginning of the period	1,23,28,78,128	71,44,33,647
Add :Units issued during the period	44,06,35,506	31,41,29,167
Less: Units redeemed during the period	(4,81,87,262)	(2,14,14,852)
Outstanding Units at the end of the period	1,62,53,26,372	1,00,71,47,961

Schedule 2: Reserves and surplus

(In ₹)

Particulars	Scheme G Tier I	
	March 31, 2020	March 31, 2019
Unit premium reserve		
Opening balance	7,12,88,87,108	3,44,40,73,106
Add: Premium on Units issued	3,94,56,64,149	2,04,16,12,674
Less: Premium on Units redeemed	(43,58,63,577)	(13,81,80,497)
Closing balance	10,63,86,87,680	5,34,75,05,283
General Reserve		
Opening balance	2,90,27,11,664	47,77,46,300
Add/(Less): Transfer from/(to) Revenue Account	1,33,02,59,440	98,80,64,570
Closing balance	4,23,29,71,104	1,46,58,10,870
Unrealised Appreciation Reserve		
Opening balance	25,49,25,144	-
Add: Adjustment for Previous years unrealised appreciation reserve	-	-
Add/(Less): Transfer from/(to) Revenue Account	46,49,84,333	20,47,44,952.00
Closing balance	71,99,09,477	20,47,44,952
Total	15,59,15,68,261	7,01,80,61,105

Schedule 3: Current liabilities and provisions

(In ₹)

Particulars	Scheme G Tier I	
	March 31, 2020	March 31, 2019
Current liabilities & Provisions		
Sundry creditors for expenses	23,73,213	8,82,679
Redemption Payable	3,58,09,754	73,74,433
TDS Payable	45,947	27,895
Contracts for purchase of investments	-	10,52,38,389
Total	3,82,28,914	11,35,23,396

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

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

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

Particulars	Scheme G Tier I	
	March 31, 2020	March 31, 2019
Central and state government securities (including treasury bills)	30,64,61,56,357	16,12,11,63,167
Others - Mutual Fund Units	36,64,59,000	53,64,01,472
Total	31,01,26,15,357	16,65,75,64,639

Schedule 5: Deposits**(In ₹)**

Particulars	Scheme G Tier I	
	March 31, 2020	March 31, 2019
Deposits with scheduled banks	-	-
Total	-	-

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

Particulars	Scheme G Tier I	
	March 31, 2020	March 31, 2019
Balances with banks in current account	25,248	20,23,18,692
Outstanding and accrued income	42,03,80,289	33,79,12,867
Brokerage receivable from PFM	40,000	6,000
Sundry debtors	45,00,00,000	52,61,919
Total	87,04,45,537	54,54,99,478

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

Schedule 7

Significant accounting policies & notes to accounts for the half year ended March 31, 2020

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	
	March 31, 2020	March 31, 2019
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
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 March 31, 2020

(In ₹)

Nature of Transaction	Scheme G Tier I	
	March 31, 2020	March 31, 2019
Investment management fees	15,62,919	7,98,533

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme G Tier I	
	March 31, 2020	March 31, 2019
Investment management fees payable	8,03,426	4,11,090

Aggregate investments made in the Associates and group companies as at March 31, 2020 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme G Tier I			
		March 31, 2020		March 31, 2019	
		Cost	Market Value	Cost	Market Value
HDFC Ltd		NIL	NIL	NIL	NIL

Investment with other Group Companies

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

Aggregate investments made in the other group companies as at March 31, 2020 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme G Tier I			
		March 31, 2020		March 31, 2019	
		Cost	Market Value	Cost	Market Value
HDFC Bank Ltd		NIL	NIL	NIL	NIL

2.4 Provision

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

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

Aggregate value of purchase and sale with percentage to average assets as at March 31, 2020 is as follows :

(In ₹)

Particulars	Scheme G Tier I	
	March 31, 2020	March 31, 2019
Average Net Asset Value	26,49,01,52,739	13,57,16,35,301
Purchase of Investment	86,92,69,07,208	63,89,96,65,599
% to average Net Assets Value	328.15%	470.83%
Sale of Investment	78,71,90,84,830	58,72,80,24,257
% to average Net Assets Value	297.16%	432.73%

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

Notes to accounts (Un-audited)

Aggregate value of purchase and sale (excluding liquid mutual fund)* with percentage to average assets as at March 31, 2020 is as follows :

(In ₹)

Particulars	Scheme G Tier I	
	March 31, 2020	March 31, 2019
Average Net Asset Value	26,49,01,52,739	13,57,16,35,301
Purchase of Investment	50,87,46,92,211	28,89,82,87,601
% to average Net Assets Value	192.05%	212.93%
Sale of Investment	42,85,36,12,087	24,03,70,99,428
% to average Net Assets Value	161.77%	177.11%

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

2.6 Investments falling under each major industry group

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

(In ₹)

Industry Classification	Scheme G Tier I			
	As at March 31, 2020		As at March 31, 2019	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Central Government Securities	26,79,84,58,035	84.15%	12,36,38,96,886	72.35%
State Development Loans	3,84,76,98,322	12.08%	3,75,72,66,281	21.99%
Mutual Funds	36,64,59,000	1.15%	53,64,01,472	3.14%
Net Current Assets	83,22,16,623	2.61%	43,19,76,082	2.53%
Net Asset Value	31,84,48,31,980	100.00%	17,08,95,40,721	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	
			March 31, 2020	March 31, 2019
			NIL	NIL

2.8 Prior Year Comparatives :

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2020

(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	4,72,86,49,152	14.85%	Sovereign
2. 7.88%GOI Mat 19-Mar-2030	3,33,58,81,094	10.48%	Sovereign
3. 7.57% GOI Mat 17-June-2033	3,33,49,95,500	10.47%	Sovereign
4. 7.40% GOI Mat 09-Sep-2035	2,70,90,24,210	8.51%	Sovereign
5. 8.24% GOI Mat 10-Nov-2033	2,47,79,77,327	7.78%	Sovereign
6. 7.73% GOI Mat 19-Dec-2034	1,30,57,88,498	4.10%	Sovereign
7. Gsec C-STRIPS Mat 17-Jun-2027	1,26,86,70,144	3.98%	Sovereign
8. 8.17% GOI Mat 01-Dec-2044	1,17,83,40,256	3.70%	Sovereign
9. 7.72% GOI Mat 15-June-2049	1,12,34,94,000	3.53%	Sovereign
10. 8.83% GOI Mat 12-Dec-2041	54,26,61,199	1.70%	Sovereign
11. 7.06% GOI Mat 10-Oct-2046	47,06,59,735	1.48%	Sovereign
12. 8.32% GOI Mat 02-Aug-2032	46,29,70,609	1.45%	Sovereign
13. 7.50% GOI Mat 10-Aug-2034	35,03,28,600	1.10%	Sovereign
14. 8.30% GOI Mat 31-Dec-2042	34,87,90,289	1.10%	Sovereign
15. Gsec C-STRIPS Mat 17-Dec-2026	33,74,13,083	1.06%	Sovereign
16. 8.30% GOI Mat 02-Jul-2040	33,46,91,517	1.05%	Sovereign
17. 7.63% GOI Mat 17-June-2059	32,23,19,974	1.01%	Sovereign
18. 8.60% GOI Mat 02-Jun-2028	29,80,15,555	0.94%	Sovereign
19. Gsec C-STRIPS Mat 17-Dec-2027	28,10,36,102	0.88%	Sovereign
20. 7.27% GOI Mat 08-Apr-2026	26,19,79,500	0.82%	Sovereign
21. 8.28% GOI Mat 21-Sep-2027	19,04,60,294	0.60%	Sovereign
22. 8.15% GOI Mat 24-Nov-2026	11,85,11,723	0.37%	Sovereign
23. 7.61% GOI Mat 09-May-2030	11,55,11,768	0.36%	Sovereign
24. 7.59% GOI Mat 20-Mar-2029	10,13,46,190	0.32%	Sovereign
25. Gsec C-STRIPS Mat 10-Feb-2027	5,47,97,644	0.17%	Sovereign
26. 8.33% GOI Mat 07-June-2036	5,41,19,893	0.17%	Sovereign
27. 8.33% GOI Mat 09-Jul-2026	5,33,13,144	0.17%	Sovereign
28. Gsec C-STRIPS Mat 10-Aug-2027	5,30,13,735	0.17%	Sovereign
29. 7.37% GOI Mat 16-Apr-2023	5,18,84,862	0.16%	Sovereign
30. 8.20% GOI Mat 24-Sep-2025	5,12,53,369	0.16%	Sovereign
31. 7.72% GOI Mat 26-Oct-2055	5,08,27,101	0.16%	Sovereign
32. 9.20% GOI Mat 30-Sep-2030	4,83,26,354	0.15%	Sovereign
33. 7.69% GOI Mat 17-June-2043	4,73,03,207	0.15%	Sovereign
34. Gsec C-STRIPS Mat 26-Apr-2027	3,38,57,087	0.11%	Sovereign
35. Gsec C-STRIPS Mat 17-Dec-2028	3,37,07,418	0.11%	Sovereign
36. Gsec C-STRIPS Mat 26-Oct-2027	3,27,54,887	0.103%	Sovereign
37. Gsec C-STRIPS Mat 15-Jun-2027	3,11,56,762	0.098%	Sovereign
38. 8.13% GOI Mat 22-Jun-2045	3,09,18,378	0.097%	Sovereign
39. Gsec C-STRIPS Mat 15-Dec-2027	3,01,42,474	0.095%	Sovereign
40. Gsec C-STRIPS Mat 15-Jun-2028	2,90,45,740	0.091%	Sovereign
41. Gsec C-STRIPS Mat 15-Dec-2028	2,80,93,373	0.088%	Sovereign
42. 6.68% GOI Mat 17-Sep-2031	2,31,98,291	0.073%	Sovereign
43. 8.28% GOI Mat 15-Feb-2032	1,67,51,517	0.053%	Sovereign
44. 9.23% GOI Mat 23-Dec-2043	1,28,23,931	0.040%	Sovereign
45. 6.57% GOI Mat 05-Dec-2033	1,21,18,229	0.038%	Sovereign
46. 8.24% GOI Mat 15-Feb-2027	85,08,142	0.027%	Sovereign
47. Gsec C-STRIPS Mat 17-June-2028	59,19,252	0.019%	Sovereign
48. 8.26% GOI Mat 02-Aug-2027	27,40,432	0.009%	Sovereign
49. 8.40% GOI Mat 28-Jul-2024	11,62,557	0.004%	Sovereign
50. 7.72% GOI Mat 25-May-2025	10,67,567	0.003%	Sovereign
51. 7.16% GOI Mat 20-May-2023	1,36,370	0.000%	Sovereign
State Development Loans			
1. 6.94% Tamil Nadu SDL Mat 11-Mar-2050	1,06,10,67,700	3.33%	Sovereign
2. 8.25% Gujrat SDL Mat 25-Apr-2028	63,72,26,400	2.00%	Sovereign
3. 8.08% Maharashtra SDL Mat 26-Dec-2028	45,22,68,691	1.42%	Sovereign
4. 8.16% Gujrat SDL Mat 09-May-2028	26,41,95,250	0.83%	Sovereign
5. 7.28% Gujrat SDL Mat 18-Dec-2029	10,02,59,800	0.31%	Sovereign
6. 7.20% Maharashtra SDL Mat 23-Oct-2029	9,97,21,200	0.31%	Sovereign
7. 8.53% Tamil Nadu SDL Mat 28-Nov-2028	8,06,01,325	0.25%	Sovereign
8. 9.53% Gujrat SDL Mat 12-Feb-2024	7,70,25,690	0.24%	Sovereign
9. 8.38% Gujrat SDL Mat 27-Feb-2029	7,49,24,080	0.24%	Sovereign
10. 8.30% Gujrat SDL Mat 06-Feb-2029	7,45,37,750	0.23%	Sovereign
11. 8.37% Tamil Nadu SDL Mat 05-Dec-2028	6,15,47,682	0.19%	Sovereign
12. 9.39% Maharashtra SDL Mat 20-Nov-2023	5,59,67,502	0.18%	Sovereign
13. 9.63% Maharashtra SDL Mat 12-Feb-2024	5,51,86,350	0.17%	Sovereign
14. 9.24% Maharashtra SDL Mat 16-Jan-2024	5,44,71,950	0.17%	Sovereign
15. 8.61% Tamil Nadu SDL Mat 03-Sep-2027	5,40,51,400	0.17%	Sovereign
16. 8.35% Gujrat SDL Mat 06-Mar-2029	5,34,28,350	0.17%	Sovereign
17. 8.28% Gujrat SDL Mat 20-Feb-2029	5,31,88,200	0.17%	Sovereign
18. 8.17% Gujrat SDL Mat 19-Dec-2028	5,30,23,400	0.17%	Sovereign
19. 8.05% Tamil Nadu SDL Mat 18-April-2028	5,25,57,950	0.17%	Sovereign
20. 7.78% Maharashtra SDL Mat 24-Mar-2029	5,16,58,100	0.16%	Sovereign
21. 7.26% Gujrat SDL Mat 11-Dec-2029	5,00,61,200	0.16%	Sovereign
22. 7.96% Maharashtra SDL Mat 29-Jun-2026	4,93,13,998	0.15%	Sovereign
23. 8.36% Maharashtra SDL Mat 27-Jan-2026	4,90,75,330	0.15%	Sovereign
24. 8.47% Maharashtra SDL Mat 10-Feb-2026	4,82,59,260	0.15%	Sovereign

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2020

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
25. 8.67% Maharashtra SDL Mat 24-Feb-2026	3,24,71,460	0.10%	Sovereign
26. 8.60% Gujrat SDL Mat 17-Oct-2028	3,09,83,898	0.10%	Sovereign
27. 8.65% Gujrat SDL Mat 10-Oct-2028	2,72,44,900	0.09%	Sovereign
28. 8.47% Gujrat SDL Mat 21-Aug-2028	2,15,49,340	0.07%	Sovereign
29. 8.18% Tamil Nadu SDL Mat 19-Dec-2028	2,12,22,120	0.07%	Sovereign
30. 8.72% Andhra Pradesh SDL Mat 24-Feb-2026	1,08,37,640	0.03%	Sovereign
31. 7.18% Tamil Nadu SDL Mat 26-July-2027	1,00,15,390	0.03%	Sovereign
32. 8.00% Tamil Nadu SDL Mat 28-Oct-2025	84,49,680	0.03%	Sovereign
33. 8.50% Gujrat SDL Mat 28-Nov-2028	75,24,832	0.02%	Sovereign
34. 8.24% Andhra Pradesh SDL Mat 09-Sep-2025	46,06,977	0.01%	Sovereign
35. 8.44% Tamil Nadu SDL Mat 26-Nov-2024	43,51,895	0.01%	Sovereign
36. 8.17% Tamil Nadu SDL Mat 26-Nov-2025	26,16,712	0.01%	Sovereign
37. 9.49% Tamil Nadu SDL Mat 18-Dec-2023	11,02,480	0.00%	Sovereign
38. 9.77% Andhra Pradesh SDL Mat 28-Aug-2023	11,02,440	0.00%	Sovereign
Debt Instruments Total	30,64,61,56,357	96.24%	
Money Market Instruments			
Liquid Mutual Funds			
1. Aditya Birla Sun Life Overnight Fund - Growth -Direct Plan	36,64,59,000	1.15%	AAA
Money Market Instruments Total	36,64,59,000	1.15%	
Cash/Cash Equivalent & Net Current Assets	83,22,16,623	2.61%	
Grand Total	31,84,48,31,980	100.00%	
Average Maturity of Portfolio (in yrs) #	14.37		
Modified Duration (in yrs) #	8.33		
Yield to Maturity (%) (annualised) (at market price) #	6.89%		
Credit Rating Exposure			
Central Government Securities	26,79,84,58,035	84.15%	
State Development Loans	3,84,76,98,322	12.08%	
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	30,64,61,56,357	96.24%	
Bank FD	-	-	
Equity	-	-	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	36,64,59,000	1.15%	
Cash / cash equivalent net current assets	83,22,16,623	2.61%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
Grand Total	31,84,48,31,980	100.00%	
Units Outstanding NAV	1,62,53,26,372 19.5928		
Notes:			
a. Total NPAs provided for and its percentage to NAV		-	
b. Total value and percentage of illiquid equity shares		-	
c. NAV at September 30,2019		18.3435	
d. NAV at March 31,2020		19.5928	
e. Total outstanding exposure in derivative instruments at March 31, 2020		-	
f. Total 'Infrastructure investments' March 31, 2020		-	

Calculated on debt portfolio

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

3.1 KEY STATISTICS FOR THE HALF YEAR ENDED MARCH 31, 2020 (UN-AUDITED)

Sr No	Particulars	Scheme G Tier I	
		March 31, 2020	March 31, 2019
1	NAV per unit (₹) I		
	Open	18.3435	15.4828
	High	19.8236	16.9682
	Low	18.3617	15.3808
	End @	19.5928	16.9682
2	Closing Assets Under Management (₹ in Lakhs)		
	End	3,18,448.32	1,70,895.41
	Average daily net assets (AAuM) II	2,64,901.53	1,35,716.35
3	Gross income as % of AAuM III	7.58%	9.22%
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	6.78%	8.79%
6	Portfolio turnover ratio VII	161.77%	177.11%
7	Total dividend per unit distributed during the period	N.A.	N.A.
8	Returns: (%)		
a	Last one year	15.47%	9.35%
	Benchmark	15.64%	8.11%
b	Since inception	95.93%	69.68%
	Benchmark	89.18%	63.63%
c	Compound annualised yield (%) VIII		
	Last 1 year	15.47%	9.35%
	Last 2 year	12.37%	6.94%
	Last 3 year	9.71%	8.68%
	Since launch of the scheme	10.61%	9.78%
	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)		



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

**Un-audited Financial Statements for the half year
ended March 31, 2020**

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Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts

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

UN-AUDITED BALANCE SHEET AS AT MARCH 31, 2020

(In ₹)

Particulars	Schedule	Scheme G Tier II	
		March 31, 2020	March 31, 2019
Liabilities			
Unit Capital	1	56,78,93,019	26,89,56,194
Reserves & Surplus	2	56,48,35,513	19,79,38,700
Current Liabilities and Provisions	3	2,95,35,500	18,07,319
Total		1,16,22,64,032	46,87,02,213
Assets			
Investments	4	1,13,29,30,523	45,57,60,446
Deposits	5	-	-
Other Current Assets	6	2,93,33,509	1,29,41,767
Total		1,16,22,64,032	46,87,02,213
(a) Net asset as per Balance Sheet (Schedule 4+5+6 -3)		1,13,27,28,532	46,68,94,894
(b) Number of units outstanding		5,67,89,302	2,68,95,619
(c) NAV per unit (a)/(b) (₹)		19.9461	17.3595
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 : April 23, 2020

NATIONAL PENSION SYSTEM TRUST

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

UN-AUDITED REVENUE ACCOUNT FOR THE HALF YEAR ENDED MARCH 31, 2020

(In ₹)

Particulars	Schedule	Scheme G Tier II	
		March 31, 2020	March 31, 2019
Income			
Interest		3,23,20,656	1,44,43,749
Profit on sale/redemption of investments		23,12,303	4,80,795
Unrealised gain on appreciation in investments		2,42,39,555	1,90,26,240
Other income			
- Miscellaneous Income		-	5
Total Income (A)		5,88,72,514	3,39,50,789
Expenses & Losses			
Unrealised losses in value of investments		15,46,111	-
Loss on sale/redemption of investments		3,42,500	-
Management fees (including Goods and Service Tax)		54,078	22,572
NPS Trust fees		22,914	5,622
Custodian fees		15,545	6,921
CRA fees		79,662	44,987
Less : Amount recoverable on sale of units on account of CRA Charges		(79,662)	(44,987)
Depository and settlement charges		7,787	2,817
Total Expenditure (B)		19,88,935	37,932
Surplus/(Deficit) for the year (A-B = C)		5,68,83,579	3,39,12,857
Less: Amount transferred to Unrealised appreciation account		(2,26,93,444)	(26,15,050)
Less: Amount transferred to General Reserve		(3,41,90,135)	(3,12,97,807)
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 : April 23, 2020

NATIONAL PENSION SYSTEM TRUST

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

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

Schedule 1: Unit capital

(In ₹)

Particulars	Scheme G Tier II	
	March 31, 2020	March 31, 2019
Initial capital		
Unit capital		
Outstanding units at the beginning of the period	38,80,42,201	19,76,97,802
Add :Units issued during the period	53,04,06,259	11,42,39,834
Less: Units redeemed during the period	(35,05,55,441)	(4,29,81,442)
Outstanding at the end of the period	56,78,93,019	26,89,56,194
(Face Value of Rs.10/- each unit, fully paid up)		
Outstanding units at the beginning of the period	3,88,04,220	1,97,69,780
Add :Units issued during the period	5,30,40,626	1,14,23,983
Less: Units redeemed during the period	(3,50,55,544)	(42,98,144)
Outstanding Units at the end of the period	5,67,89,302	2,68,95,619

Schedule 2: Reserves and surplus

(In ₹)

Particulars	Scheme G Tier II	
	March 31, 2020	March 31, 2019
Unit premium reserve		
Opening balance	25,37,91,886	10,46,30,660
Add: Premium on Units issued	49,25,08,746	7,80,41,475
Less: Premium on Units redeemed	(32,48,86,721)	(2,90,90,957)
Closing balance	42,14,13,911	15,35,81,178
General Reserve		
Opening balance	6,39,93,423	1,04,44,665
Add/(Less): Transfer from/(to) Revenue Account	3,41,90,135	3,12,97,807
Closing balance	9,81,83,558	4,17,42,472
Unrealised Appreciation Reserve		
Opening balance	2,25,44,600	-
Add: Adjustment for Previous years unrealised appreciation reserve		
Add/(Less): Transfer from/(to) Revenue Account	2,26,93,444	26,15,050
Closing balance	4,52,38,044	26,15,050
Surplus/(deficit) in Revenue account		
Total	56,48,35,513	19,79,38,700

Schedule 3: Current liabilities and provisions

(In ₹)

Particulars	Scheme G Tier II	
	March 31, 2020	March 31, 2019
Current liabilities & Provisions		
Sundry creditors for expenses	54,824	18,568
Redemption Payable	2,94,79,312	17,88,215
TDS Payable	1,364	536
Total	2,95,35,500	18,07,319

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

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

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

Particulars	Scheme G Tier II	
	March 31, 2020	March 31, 2019
Central and state government securities (including treasury bills)	1,08,54,09,523	45,15,59,877
Others - Mutual Fund Units	4,75,21,000	42,00,569
Total	1,13,29,30,523	45,57,60,446

Schedule 5: Deposits**(In ₹)**

Particulars	Scheme G Tier II	
	March 31, 2020	March 31, 2019
Deposits with scheduled banks	-	-
Total	-	-

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

Particulars	Scheme G Tier II	
	March 31, 2020	March 31, 2019
Balances with banks in current account	4,611	48,07,433
Outstanding and accrued income	1,93,28,898	81,34,334
Sundry debtors	1,00,00,000	-
Total	2,93,33,509	1,29,41,767

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

Schedule 7

Significant accounting policies & notes to accounts for the half year ended March 31, 2020

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	
	March 31, 2020	March 31, 2019
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
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 March 31, 2019

(In ₹)

Nature of Transaction	Scheme G Tier II	
	March 31, 2020	March 31, 2019
Investment management fees	54,078	22,572

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme G Tier II	
	March 31, 2020	March 31, 2019
Investment management fees payable	28,314	11,711

Aggregate investments made in the Associates and group companies as at March 31, 2019 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme G Tier II			
		March 31, 2020		March 31, 2019	
		Cost	Market Value	Cost	Market Value
HDFC Ltd		NIL	NIL	NIL	NIL

Investment with other Group Companies

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

Aggregate investments made in the other group companies as at March 31, 2019 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme G Tier II			
		March 31, 2020		March 31, 2019	
		Cost	Market Value	Cost	Market Value
HDFC Bank Ltd		NIL	NIL	NIL	NIL

2.4 Provision

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

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

Aggregate value of purchase and sale with percentage to average assets as at March 31, 2019 is as follows :

(In ₹)

Particulars	Scheme G Tier II	
	March 31, 2020	March 31, 2019
Average Net Asset Value	91,65,70,939	38,36,17,558
Purchase of Investment	4,61,83,60,778	1,79,82,73,354
% to average Net Assets Value	503.87%	468.77%
Sale of Investment	4,24,39,18,005	1,66,62,85,796
% to average Net Assets Value	463.02%	434.36%

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

Notes to accounts (Un-audited)

Aggregate value of purchase and sale (excluding liquid mutual fund)* with percentage to average assets as at March 31, 2019 is as follows :

(In ₹)

Particulars	Scheme G Tier II	
	March 31, 2020	March 31, 2019
Average Net Asset Value	91,65,70,939	38,36,17,558
Purchase of Investment	40,83,55,781	13,37,81,352
% to average Net Assets Value	44.55%	34.87%
Sale of Investment	6,30,06,316	-
% to average Net Assets Value	6.87%	0.00%

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

2.6 Investments falling under each major industry group

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

(In ₹)

Industry Classification	Scheme G Tier II			
	March 31, 2020		March 31, 2019	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Central Government Securities	83,43,46,519	73.66%	31,45,31,643	67.37%
State Development Loans	25,10,63,004	22.16%	13,70,28,234	29.35%
Mutual Funds	4,75,21,000	4.20%	42,00,569	0.90%
Net Current Assets	(2,01,991)	-0.02%	1,11,34,448	2.38%
Net Asset Value	1,13,27,28,532	100.00%	46,68,94,894	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	
			March 31, 2020	March 31, 2019
			NIL	NIL

2.8 Prior Year Comparatives :

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

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2020

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Debt Instruments			
Central Government Securities			
1. 7.57% GOI Mat 17-June-2033	16,13,70,750	14.25%	Sovereign
2. 8.24% GOI Mat 10-Nov-2033	11,55,15,381	10.20%	Sovereign
3. 7.72% GOI Mat 15-June-2049	11,23,49,400	9.92%	Sovereign
4. 7.40% GOI Mat 09-Sep-2035	8,48,28,320	7.49%	Sovereign
5. 7.95% GOI Mat 28-Aug-2032	3,84,90,795	3.40%	Sovereign
6. Gsec C-STRIPS Mat 17-June-2028	2,89,30,850	2.55%	Sovereign
7. 8.32% GOI Mat 02-Aug-2032	2,80,68,775	2.48%	Sovereign
8. 8.17% GOI Mat 01-Dec-2044	2,67,50,816	2.36%	Sovereign
9. 6.68% GOI Mat 17-Sep-2031	2,01,19,940	1.78%	Sovereign
10. 8.28% GOI Mat 15-Feb-2032	1,80,79,930	1.60%	Sovereign
11. 7.61% GOI Mat 09-May-2030	1,80,58,732	1.59%	Sovereign
12. 7.73% GOI Mat 19-Dec-2034	1,76,03,516	1.55%	Sovereign
13. 8.60% GOI Mat 02-Jun-2028	1,69,26,854	1.49%	Sovereign
14. 8.83% GOI Mat 12-Dec-2041	1,61,80,891	1.43%	Sovereign
15. 7.06% GOI Mat 10-Oct-2046	1,48,02,507	1.31%	Sovereign
16. 9.20% GOI Mat 30-Sep-2030	1,38,93,532	1.23%	Sovereign
17. 8.30% GOI Mat 02-Jul-2040	1,23,84,397	1.09%	Sovereign
18. 8.40% GOI Mat 28-Jul-2024	1,03,75,274	0.92%	Sovereign
19. 8.13% GOI Mat 22-Jun-2045	96,40,084	0.85%	Sovereign
20. 7.72% GOI Mat 25-May-2025	96,08,103	0.85%	Sovereign
21. 6.57% GOI Mat 05-Dec-2033	78,66,393	0.69%	Sovereign
22. 8.15% GOI Mat 24-Nov-2026	76,93,305	0.68%	Sovereign
23. 7.88%GOI Mat 19-Mar-2030	73,33,113	0.65%	Sovereign
24. 8.24% GOI Mat 15-Feb-2027	69,64,194	0.61%	Sovereign
25. 8.30% GOI Mat 31-Dec-2042	64,45,841	0.57%	Sovereign
26. 8.20% GOI Mat 24-Sep-2025	54,89,882	0.48%	Sovereign
27. 7.59% GOI Mat 20-Mar-2029	53,34,010	0.47%	Sovereign
28. 9.23% GOI Mat 23-Dec-2043	39,45,825	0.35%	Sovereign
29. 8.33% GOI Mat 09-Jul-2026	32,83,503	0.29%	Sovereign
30. 8.33% GOI Mat 07-June-2036	22,86,434	0.20%	Sovereign
31. 7.50% GOI Mat 10-Aug-2034	21,36,150	0.19%	Sovereign
32. 7.72% GOI Mat 26-Oct-2055	11,36,055	0.10%	Sovereign
33. 8.28% GOI Mat 21-Sep-2027	2,19,715	0.02%	Sovereign
34. 8.26% GOI Mat 02-Aug-2027	1,21,063	0.01%	Sovereign
35. 8.12% GOI Mat 10-Dec-2020	1,12,189	0.01%	Sovereign
State Development Loans			
1. 8.25% Gujrat SDL Mat 25-Apr-2028	5,31,02,200	4.69%	Sovereign
2. 8.47% Gujrat SDL Mat 21-Aug-2028	3,23,24,010	2.85%	Sovereign
3. 8.30% Gujrat SDL Mat 06-Feb-2029	2,91,33,612	2.57%	Sovereign
4. 9.53% Gujrat SDL Mat 12-Feb-2024	2,20,07,340	1.94%	Sovereign
5. 8.17% Gujrat SDL Mat 19-Dec-2028	2,12,09,360	1.87%	Sovereign
6. 8.18% Tamil Nadu SDL Mat 19-Dec-2028	1,72,32,361	1.52%	Sovereign
7. 8.38% Gujrat SDL Mat 27-Feb-2029	1,53,16,623	1.35%	Sovereign
8. 8.37% Tamil Nadu SDL Mat 05-Dec-2028	1,07,30,070	0.95%	Sovereign
9. 8.08% Maharashtra SDL Mat 26-Dec-2028	96,31,951	0.85%	Sovereign
10. 8.58% Gujrat SDL Mat 31-Oct-2028	83,92,732	0.74%	Sovereign
11. 8.68% Tamil Nadu SDL Mat 10-Oct-2028	78,27,353	0.69%	Sovereign
12. 8.79% Gujrat SDL Mat 12-Sep-2028	57,19,965	0.50%	Sovereign
13. 8.47% Maharashtra SDL Mat 10-Feb-2026	53,62,140	0.47%	Sovereign
14. 7.20% Maharashtra SDL Mat 09-Aug-2027	50,13,440	0.44%	Sovereign
15. 8.36% Maharashtra SDL Mat 27-Jan-2026	42,67,420	0.38%	Sovereign
16. 7.96% Maharashtra SDL Mat 29-Jun-2026	31,47,702	0.28%	Sovereign
17. 8.44% Tamil Nadu SDL Mat 26-Nov-2024	6,44,725	0.06%	Sovereign
Debt Instruments Total	1,08,54,09,523	95.82%	
Money Market Instruments			
Liquid Mutual Funds			
1. Aditya Birla Sun Life Overnight Fund - Growth -Direct Plan	4,75,21,000	4.20%	AAA
Money Market Instruments Total	4,75,21,000	4.20%	
Cash/Cash Equivalent & Net Current Assets	(2,01,991)	-0.02%	
Grand Total	1,13,27,28,532	100.00%	

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2020

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Average Maturity of Portfolio (in yrs) #	14.06		
Modified Duration (in yrs) #	8.08		
Yield to Maturity (%) (annualised) (at market price) #	6.92%		
Credit Rating Exposure			
Central Government Securities	83,43,46,519	73.66%	
State Development Loans	25,10,63,004	22.16%	
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	1,08,54,09,523	95.82%	
Bank FD	-	-	
Equity	-	-	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	4,75,21,000	4.20%	
Cash / cash equivalent net current assets	(2,01,991)	-0.02%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
Grand Total	1,13,27,28,532	100.00%	
Units Outstanding	5,67,89,302		
NAV	19.9461		
Notes:			
a. Total NPAs provided for and its percentage to NAV		-	
b. Total value and percentage of illiquid equity shares		-	
d. NAV at September 30,2019		18.7704	
d. NAV at March 31,2020		19.9461	
e. Total outstanding exposure in derivative instruments at March 31, 2020		-	
f. Total 'Infrastructure investments' March 31, 2020		-	

Calculated on debt portfolio

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

3.1 KEY STATISTICS FOR THE HALF YEAR ENDED MARCH 31, 2020 (UN - AUDITED)

Sr No	Particulars	Scheme G Tier II	
		March 31, 2020	March 31, 2019
1	NAV per unit (₹) I		
	Open	18.7704	15.8139
	High	20.2180	17.3595
	Low	18.8105	15.7185
	End @	19.9461	17.3595
2	Closing Assets Under Management (₹ in Lakhs)		
	End	11,327.29	4,668.95
	Average daily net assets (AAuM) II	9,165.71	3,836.18
3	Gross income as % of AAuM III	6.42%	8.85%
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	6.21%	8.84%
6	Portfolio turnover ratio VII	6.87%	0.00%
7	Total dividend per unit distributed during the period	N.A.	N.A.
8	Returns: (%)		
a	Last one year	14.90%	9.42%
	Benchmark	15.64%	8.11%
b	Since inception	99.46%	73.60%
	Benchmark	89.18%	63.63%
c	Compound annualised yield (%) VIII		
	Last 1 year	14.90%	9.42%
	Last 2 years	12.13%	7.03%
	Last 3 years	9.59%	8.70%
	Since launch of the scheme	10.91%	10.22%
	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)		



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

**Un-audited Financial Statements for the half year
ended March 31, 2020**

Contents

Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts

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

UN-AUDITED BALANCE SHEET AS AT MARCH 31, 2020

(In ₹)

Particulars	Schedule	Scheme A Tier I	
		March 31, 2020	March 31, 2019
Liabilities			
Unit Capital	1	14,27,30,975	6,33,04,044
Reserves & Surplus	2	4,31,79,797	1,40,12,336
Current Liabilities and Provisions	3	2,66,949	90,849
Total		18,61,77,721	7,74,07,229
Assets			
Investments	4	17,80,54,012	7,26,42,391
Deposits	5	-	-
Other Current Assets	6	81,23,709	47,64,838
Total		18,61,77,721	7,74,07,229
(a) Net asset as per Balance Sheet (Schedule 4+5+6 -3)		18,59,10,772	7,73,16,380
(b) Number of units outstanding		1,42,73,098	63,30,404
(c) NAV per unit (a)/(b) (₹)		13.0252	12.2134
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 : April 23, 2020

NATIONAL PENSION SYSTEM TRUST

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

UN-AUDITED REVENUE ACCOUNT FOR THE HALF YEAR ENDED MARCH 31, 2020

(In ₹)

Particulars	Schedule	Scheme A Tier I	
		March 31, 2020	March 31, 2019
Income			
Interest		54,62,385	17,99,716
Profit on sale/redemption of investments		4,91,199	3,84,829
Unrealised gain on appreciation in investments		1,17,744	22,39,206
Other income			
- Miscellaneous Income		-	2
Total Income (A)		60,71,328	44,23,753
Expenses & Losses			
Unrealised losses in value of investments		35,87,678	24,469
Management fees (including Goods and Service Tax)		8,711	2,940
NPS Trust fees		3,691	683
Custodian fees		2,223	729
CRA fees		76,682	33,528
Less : Amount recoverable on sale of units on account of CRA Charges		(76,682)	(33,528)
Depository and settlement charges		468	198
Total Expenditure (B)		36,02,771	29,019
Surplus/(Deficit) for the year (A-B = C)		24,68,557	43,94,734
Less: Amount transferred to Unrealised appreciation account		7,82,313	(12,26,596)
Less: Amount transferred to General Reserve		(32,50,870)	(31,68,138)
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 : April 23, 2020

NATIONAL PENSION SYSTEM TRUST

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

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

Schedule 1: Unit capital

(In ₹)

Particulars	Scheme A Tier I	
	March 31, 2020	March 31, 2019
Initial capital		
<u>Unit capital</u>		
Outstanding at the beginning of the year	9,18,34,604	3,22,40,963
Add :Units issued during the year	5,64,69,091	3,39,94,244
Less: Units redeemed during the year	(55,72,720)	(29,31,163)
Outstanding at the end of the year	14,27,30,975	6,33,04,044
(Face Value of Rs.10/- each unit, fully paid up)		
Outstanding units at the beginning of the year	91,83,461	32,24,096
Add :Units issued during the year	56,46,909	33,99,424
Less: Units redeemed during the year	(5,57,272)	(2,93,116)
Outstanding Units at the end of the year	1,42,73,098	63,30,404

Schedule 2: Reserves and surplus

(In ₹)

Particulars	Scheme A Tier I	
	March 31, 2020	March 31, 2019
Unit premium reserve		
Opening balance	1,59,72,308	33,40,317
Add: Premium on Units issued	1,75,31,605	59,81,931
Less: Premium on Units redeemed	(17,09,742)	(4,85,773)
Closing balance	3,17,94,171	88,36,475
General Reserve		
Opening balance	80,17,011	7,37,076
Add: Transfer from Revenue Account	32,50,870	31,68,138
Closing balance	1,12,67,881	39,05,214
Unrealised Appreciation Reserve		
Opening balance	9,00,058	44,051
Add: Transfer from Revenue Account	(7,82,313)	12,26,596
Closing balance	1,17,745	12,70,647
Total	4,31,79,797	1,40,12,336

Schedule 3: Current liabilities and provisions

(In ₹)

Particulars	Scheme A Tier I	
	March 31, 2020	March 31, 2019
Current liabilities		
Sundry creditors for expenses	9,531	2,337
Redemption Payable	2,57,216	88,436
TDS Payable	202	76
Total	2,66,949	90,849

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

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

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

Particulars	Scheme A Tier I	
	March 31, 2020	March 31, 2019
Others - Mutual Fund Units	2,36,91,849	1,80,02,582
Basel III Tier I bonds	15,43,62,163	5,46,39,809
Total	17,80,54,012	7,26,42,391

Schedule 5: Deposits**(In ₹)**

Particulars	Scheme A Tier I	
	March 31, 2020	March 31, 2019
Deposits with scheduled banks	-	-
Total	-	-

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

Particulars	Scheme A Tier I	
	March 31, 2020	March 31, 2019
Balances with banks in current account	5,004	20,93,088
Outstanding and accrued income	81,17,105	26,71,750
Brokerage receivable from PFM	1,600	-
Total	81,23,709	47,64,838

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

Schedule 7

Significant accounting policies & notes to accounts for the half year ended March 31, 2020

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	
	March 31, 2020	March 31, 2019
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
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 March 31, 2020

(In ₹)

Nature of Transaction	Scheme A Tier I	
	March 31, 2020	March 31, 2019
Investment management fees	8,711	2,940

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme A Tier I	
	March 31, 2020	March 31, 2019
Investment management fees payable	4,610	1,631

Aggregate investments made in the Associates and group companies as at March 31, 2020 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme A Tier I			
		As at March 31, 2020		As at March 31, 2019	
		Cost	Market Value	Cost	Market Value
HDFC LTD		NIL	NIL	NIL	NIL

Investment with other Group Companies

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

Aggregate investments made in the other group companies as at March 31, 2020 are as follows:

(In ₹)

Name of the Company	Asset type	Scheme A Tier I			
		As at March 31, 2020		As at March 31, 2019	
		Cost	Market Value	Cost	Market Value
HDFC Bank Ltd		NIL	NIL	NIL	NIL

2.4 Provision

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

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

Aggregate value of purchase and sale with percentage to average assets as at March 31, 2020 is as follows :

(In ₹)

Particulars	Scheme A Tier I	
	March 31, 2020	March 31, 2019
Average Net Asset Value	14,76,33,479	4,99,67,472
Purchase of Investment	28,03,08,354	98,78,24,887
% to average Net Assets Value	189.87%	1976.94%
Sale of Investment	20,94,83,094	95,20,45,831
% to average Net Assets Value	141.89%	1905.33%

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

Notes to accounts (Un-audited)

Aggregate value of purchase and sale (excluding liquid mutual fund)* with percentage to average assets as at March 31, 2020 is as follows :

(In ₹)

Particulars	Scheme A Tier I	
	March 31, 2020	March 31, 2019
Average Net Asset Value	14,76,33,479	4,99,67,472
Purchase of Investment	5,43,40,355	2,54,37,887
% to average Net Assets Value	36.81%	50.91%
Sale of Investment	-	-
% to average Net Assets Value	-	-

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

2.6 Investments falling under each major industry group

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

(In ₹)

Industry Classification	Scheme A Tier I			
	March 31, 2020		March 31, 2019	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Monetary intermediation of commercial / saving / postal banks	15,43,62,163	83.03%	5,46,39,809	70.67%
Mutual Funds	2,36,91,849	12.74%	1,80,02,582	23.28%
Net Current Assets	78,56,760	4.23%	46,73,989	6.05%
Net Asset Value	18,59,10,772	100.00%	7,73,16,380	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	
			March 31, 2020	March 31, 2019
			NIL	NIL

2.8 Prior Year Comparatives :

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

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2020

(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)	4,94,62,354	26.61%	AA+
2. 9.15% ICICI Bank Ltd NCD Perpetual AT-1 (Call date 20-Jun-2023)	3,96,29,994	21.32%	AA+
3. 9.50 Indusind Bank Perpetual AT-1 (Call date18/04/2022)	1,94,77,940	10.48%	AA
4. 9.90 ICICI Bank Perpetual AT-1 (Call date28/12/2023)	1,51,82,738	8.17%	AA+
5. 10.50 Indusind Bank Perpetual AT-1 (Call date28/03/2024)	1,17,51,302	6.32%	AA
6. 9.20 ICICI Bank Perpetual AT-1 (Call date17/03/2022)	69,72,443	3.75%	AA+
7. 8.75 Axis Bank Perpetual AT-1 Series26(Call date14/12/2021)	69,52,257	3.74%	AA+
8. 8.15 SBI Bank Perpetual AT-1 (Call date02/008/2022)	49,33,135	2.65%	AA+
Asset Backed, Trust Structured and Miscellaneous Investments Total	15,43,62,163	83.03%	
Money Market Instruments			
Liquid Mutual Funds			
1. Aditya Birla Sun Life Liquid Fund - Growth - Direct Plan	2,36,91,849	12.74%	AAA
Money Market Instruments Total	2,36,91,849	12.74%	
Cash/Cash Equivalent & Net Current Assets	78,56,760	4.23%	
Grand Total	18,59,10,772	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	12,31,32,921	66.23%	
AA / equivalent	3,12,29,242	16.80%	
AA- / equivalent	-	-	
A+ / equivalent	-	-	
A / equivalent	-	-	
A- / equivalent	-	-	
BBB+ / equivalent	-	-	
BBB / equivalent	-	-	
BBB- / equivalent	-	-	
Lower (Below Investment Grade) (out of above Net NPA)	-	-	
TOTAL	15,43,62,163	83.03%	
Bank FD	-	-	
Equity	-	-	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	2,36,91,849	12.74%	
Cash / cash equivalent net current assets	78,56,760	4.23%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
Grand Total	18,59,10,772	100.00%	
Units Outstanding	1,42,73,098		
NAV	13.0252		
Notes:			
a. Total NPAs provided for and its percentage to NAV		-	
b. Total value and percentage of illiquid equity shares		-	
c. NAV at September 30,2019		12.7102	
d. NAV at March 31,2020		13.0252	
e. Total outstanding exposure in derivative instruments at March 31, 2020		-	
f. Total 'Infrastructure investments' March 31, 2020		-	

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

3.1 KEY STATISTICS FOR THE HALF YEAR ENDED MARCH 31, 2020 (UN-AUDITED)

Sr No	Particulars	Scheme A Tier I	
		March 31, 2020	March 31, 2019
1	NAV per unit (₹) I		
	Open	12.7102	11.2738
	High	13.4100	12.2134
	Low	12.6002	11.2414
	End @	13.0252	12.2134
2	Closing Assets Under Management (₹ in Lakhs)		
	End	1,859.11	773.16
	Average daily net assets (AAuM) II	1,476.33	499.67
3	Gross income as % of AAuM III	4.11%	8.85%
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	1.67%	8.80%
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	6.65%	8.74%
	Benchmark VIII	N.A.	N.A.
b	Since inception	30.25%	22.13%
	Benchmark VIII	N.A.	N.A.
c	Compound annualised yield (%) IX		
	Last 1 year	6.65%	8.74%
	Last 2 year	7.69%	8.97%
	Last 3 year	8.19%	N.A.
	Since launch of the scheme	7.90%	8.43%
	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)		