



# **HDFC PENSION MANAGEMENT COMPANY LIMITED**

**Un-audited Financial Statements for the half year  
ended March 31, 2021**

---

SCHEME E TIER I

SCHEME E TIER II

SCHEME C TIER I

SCHEME C TIER II

SCHEME G TIER I

SCHEME G TIER II

SCHEME A TIER I

SCHEME TAX SAVER TIER II

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

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



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

**Un-audited Financial Statements for the half year  
ended March 31, 2021**

## ***Contents***

Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts

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

UN-AUDITED BALANCE SHEET AS AT MARCH 31, 2021

(In ₹)

Particulars	Schedule	Scheme E Tier I	
		March 31, 2021	March 31, 2020
<b>Liabilities</b>			
Unit Capital	1	24,50,90,10,931	16,09,97,73,141
Reserves & Surplus	2	46,15,18,29,981	11,24,01,96,933
Current Liabilities and Provisions	3	25,91,88,423	30,02,77,890
<b>Total</b>		<b>70,92,00,29,335</b>	<b>27,64,02,47,964</b>
<b>Assets</b>			
Investments	4	70,81,58,82,603	27,42,60,19,249
Deposits	5	-	-
Other Current Assets	6	10,41,46,732	21,42,28,715
<b>Total</b>		<b>70,92,00,29,335</b>	<b>27,64,02,47,964</b>
(a) Net asset as per Balance Sheet (Schedule 4+5+6 -3)		70,66,08,40,912	27,33,99,70,074
(b) Number of units outstanding		2,45,09,01,093	1,60,99,77,314
(c) NAV per unit (a)/(b) (₹)		28.8305	16.9815
<b>Significant accounting policies and notes to accounts</b>	7		

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

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

Vibha Padalkar  
(Director)Parvez Mulla  
(Director)Sumit Shukla  
(Chief Executive Officer)Fagun Pancholi  
(Chief Financial Officer)Nagesh Pai  
(Company Secretary)

Place : Mumbai

Date : April 22, 2021

**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, 2021

(In ₹)

Particulars	Schedule	Scheme E Tier I	
		March 31, 2021	March 31, 2020
<b>Income</b>			
Dividend		32,70,50,547	17,43,75,436
Profit on sale/redemption of investments		22,37,55,356	7,40,62,906
Unrealised gain on appreciation in investments		13,82,09,73,821	23,97,149
Other income			
- Miscellaneous Income		6,709	610
<b>Total Income (A)</b>		<b>14,37,17,86,433</b>	<b>25,08,36,101</b>
<b>Expenses &amp; Losses</b>			
Unrealised losses in value of investments		-	8,46,38,55,560
Loss on sale/redemption of investments		7,833	14,55,77,749
Management fees (including Goods and Service Tax)		34,64,638	17,78,534
NPS Trust fees		14,68,068	7,53,616
Custodian fees		8,61,939	4,88,657
CRA fees		2,17,12,704	1,32,82,483
Less : Amount recoverable on sale of units on account of CRA Charges		(2,17,12,704)	(1,32,82,483)
Depository and settlement charges		1,34,832	92,390
Stamp Duty on Bond/Mutual Fund		9,27,951	-
<b>Total Expenditure (B)</b>		<b>68,65,261</b>	<b>8,61,25,46,506</b>
<b>Surplus/(Deficit) for the year (A-B = C)</b>		<b>14,36,49,21,172</b>	<b>(8,36,17,10,405)</b>
Less: Amount transferred to Unrealised appreciation account		(13,82,09,73,822)	2,34,14,07,547
Less: Amount transferred to General Reserve		(54,39,47,350)	6,02,03,02,858
<b>Amount carried forward to Balance Sheet</b>		<b>-</b>	<b>-</b>
<b>Significant accounting policies and notes to accounts</b>	7		

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

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

**Vibha Padalkar**  
(Director)

**Parvez Mulla**  
(Director)

**Sumit Shukla**  
(Chief Executive Officer)

**Fagun Pancholi**  
(Chief Financial Officer)

**Nagesh Pai**  
(Company Secretary)

Place : Mumbai

Date : April 22, 2021

**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, 2021	March 31, 2020
<b>Initial capital</b>		
<b>Unit Capital</b>		
Outstanding at the beginning of the period	20,00,85,55,816	11,82,52,49,581
Add :Units issued during the period	5,57,82,51,779	4,76,36,32,745
Less: Units redeemed during the period	(1,07,77,96,664)	(48,91,09,185)
<b>Outstanding at the end of the period</b>	<b>24,50,90,10,931</b>	<b>16,09,97,73,141</b>
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>		
Outstanding units at the beginning of the period	2,00,08,55,582	1,18,25,24,958
Add :Units issued during the period	55,78,25,178	47,63,63,275
Less: Units redeemed during the period	(10,77,79,666)	(4,89,10,919)
<b>Outstanding Units at the end of the period</b>	<b>2,45,09,01,093</b>	<b>1,60,99,77,314</b>

**Schedule 2: Reserves and surplus**

(In ₹)

Particulars	Scheme E Tier I	
	March 31, 2021	March 31, 2020
<b>Unit premium reserve</b>		
Opening balance	20,27,46,89,425	11,36,51,63,749
Add: Premium on Units issued	9,63,17,91,205	5,63,30,01,064
Less: Premium on Units redeemed	(1,86,99,89,348)	(57,93,95,613)
Closing balance	<b>28,03,64,91,282</b>	<b>16,41,87,69,200</b>
<b>General Reserve</b>		
Opening balance	1,18,16,17,258	83,84,79,675
Add/(Less): Transfer from/(to) Revenue Account	54,39,47,350	(6,02,03,02,858)
Closing balance	<b>1,72,55,64,608</b>	<b>(5,18,18,23,183)</b>
<b>Unrealised Appreciation Reserve</b>		
Opening balance	2,56,88,00,269	2,34,46,58,463
Add/(Less): Transfer from/(to) Revenue Account	13,82,09,73,822	(2,34,14,07,547)
Add: Adjustment for Previous years unrealised appreciation reserve	-	-
Closing balance	<b>16,38,97,74,091</b>	<b>32,50,916</b>
<b>Total</b>	<b>46,15,18,29,981</b>	<b>11,24,01,96,933</b>

**Schedule 3: Current liabilities and provisions**

(In ₹)

Particulars	Scheme E Tier I	
	March 31, 2021	March 31, 2020
<b>Current liabilities &amp; Provisions</b>		
Sundry creditors for expenses	27,58,207	15,62,182
Redemption Payable	14,22,64,864	1,82,76,058
TDS Payable	56,587	34,276
Contracts for purchase of investments	11,41,08,765	28,04,05,374
<b>Total</b>	<b>25,91,88,423</b>	<b>30,02,77,890</b>

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

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

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

Particulars	Scheme E Tier I	
	March 31, 2021	March 31, 2020
Equity shares	69,21,67,54,917	26,22,04,02,198
Others - Mutual Fund Units	1,59,91,27,686	1,20,56,17,051
<b>Total</b>	<b>70,81,58,82,603</b>	<b>27,42,60,19,249</b>

**Schedule 5: Deposits****(In ₹)**

Particulars	Scheme E Tier I	
	March 31, 2021	March 31, 2020
Deposits with scheduled banks	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

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

Particulars	Scheme E Tier I	
	March 31, 2021	March 31, 2020
Balances with banks in current account	3,71,812	2,75,46,377
Contracts for sale of investments	7,89,28,445	-
Dividend Receivable	1,63,35,225	-
Brokerage receivable from PFM	31,679	9,84,377
Sundry debtors - Margin Money for Investments	84,79,571	18,56,97,961
<b>Total</b>	<b>10,41,46,732</b>	<b>21,42,28,715</b>

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

## Schedule 7

### Significant accounting policies & notes to accounts for the half year ended March 31, 2021

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

Scheme E - Equity market instruments

Scheme C - Credit risk bearing fixed income instruments

Scheme G - Government securities

Scheme A – Alternate Investment funds

Scheme Tax Saver – Hybrid Investments

## **1.3 Investments**

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

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

Investments are reconciled with the custodian records on daily basis.

### **Valuation of Investments**

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

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

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

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

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

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

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

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

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

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

### **Valuation of Right Shares**

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

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

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

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

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

### **1.4 Income Recognition**

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

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

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

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

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

### **1.5 Units reconciliation**

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

### **1.6 Investment management fees**

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

The Company has 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 01<sup>st</sup> August 2019.

### **1.8 Other Expenses**

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

### **1.9 Unit Premium Reserve**

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

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

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

**2.1 Contingent liabilities**

(In ₹)

Particulars	Scheme E Tier I	
	March 31, 2021	March 31, 2020
Uncalled liability on partly paid shares	NIL	NIL
Other commitments	NIL	NIL

**2.2 Investments**

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

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

Nature of relationship	Name of the related party
<b>Pension fund manager</b>	HDFC Pension Management Company Limited
<b>Sponsor company</b>	HDFC Life Insurance Company Limited
<b>Associates and group companies</b>	
Holding Company	HDFC Limited
Ms. Vibha Padalkar	Key Management Personnel
Mr. Parvez Mulla	Key Management Personnel
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, 2021

(In ₹)

Nature of Transaction	Scheme E Tier I	
	March 31, 2021	March 31, 2020
Investment management fees	34,64,638	17,78,534

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme E Tier I	
	March 31, 2021	March 31, 2020
Investment management fees payable	18,53,389	8,76,619

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

(In ₹)

Name of the Company	Asset type	Scheme E Tier I			
		As at March 31, 2021		As at March 31, 2020	
		Cost	Market Value	Cost	Market Value
HDFC Ltd	Equity	99,44,79,969	1,05,40,73,295	38,12,84,703	30,80,84,315

**Investment with other Group Companies**

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

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

(In ₹)

Name of the Company	Asset type	Scheme E Tier I			
		As at March 31, 2021		As at March 31, 2020	
		Cost	Market Value	Cost	Market Value
HDFC Bank Ltd	Equity	1,55,45,19,111	2,25,75,02,610	1,16,66,46,308	1,01,51,02,725

**2.4 Provision**

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

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

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

(In ₹)

Particulars	Scheme E Tier I	
	March 31, 2021	March 31, 2020
Average Net Asset Value	58,88,40,06,902	30,14,46,37,079
Purchase of Investment	31,92,96,33,322	29,77,29,34,948
% to average Net Assets Value	54.22%	98.77%
Sale of Investment	19,22,34,71,751	20,23,72,86,153
% to average Net Assets Value	32.65%	67.13%

**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, 2021 is as follows :

(In ₹)

Particulars	Scheme E Tier I	
	March 31, 2021	March 31, 2020
Average Net Asset Value	58,88,40,06,902	30,14,46,37,079
Purchase of Investment	13,37,00,06,644	9,89,92,31,947
% to average Net Assets Value	22.71%	32.84%
Sale of Investment	98,05,15,752	44,94,30,386
% to average Net Assets Value	1.67%	1.49%

\*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, 2021		As at March 31, 2020	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Monetary intermediation of commercial / saving / postal banks	17,21,22,28,954	24.36%	6,72,71,43,451	24.61%
Computer consultancy and computer facilities management activities	10,56,92,46,663	14.96%	3,42,21,72,430	12.52%
Production of liquid and gaseous fuels, illuminating oils & lubricating oils	6,92,89,80,653	9.81%	2,57,19,53,207	9.41%
Manufacture Of Allopathic Pharmaceutical Preparations	3,72,63,60,600	5.27%	1,31,91,46,930	4.82%
Others	30,77,99,38,049	43.56%	12,17,99,86,180	44.55%
Mutual Funds	1,59,91,27,686	2.26%	1,20,56,17,051	4.41%
Net Current Assets	-15,50,41,691	-0.22%	-8,60,49,175	-0.31%
<b>Net Asset Value</b>	<b>70,66,08,40,912</b>	<b>100.00%</b>	<b>27,33,99,70,074</b>	<b>100.00%</b>

Note :

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

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

(In ₹)

Security Name	Asset Type	Ageing	Scheme E Tier I	
			March 31, 2021	March 31, 2020
			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, 2021

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
<b>Equity Instruments</b>			
<b>Shares</b>			
1.Reliance Industries Ltd.	5,73,35,73,285	8.11%	N.A.
2.ICICI Bank Ltd	5,40,91,93,355	7.66%	N.A.
3.Infosys Ltd	5,27,60,21,630	7.47%	N.A.
4.Kotak Mahindra Bank Ltd	3,57,65,58,250	5.06%	N.A.
5.Tata Consultancy Services Ltd	3,33,21,34,618	4.72%	N.A.
6.Axis Bank Ltd	2,66,72,02,936	3.77%	N.A.
7.Hindustan Unilever Ltd	2,36,44,00,326	3.35%	N.A.
8.Larsen & Toubro Ltd	2,32,73,50,725	3.29%	N.A.
9.HDFC Bank Ltd	2,25,75,02,610	3.19%	N.A.
10.Bharati Airtel Ltd.	2,10,30,31,420	2.98%	N.A.
11.State Bank of India	1,99,37,77,470	2.82%	N.A.
12.ITC Ltd	1,73,27,59,625	2.45%	N.A.
13.Bajaj Finance Ltd.	1,64,66,07,889	2.33%	N.A.
14.UltraTech Cement Ltd	1,48,74,02,463	2.10%	N.A.
15.Mahindra & Mahindra Ltd	1,29,89,61,350	1.84%	N.A.
16.HCL Technologies Ltd	1,18,43,38,913	1.68%	N.A.
17.Maruti Suzuki India Ltd	1,12,66,23,600	1.59%	N.A.
18.Housing Development Finance Corporation Ltd	1,05,40,73,295	1.49%	N.A.
19.IndusInd Bank Ltd	1,04,83,20,158	1.48%	N.A.
20.Dr Reddys Laboratories Ltd	92,12,64,000	1.30%	N.A.
21.Nestle India Limited	84,02,36,540	1.19%	N.A.
22.Divis Laboratories Ltd	81,69,41,400	1.16%	N.A.
23.Tech Mahindra Ltd.	77,67,51,503	1.10%	N.A.
24.Petronet LNG Ltd	70,06,72,118	0.99%	N.A.
25.Cipla Ltd	67,95,48,870	0.96%	N.A.
26.Tata Steel Ltd	65,71,51,983	0.93%	N.A.
27.SBI Life Insurance Company Limited	65,27,53,893	0.92%	N.A.
28.Shree Cement Ltd	65,11,85,340	0.92%	N.A.
29.Hindalco Industries Ltd	64,35,88,895	0.91%	N.A.
30.Bajaj Finserv Ltd	59,84,86,340	0.85%	N.A.
31.Asian Paints (India) Ltd	59,19,75,420	0.84%	N.A.
32.ICICI Prudential Life Insurance Company Limited	59,16,45,400	0.84%	N.A.
33.Pidlite Industries Limited	58,24,45,860	0.82%	N.A.
34.Lupin Ltd	58,09,42,185	0.82%	N.A.
35.LIC Housing Finance Ltd	54,94,23,420	0.78%	N.A.
36.Hero Motocorp Ltd	51,00,25,680	0.72%	N.A.
37.Bharat Petroleum Corporation Ltd	48,89,75,670	0.69%	N.A.
38.Hindustan Petroleum Corporation Ltd	46,85,77,900	0.66%	N.A.
39.National Thermal Power Corporation Ltd	43,40,20,770	0.61%	N.A.
40.ICICI Lombard General Insurance Company Limited	43,07,48,260	0.61%	N.A.
41.Ambuja Cements Ltd	41,19,44,130	0.58%	N.A.
42.Britannia Industries Ltd	39,71,24,228	0.56%	N.A.
43.Power Grid Corporation of India Ltd	39,28,92,735	0.56%	N.A.
44.Gland Pharma Limited	35,03,37,445	0.50%	N.A.
45.United Spirits Ltd	30,97,47,863	0.44%	N.A.
46.Gas Authority of India Ltd	30,49,76,625	0.43%	N.A.
47.Titan Company Limited	30,02,36,235	0.42%	N.A.
48.Indraprastha Gas Ltd	28,97,08,308	0.41%	N.A.
49.Wipro Ltd	28,90,14,578	0.41%	N.A.
50.Siemens Ltd	28,12,10,000	0.40%	N.A.
51.Oil & Natural Gas Corporation Ltd	26,68,87,305	0.38%	N.A.
52.Exide Industries Ltd	26,37,41,400	0.37%	N.A.
53.Havells India Ltd	24,76,84,320	0.35%	N.A.
54.Cholamandalam Investment & Finance Company Ltd	24,72,41,060	0.35%	N.A.
55.Vedanta Ltd	23,71,10,813	0.34%	N.A.
56.TVS Motor Company Ltd.	23,53,65,615	0.33%	N.A.
57.Eicher Motors Ltd	23,43,55,500	0.33%	N.A.
58.Dabur India Ltd	23,24,69,050	0.33%	N.A.
59.Adani Ports And Special Economic Zone Ltd	21,66,20,160	0.31%	N.A.
60.Mahindra & Mahindra Financial Services Ltd	21,14,24,165	0.30%	N.A.
61.MRF Ltd	20,97,61,598	0.30%	N.A.
62.Sun Pharmaceuticals Industries Ltd	19,04,29,190	0.27%	N.A.
63.Voltas Ltd	18,98,19,428	0.27%	N.A.
64.Cadila Healthcare Ltd.	18,68,97,510	0.26%	N.A.
65.Tata Motors Ltd	17,63,11,560	0.25%	N.A.
66.Cummins India Ltd	16,89,85,688	0.24%	N.A.
67.Shriram Transport Finance Co. Ltd	15,62,39,655	0.22%	N.A.
68.Bajaj Auto Ltd	15,19,62,840	0.22%	N.A.

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2021

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
69.Reliance Industries Limited - Partly Paid up Equity Shares	14,50,25,595	0.21%	N.A.
70.Indus Towers Ltd	11,67,30,250	0.17%	N.A.
71.Coal India Ltd	11,51,51,190	0.16%	N.A.
72.Ashok Leyland Ltd	11,42,00,635	0.16%	N.A.
73.Grasim Industries Ltd	10,91,53,885	0.15%	N.A.
74.Federal Bank Ltd	10,75,07,140	0.15%	N.A.
75.The Ramco Cements Limited	9,37,38,424	0.13%	N.A.
76.Indian Oil Corporation Ltd	9,28,28,202	0.13%	N.A.
77.Punjab National Bank	8,39,98,134	0.12%	N.A.
78.Godrej Consumer Products Ltd	7,43,14,853	0.11%	N.A.
79.RBL Bank Ltd	4,62,61,234	0.07%	N.A.
80.Bharat Electronics Ltd.	3,98,69,370	0.06%	N.A.
81.Bosch Ltd.	3,94,47,520	0.06%	N.A.
82.Zee Entertainment Enterprises Ltd	3,72,26,240	0.05%	N.A.
83.Bank of Baroda	2,19,07,664	0.03%	N.A.
84.Computer Age Management Services Ltd.	1,97,04,780	0.03%	N.A.
85.L&T Finance Holdings Limited	1,68,19,950	0.02%	N.A.
86.Colgate Palmolive (India) Ltd	51,75,482	0.01%	N.A.
<b>Equity Instruments Total</b>	<b>69,21,67,54,917</b>	<b>97.96%</b>	
<b>Money Market Instruments</b>			
<b>Liquid Mutual Funds</b>			
ICICI Prudential Liquid - Direct Plan - Growth	1,59,91,27,686	2.26%	AAA
<b>Money Market Instruments Total</b>	<b>1,59,91,27,686</b>	<b>2.26%</b>	
Cash/Cash Equivalent & Net Current Assets	(15,50,41,691)	-0.22%	
<b>Grand Total</b>	<b>70,66,08,40,912</b>	<b>100.00%</b>	
Average Maturity of Portfolio (in yrs)	N.A.		
Modified Duration (in yrs)	N.A.		
Yield to Maturity (%) (annualised) (at market price)	N.A.		
<b>Credit Rating Exposure</b>			
Central Government Securities	-	-	
State Development Loans	-	-	
AAA / equivalent	-	-	
A1+ / equivalent (Certificate of Deposits / Commercial Papers)	-	-	
AA+ / equivalent	-	-	
AA / equivalent	-	-	
AA- / equivalent	-	-	
A+ / equivalent	-	-	
A / equivalent	-	-	
A- / equivalent	-	-	
BBB+ / equivalent	-	-	
BBB / equivalent	-	-	
BBB- / equivalent	-	-	
Lower (Below Investment Grade)	-	-	
(out of above Net NPA)	-	-	
<b>TOTAL</b>	<b>-</b>	<b>-</b>	
Bank FD	-	-	
Equity	69,21,67,54,917	97.96%	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	1,59,91,27,686	2.26%	
Cash / cash equivalent net current assets	(15,50,41,691)	-0.22%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
<b>Grand Total</b>	<b>70,66,08,40,912</b>	<b>100.00%</b>	
Units Outstanding	2,45,09,01,093		
NAV	28.8305		
<b>Notes:</b>			
a. Total NPAs provided for and its percentage to NAV		-	
b. Total value and percentage of illiquid equity shares		-	
c. NAV at September 30,2020		22.0074	
d. NAV at March 31,2021		28.8305	
e. Total outstanding exposure in derivative instruments at March 31,2021		-	
f. Total 'Infrastructure investments' March 31,2021		-	

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

**3.1 KEY STATISTICS FOR THE HALF YEAR ENDED MARCH 31, 2021 (UN-AUDITED)**

Sr No	Particulars	Scheme E Tier I	
		March 31, 2021	March 31, 2020
1	NAV per unit (₹) I		
	Open	22.0074	22.3027
	High	30.0569	23.8673
	Low	22.3157	15.1222
	End	28.8305	16.9815
2	Closing Assets Under Management (₹ in Lakhs)		
	End	7,06,608.41	2,73,399.70
	Average daily net assets (AAuM) II	5,88,840.07	3,01,446.37
3	Gross income as % of AAuM III	24.41%	0.83%
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	24.40%	-27.74%
6	Portfolio turnover ratio VII	1.67%	1.49%
7	Returns (%)* Compounded Annualised Yield		
	Last 1 Year	69.78%	-23.45%
	Last 3 Years	13.77%	-1.11%
	Last 5 Years	15.08%	1.93%
	Last 10 Years	NA	NA
	Since Launch of the scheme (01/08/2013)	14.81%	8.26%
	* Declared NAV; Returns calculated based on declared NAV		
I	NAV = (Market value of investment held by scheme + value of current assets - value of current liability and provisions, if any) / (no. of units at the valuation date (before creation/ redemption of units))		
II	AAuM = Average daily net assets		
III	Gross income = Total Income as per Revenue Account		
IV	Total expenses = Expenses include management fees, custody fees, trustee 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, 2021**

## ***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, 2021

(In ₹)

Particulars	Schedule	Scheme E Tier II	
		March 31, 2021	March 31, 2020
<b>Liabilities</b>			
Unit Capital	1	1,24,30,56,846	75,30,15,840
Reserves & Surplus	2	1,85,24,86,241	35,27,41,703
Current Liabilities and Provisions	3	2,01,03,741	1,77,93,222
<b>Total</b>		<b>3,11,56,46,828</b>	<b>1,12,35,50,765</b>
<b>Assets</b>			
Investments	4	3,11,13,79,828	1,11,58,19,853
Deposits	5	-	-
Other Current Assets	6	42,67,000	77,30,912
<b>Total</b>		<b>3,11,56,46,828</b>	<b>1,12,35,50,765</b>
(a) Net asset as per Balance Sheet (Schedule 4+5+6-3)		3,09,55,43,087	1,10,57,57,543
(b) Number of units outstanding		12,43,05,684	7,53,01,584
(c) NAV per unit (a)/(b) (₹)		24.9026	14.6843
<b>Significant accounting policies and notes to accounts</b>	7		

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

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

Vibha Padalkar  
(Director)Parvez Mulla  
(Director)Sumit Shukla  
(Chief Executive Officer)Fagun Pancholi  
(Chief Financial Officer)Nagesh Pai  
(Company Secretary)

Place : Mumbai

Date : April 22, 2021

**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, 2021

(In ₹)

Particulars	Schedule	Scheme E Tier II	
		March 31, 2021	March 31, 2020
<b>Income</b>			
Dividend		1,38,31,866	69,66,067
Profit on sale/redemption of investments		84,05,954	31,17,441
Unrealised gain on appreciation in investments		57,69,82,279	1,04,689
Other income			
- Miscellaneous Income		550	31
<b>Total Income (A)</b>		<b>59,92,20,649</b>	<b>1,01,88,228</b>
<b>Expenses &amp; Losses</b>			
Unrealised losses in value of investments		-	34,31,34,424
Loss on sale/redemption of investments		-	56,73,963
Management fees (including Goods and Service Tax)		1,47,712	70,271
NPS Trust fees		62,590	29,776
Custodian fees		37,358	19,675
CRA fees		3,29,887	1,19,092
Less : Amount recoverable on sale of units on account of CRA Charges		(3,29,887)	(1,19,092)
Depository and settlement charges		5,985	3,978
Stamp Duty on Bond/Mutual Fund		77,642	-
<b>Total Expenditure (B)</b>		<b>3,31,287</b>	<b>34,89,32,087</b>
<b>Surplus/(Deficit) for the year (A-B = C)</b>		<b>59,88,89,362</b>	<b>(33,87,43,859)</b>
Less: Amount transferred to Unrealised appreciation account		(57,69,82,279)	7,42,40,566
Less: Amount transferred to General Reserve		(2,19,07,083)	26,45,03,293
<b>Amount carried forward to Balance Sheet</b>		<b>-</b>	<b>-</b>
<b>Significant accounting policies and notes to accounts</b>	7		

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

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

**Vibha Padalkar**  
(Director)

**Parvez Mulla**  
(Director)

**Sumit Shukla**  
(Chief Executive Officer)

**Fagun Pancholi**  
(Chief Financial Officer)

**Nagesh Pai**  
(Company Secretary)

Place : Mumbai

Date : April 22, 2021

**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, 2021	March 31, 2020
<b>Initial capital</b>		
<u>Unit capital</u>		
Outstanding units at the beginning of the period	95,29,84,749	52,44,44,350
Add :Units issued during the period	57,07,13,520	38,24,03,135
Less: Units redeemed during the period	(28,06,41,423)	(15,38,31,645)
<b>Outstanding at the end of the period</b>	<b>1,24,30,56,846</b>	<b>75,30,15,840</b>
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>		
Outstanding units at the beginning of the period	9,52,98,475	5,24,44,435
Add :Units issued during the period	5,70,71,352	3,82,40,314
Less: Units redeemed during the period	(2,80,64,142)	(1,53,83,165)
<b>Outstanding Units at the end of the period</b>	<b>12,43,05,684</b>	<b>7,53,01,584</b>

**Schedule 2: Reserves and surplus**

(In ₹)

Particulars	Scheme E Tier II	
	March 31, 2021	March 31, 2020
<b>Unit premium reserve</b>		
Opening balance	73,96,89,384	38,62,07,392
Add: Premium on Units issued	76,82,63,594	33,97,81,978
Less: Premium on Units redeemed	(37,44,79,705)	(13,52,82,977)
Closing balance	<b>1,13,34,73,273</b>	<b>59,07,06,393</b>
<b>General Reserve</b>		
Opening balance	4,00,75,832	2,64,33,914
Add/(Less): Transfer from/(to) Revenue Account	2,19,07,083	(26,45,03,293)
Closing balance	<b>6,19,82,915</b>	<b>(23,80,69,379)</b>
<b>Unrealised Appreciation Reserve</b>		
Opening balance	8,00,47,774	7,43,45,255
Add/(Less): Transfer from/(to) Revenue Account	57,69,82,279	(7,42,40,566)
Closing balance	<b>65,70,30,053</b>	<b>1,04,689</b>
<b>Total</b>	<b>1,85,24,86,241</b>	<b>35,27,41,703</b>

**Schedule 3: Current liabilities and provisions**

(In ₹)

Particulars	Scheme E Tier II	
	March 31, 2021	March 31, 2020
<b>Current liabilities &amp; Provision</b>		
Sundry creditors for expenses	1,20,139	62,731
Redemption Payable	1,86,43,974	76,13,905
TDS Payable	2,502	1,402
Contracts for purchase of investments	13,37,126	1,01,15,184
<b>Total</b>	<b>2,01,03,741</b>	<b>1,77,93,222</b>

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

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

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

Particulars	Scheme E Tier II	
	March 31, 2021	March 31, 2020
Equity shares	3,03,60,58,810	1,06,81,31,390
Others - Mutual Fund Units	7,53,21,018	4,76,88,463
<b>Total</b>	<b>3,11,13,79,828</b>	<b>1,11,58,19,853</b>

**Schedule 5: Deposits****(In ₹)**

Particulars	Scheme E Tier II	
	March 31, 2021	March 31, 2020
Deposits with scheduled banks	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

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

Particulars	Scheme E Tier II	
	March 31, 2021	March 31, 2020
Balances with banks in current account	20,878	11,54,880
Contracts for sale of investments	35,33,802	-
Sundry debtors	-	65,35,202
Brokerage receivable from PFM	401	40,830
Dividend receivable	7,11,919	-
<b>Total</b>	<b>42,67,000</b>	<b>77,30,912</b>

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

## Schedule 7

### Significant accounting policies & notes to accounts for the half year ended March 31, 2021

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

Scheme E - Equity market instruments

Scheme C - Credit risk bearing fixed income instruments

Scheme G - Government securities

Scheme A – Alternate Investment funds

Scheme Tax Saver – Hybrid Investments

## **1.3 Investments**

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

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

Investments are reconciled with the custodian records on daily basis.

## **Valuation of Investments**

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

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

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

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

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

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

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

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

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

Equity instruments are generally valued on the basis of capitalization of earnings solely or in combination with the net asset value, using for the purposes of capitalization, the price or 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 01<sup>st</sup> August 2019.

### **1.8 Other Expenses**

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

### **1.9 Unit Premium Reserve**

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

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

Notes to accounts (Un-audited)

**2.1 Contingent liabilities**

(In ₹)

Particulars	Scheme E Tier II	
	March 31, 2021	March 31, 2020
Uncalled liability on partly paid shares	NIL	NIL
Other commitments	NIL	NIL

**2.2 Investments**

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

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

Nature of relationship	Name of the related party
<b>Pension fund manager</b>	HDFC Pension Management Company Limited
<b>Sponsor company</b>	HDFC Life Insurance Company Limited
<b>Associates and group companies</b>	
Holding Company	HDFC Limited
Ms. Vibha Padalkar	Key Management Personnel
Mr. Parvez Mulla	Key Management Personnel
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, 2021

(In ₹)

Nature of Transaction	Scheme E Tier II	
	March 31, 2021	March 31, 2020
Investment management fees	1,47,712	70,271

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme E Tier II	
	March 31, 2021	March 31, 2020
Investment management fees payable	80,566	35,100

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

(In ₹)

Name of the Company	Asset type	Scheme E Tier II			
		March 31, 2021		March 31, 2020	
		Cost	Market Value	Cost	Market Value
HDFC Ltd	Equity	4,38,22,299	4,62,14,850	1,54,87,669	1,24,11,560

**Investment with other Group Companies**

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

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

(In ₹)

Name of the Company	Asset type	Scheme E Tier II			
		March 31, 2021		March 31, 2020	
		Cost	Market Value	Cost	Market Value
HDFC Bank Ltd	Equity	6,98,89,827	9,90,28,995	4,85,40,942	4,11,55,725

**2.4 Provision**

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

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

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

(In ₹)

Particulars	Scheme E Tier II	
	March 31, 2021	March 31, 2020
Average Net Asset Value	2,51,04,83,554	1,19,10,18,155
Purchase of Investment	2,28,29,71,369	2,03,11,61,473
% to average Net Assets Value	90.94%	170.54%
Sale of Investment	1,58,10,22,081	1,58,43,69,717
% to average Net Assets Value	62.98%	133.03%

**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, 2021 is as follows :

(In ₹)

Particulars	Scheme E Tier II	
	March 31, 2021	March 31, 2020
Average Net Asset Value	2,51,04,83,554	1,19,10,18,155
Purchase of Investment	73,00,83,356	45,97,59,472
% to average Net Assets Value	29.08%	38.60%
Sale of Investment	3,78,89,081	1,86,27,390
% to average Net Assets Value	1.51%	1.56%

\*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, 2021		As at March 31, 2020	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Monetary intermediation of commercial / saving / postal banks	75,52,89,840	24.40%	27,35,66,097	24.74%
Computer consultancy and computer facilities management activities	46,34,16,785	14.97%	13,91,21,915	12.58%
Production of liquid and gaseous fuels, illuminating oils & lubricating oils	30,43,05,680	9.83%	10,47,08,138	9.47%
Manufacture Of Allopathic Pharmaceutical Preparations	16,26,64,638	5.25%	5,33,66,905	4.83%
Others	1,35,03,81,867	43.62%	49,73,68,336	44.98%
Mutual Funds	7,53,21,018	2.43%	4,76,88,463	4.31%
Net Current Assets	(1,58,36,741)	-0.51%	(1,00,62,310)	-0.91%
<b>Net Asset Value</b>	<b>3,09,55,43,087</b>	<b>100.00%</b>	<b>1,10,57,57,544</b>	<b>100.00%</b>

Note :

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

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

(In ₹)

Security Name	Asset Type	Ageing	Scheme E Tier II	
			March 31, 2021	March 31, 2020
			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, 2021**

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
<b>Equity Instruments</b>			
<b>Shares</b>			
1. Reliance Industries Ltd.	25,24,90,755	8.16%	N.A.
2. ICICI Bank Ltd	23,73,51,275	7.67%	N.A.
3. Infosys Ltd	23,14,05,658	7.48%	N.A.
4. Kotak Mahindra Bank Ltd	15,68,05,850	5.07%	N.A.
5. Tata Consultancy Services Ltd	14,60,22,208	4.72%	N.A.
6. Axis Bank Ltd	11,74,40,118	3.79%	N.A.
7. Hindustan Unilever Ltd	10,42,84,604	3.37%	N.A.
8. Larsen & Toubro Ltd	10,25,15,525	3.31%	N.A.
9. HDFC Bank Ltd	9,90,28,995	3.20%	N.A.
10. Bharati Airtel Ltd.	9,25,44,970	2.99%	N.A.
11. State Bank of India	8,77,23,440	2.83%	N.A.
12. ITC Ltd	7,62,45,575	2.46%	N.A.
13. Bajaj Finance Ltd.	7,24,73,839	2.34%	N.A.
14. UltraTech Cement Ltd	6,53,58,115	2.11%	N.A.
15. Mahindra & Mahindra Ltd	5,72,18,238	1.85%	N.A.
16. HCL Technologies Ltd	5,19,82,185	1.68%	N.A.
17. Maruti Suzuki India Ltd	4,94,89,128	1.60%	N.A.
18. Housing Development Finance Corporation Ltd	4,62,14,850	1.49%	N.A.
19. IndusInd Bank Ltd	4,61,95,380	1.49%	N.A.
20. Dr Reddys Laboratories Ltd	4,06,44,000	1.31%	N.A.
21. Nestle India Limited	3,69,05,180	1.19%	N.A.
22. Divis Laboratories Ltd	3,60,46,860	1.16%	N.A.
23. Tech Mahindra Ltd.	3,40,06,735	1.10%	N.A.
24. Petronet LNG Ltd	3,06,87,190	0.99%	N.A.
25. Cipla Ltd	2,99,14,170	0.97%	N.A.
26. Shree Cement Ltd	2,94,65,400	0.95%	N.A.
27. SBI Life Insurance Company Limited	2,86,71,668	0.93%	N.A.
28. Tata Steel Ltd	2,86,58,305	0.93%	N.A.
29. Hindalco Industries Ltd	2,83,77,117	0.92%	N.A.
30. Bajaj Finserv Ltd	2,61,05,220	0.84%	N.A.
31. ICICI Prudential Life Insurance Company Limited	2,60,45,320	0.84%	N.A.
32. Asian Paints (India) Ltd	2,58,81,480	0.84%	N.A.
33. Lupin Ltd	2,58,68,408	0.84%	N.A.
34. Pidilite Industries Limited	2,56,93,480	0.83%	N.A.
35. LIC Housing Finance Ltd	2,43,43,170	0.79%	N.A.
36. Hero Motocorp Ltd	2,25,80,400	0.73%	N.A.
37. Bharat Petroleum Corporation Ltd	2,14,18,898	0.69%	N.A.
38. Hindustan Petroleum Corporation Ltd	2,05,18,750	0.66%	N.A.
39. National Thermal Power Corporation Ltd	1,91,41,708	0.62%	N.A.
40. ICICI Lombard General Insurance Company Limited	1,89,18,240	0.61%	N.A.
41. Ambuja Cements Ltd	1,80,52,283	0.58%	N.A.
42. Britannia Industries Ltd	1,74,00,240	0.56%	N.A.
43. Power Grid Corporation of India Ltd	1,72,41,218	0.56%	N.A.
44. Gland Pharma Limited	1,40,09,830	0.45%	N.A.
45. United Spirits Ltd	1,36,30,575	0.44%	N.A.
46. Gas Authority of India Ltd	1,33,87,400	0.43%	N.A.
47. Titan Company Limited	1,30,87,620	0.42%	N.A.
48. Indraprastha Gas Ltd	1,27,31,898	0.41%	N.A.
49. Wipro Ltd	1,26,93,698	0.41%	N.A.
50. Siemens Ltd	1,23,38,204	0.40%	N.A.
51. Oil & Natural Gas Corporation Ltd	1,14,96,983	0.37%	N.A.
52. Exide Industries Ltd	1,12,82,220	0.36%	N.A.
53. Havells India Ltd	1,05,91,183	0.34%	N.A.
54. Cholamandalam Investment & Finance Company Ltd	1,05,89,260	0.34%	N.A.
55. Vedanta Ltd	1,04,08,125	0.34%	N.A.
56. TVS Motor Company Ltd.	1,02,67,628	0.33%	N.A.
57. Eicher Motors Ltd	1,01,55,405	0.33%	N.A.
58. Dabur India Ltd	99,99,250	0.32%	N.A.
59. Adani Ports And Special Economic Zone Ltd	94,47,280	0.31%	N.A.
60. Mahindra & Mahindra Financial Services Ltd	92,71,070	0.30%	N.A.
61. Voltas Ltd	82,66,088	0.27%	N.A.
62. MRF Ltd	82,25,945	0.27%	N.A.
63. Cadila Healthcare Ltd.	82,00,740	0.26%	N.A.
64. Sun Pharmaceuticals Industries Ltd	79,80,630	0.26%	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, 2021**

(In ₹)

<b>Name of the instrument</b>	<b>Market value</b>	<b>% of Portfolio</b>	<b>Rating (if any)</b>
65. Tata Motors Ltd	77,71,350	0.25%	N.A.
66. Cummins India Ltd	74,49,165	0.24%	N.A.
67. Shriram Transport Finance Co. Ltd	68,27,040	0.22%	N.A.
68. Bajaj Auto Ltd	66,07,080	0.21%	N.A.
69. Indus Towers Ltd	59,78,000	0.19%	N.A.
70. Reliance Industries Limited - Partly Paid up Equity Shares	59,32,320	0.19%	N.A.
71. Coal India Ltd	47,31,705	0.15%	N.A.
72. Federal Bank Ltd	47,29,920	0.15%	N.A.
73. Ashok Leyland Ltd	46,47,825	0.15%	N.A.
74. Grasim Industries Ltd	44,96,704	0.15%	N.A.
75. The Ramco Cements Limited	41,60,582	0.13%	N.A.
76. Indian Oil Corporation Ltd	39,44,958	0.13%	N.A.
77. Punjab National Bank	33,99,287	0.11%	N.A.
78. Godrej Consumer Products Ltd	32,46,942	0.10%	N.A.
79. RBL Bank Ltd	18,22,702	0.06%	N.A.
80. Bharat Electronics Ltd.	15,82,514	0.05%	N.A.
81. Zee Entertainment Enterprises Ltd	14,42,720	0.05%	N.A.
82. Bosch Ltd.	14,08,840	0.05%	N.A.
83. Bank of Baroda	7,92,870	0.03%	N.A.
84. Computer Age Management Services Ltd.	7,88,412	0.03%	N.A.
85. L&T Finance Holdings Limited	6,42,387	0.02%	N.A.
86. Colgate Palmolive (India) Ltd	2,18,307	0.01%	N.A.
<b>Equity Instruments Total</b>	<b>3,03,60,58,810</b>	<b>98.08%</b>	
<b>Money Market Instruments</b>			
Liquid Mutual Funds			
1. ICICI Prudential Liquid - Direct Plan - Growth	7,53,21,018	2.43%	AAA
<b>Money Market Instruments Total</b>	<b>7,53,21,018</b>	<b>2.43%</b>	
Cash/Cash Equivalent & Net Current Assets	(1,58,36,741)	-0.51%	
<b>Grand Total</b>	<b>3,09,55,43,087</b>	<b>100.00%</b>	
Average Maturity of Portfolio (in yrs)	N.A.		
Modified Duration (in yrs)	N.A.		
Yield to Maturity (%) (annualised) (at market price)	N.A.		
<b>Credit Rating Exposure</b>			
Central Government Securities	-	-	
State Development Loans	-	-	
AAA / equivalent	-	-	
A1+ / equivalent (Certificate of Deposits / Commercial Papers)	-	-	
AA+ / equivalent	-	-	
AA / equivalent	-	-	
AA- / equivalent	-	-	
A+ / equivalent	-	-	
A / equivalent	-	-	
A- / equivalent	-	-	
BBB+ / equivalent	-	-	
BBB / equivalent	-	-	
BBB- / equivalent	-	-	
Lower (Below Investment Grade)	-	-	
(out of above Net NPA)	-	-	
<b>TOTAL</b>	-	-	
Bank FD	-	-	
Equity	3,03,60,58,810	98.08%	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	7,53,21,018	2.43%	
Cash / cash equivalent net current assets	(1,58,36,741)	-0.51%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
<b>Grand Total</b>	<b>3,09,55,43,087</b>	<b>100.00%</b>	

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

**3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2021**

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Units Outstanding NAV*	12,43,05,684 24.9026		
<b>Notes:</b> a. Total NPAs provided for and its percentage to NAV b. Total value and percentage of illiquid equity shares c. NAV at September 30,2020 d. NAV at March 31,2021 e. Total outstanding exposure in derivative instruments at March 31,2021 f. Total 'Infrastructure investments' March 31,2021		- - 19.0223 24.9026 - -	

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

**3.1 KEY STATISTICS FOR THE HALF YEAR ENDED MARCH 31, 2021 (UN-AUDITED)**

Sr No	Particulars	Scheme E Tier II	
		March 31, 2021	March 31, 2020
1	NAV per unit (₹) I		
	Open	19.0223	19.2857
	High	25.9666	20.6491
	Low	19.2884	13.0646
	End	24.9026	14.6843
2	Closing Assets Under Management (₹ in Lakhs)		
	End	30,955.43	11,057.58
	Average daily net assets (AAuM) II	25,104.84	11,910.18
3	Gross income as % of AAuM III	23.87%	0.86%
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	23.86%	-28.44%
6	Portfolio turnover ratio VII	1.51%	1.56%
7	Returns (%) * Compounded Annualised Yield		
	Last 1 Year	69.59%	-23.45%
	Last 3 Years	13.68%	-1.11%
	Last 5 Years	15.15%	1.93%
	Last 10 Years	NA	NA
	Since Launch of the scheme (01/08/2013)	12.63%	8.26%
	* Declared NAV; Returns calculated based on declared NAV		
I	NAV = (Market value of investment held by scheme + value of current assets - value of current liability and provisions, if any) / (no. of units at the valuation date (before creation/ redemption of units))		
II	AAuM = Average daily net assets		
III	Gross income = Total Income as per Revenue Account		
IV	Total expenses = Expenses include management fees, custody fees, trustee 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) <sup>n</sup> -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, 2021**

## ***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, 2021

(In ₹)

Particulars	Schedule	Scheme C Tier I	
		March 31, 2021	March 31, 2020
<b>Liabilities</b>			
Unit Capital	1	15,24,52,64,903	10,45,54,02,248
Reserves & Surplus	2	17,46,83,13,937	9,79,60,61,957
Current Liabilities and Provisions	3	66,78,81,343	19,41,89,416
<b>Total</b>		<b>33,38,14,60,183</b>	<b>20,44,56,53,621</b>
<b>Assets</b>			
Investments	4	31,66,22,89,282	19,58,23,40,300
Deposits	5	-	-
Other Current Assets	6	1,71,91,70,901	86,33,13,321
<b>Total</b>		<b>33,38,14,60,183</b>	<b>20,44,56,53,621</b>
(a) Net asset as per Balance Sheet (Schedule 4+5+6 -3)		32,71,35,78,840	20,25,14,64,205
(b) Number of units outstanding		1,52,45,26,490	1,04,55,40,225
(c) NAV per unit (a)/(b) (₹)		21.4581	19.3693
<b>Significant accounting policies and notes to accounts</b>	7		

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

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

Vibha Padalkar  
(Director)Parvez Mulla  
(Director)Sumit Shukla  
(Chief Executive Officer)Fagun Pancholi  
(Chief Financial Officer)Nagesh Pai  
(Company Secretary)

Place : Mumbai

Date : April 22, 2021

**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, 2021

(In ₹)

Particulars	Schedule	Scheme C Tier I	
		March 31, 2021	March 31, 2020
<b>Income</b>			
Interest		97,18,98,198	67,96,07,666
Profit on sale/redemption of investments		25,19,38,096	11,89,72,753
Profit on inter-scheme transfer/sale of investments		24,42,448	-
Unrealised gain on appreciation in investments		57,62,42,843	10,82,67,773
Other income			
- Miscellaneous Income		49,888	-
<b>Total Income (A)</b>		<b>1,80,25,71,473</b>	<b>90,68,48,192</b>
<b>Expenses &amp; Losses</b>			
Unrealised losses in value of investments		68,60,12,567	-
Loss on sale/redemption of investments		4,58,89,041	56,35,248
Management fees (including Goods and Service Tax)		16,57,155	10,25,843
NPS Trust fees		7,02,184	4,34,679
Custodian fees		4,74,665	3,03,105
CRA fees		91,89,294	67,15,884
Less : Amount recoverable on sale of units on account of CRA Charges		(91,89,294)	(67,15,884)
Provision for Non-Performing Assets *		-	1,42,25,000
Depository and settlement charges		93,906	67,743
Stamp Duty on Bond/Mutual Fund		46,18,864	-
Other Expenses		-	4
<b>Total Expenditure (B)</b>		<b>73,94,48,382</b>	<b>2,16,91,622</b>
<b>Surplus/(Deficit) for the year (A-B = C)</b>		<b>1,06,31,23,091</b>	<b>88,51,56,570</b>
Less: Amount transferred to Unrealised appreciation account		10,97,69,724	(10,82,67,773)
Less: Amount transferred to General Reserve		(1,17,28,92,815)	(77,68,88,797)
<b>Amount carried forward to Balance Sheet</b>		<b>-</b>	<b>-</b>
<b>Significant accounting policies and notes to accounts</b>	7		

\* Rs.1,25,00,000 (25% valuation discount) provided on 7.80% IL&FS Ltd. NCD Mat 30-Nov-2020 has been classified as provision for NPA towards principal during the half year ended March 2020, Further Rs.17,25,000 has been provided as provision for NPA on all other IL&FS Ltd. NCD's/Bonds during half year ended March 2020.( Refer note 2.4 in notes to account )

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 22, 2021

**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, 2021	March 31, 2020
<b>Initial capital</b>		
<u>Unit capital</u>		
Outstanding at the beginning of the period	11,92,97,70,472	8,22,57,43,233
Add :Units issued during the period	3,73,12,52,282	2,64,46,52,377
Less: Units redeemed during the period	(41,57,57,851)	(41,49,93,362)
<b>Outstanding at the end of the period</b>	<b>15,24,52,64,903</b>	<b>10,45,54,02,248</b>
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>		
Outstanding units at the beginning of the period	1,19,29,77,047	82,25,74,323
Add :Units issued during the period	37,31,25,228	26,44,65,238
Less: Units redeemed during the period	(4,15,75,785)	(4,14,99,336)
<b>Outstanding Units at the end of the period</b>	<b>1,52,45,26,490</b>	<b>1,04,55,40,225</b>

**Schedule 2: Reserves and surplus**

(In ₹)

Particulars	Scheme C Tier I	
	March 31, 2021	March 31, 2020
<b>Unit premium reserve</b>		
Opening balance	8,34,75,17,693	4,87,22,06,396
Add: Premium on Units issued	4,18,37,02,678	2,35,06,40,864
Less: Premium on Units redeemed	(46,55,49,153)	(36,94,30,795)
Closing balance	<b>12,06,56,71,218</b>	<b>6,85,34,16,465</b>
<b>General Reserve</b>		
Opening balance	3,65,30,87,679	1,71,45,84,747
Add/(Less): Transfer from/(to) Revenue Account	1,17,28,92,815	77,68,88,797
Closing balance	<b>4,82,59,80,494</b>	<b>2,49,14,73,544</b>
<b>Unrealised Appreciation Reserve</b>		
Opening balance	68,64,31,949	34,29,04,175
Add: Adjustment for Previous years unrealised appreciation reserve	-	-
Add/(Less): Transfer from/(to) Revenue Account	(10,97,69,724)	10,82,67,773
Closing balance	<b>57,66,62,225</b>	<b>45,11,71,948</b>
<b>Total</b>	<b>17,46,83,13,937</b>	<b>9,79,60,61,957</b>

**Schedule 3: Current liabilities and provisions**

(In ₹)

Particulars	Scheme C Tier I	
	March 31, 2021	March 31, 2020
<b>Current liabilities</b>		
Sundry creditors for expenses	14,62,898	10,13,946
Redemption Payable	3,58,12,249	3,82,08,183
TDS Payable	27,088	22,492
Contract for Purchase of Investments	63,05,79,108	15,49,44,795
<b>Total</b>	<b>66,78,81,343</b>	<b>19,41,89,416</b>

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

Particulars	Scheme C Tier I	
	March 31, 2021	March 31, 2020
Debentures and Bonds Listed/Awaiting Listing	30,39,45,77,013	19,46,05,82,300
Provision for Sub Standard Assets *	(69,00,000)	(5,17,25,000)
Others - Mutual Fund Units	1,27,46,12,269	17,34,83,000
<b>Total</b>	<b>31,66,22,89,282</b>	<b>19,58,23,40,300</b>

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

**Schedule 5: Deposits****(In ₹)**

Particulars	Scheme C Tier I	
	March 31, 2021	March 31, 2020
Deposits with scheduled banks	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

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

Particulars	Scheme C Tier I	
	March 31, 2021	March 31, 2020
Balances with banks in current account	25,38,15,183	27,25,76,066
Contracts for sale of investments	52,20,67,623	-
Outstanding and accrued income	94,31,54,095	59,06,79,755
Brokerage receivable from PFM	1,34,000	57,500
Redemption receivable on Non performing Investment *	5,00,00,000	-
Less: Provision for Non Performing Investment	(5,00,00,000)	-
<b>Total</b>	<b>1,71,91,70,901</b>	<b>86,33,13,321</b>

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

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

## Schedule 7

### Significant accounting policies & notes to accounts for the half year ended March 31, 2021

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

Scheme E - Equity market instruments

Scheme C - Credit risk bearing fixed income instruments

Scheme G - Government securities

Scheme A – Alternate Investment funds

Scheme Tax Saver – Hybrid Investments

## **1.3 Investments**

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

The holding cost of investments is determined by the weighted average cost method and the cost includes applicable taxes and stamp charges but exclude brokerage and other transactional charges. Investments are reconciled with the custodian records on daily basis.

### **Valuation of Investments**

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

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

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

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

**Securities traded at a stock exchange:**

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 01<sup>st</sup> August 2019.

### **1.9 Other Expenses**

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

## **2 Unit Premium Reserve**

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

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

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

**2.1 Contingent liabilities**

(In ₹)

Particulars	Scheme C Tier I	
	March 31, 2021	March 31, 2020
Uncalled liability on partly paid shares	NIL	NIL
Other commitments	NIL	NIL

**2.2 Investments**

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

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

Nature of relationship	Name of the related party
<b>Pension fund manager</b>	HDFC Pension Management Company Limited
<b>Sponsor company</b>	HDFC Life Insurance Company Limited
<b>Associates and group companies</b>	
Holding Company	HDFC Limited
Ms. Vibha Padalkar	Key Management Personnel
Mr. Parvez Mulla	Key Management Personnel
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, 2021

(In ₹)

Nature of Transaction	Scheme C Tier I	
	March 31, 2021	March 31, 2020
Investment management fees	16,57,155	10,25,843

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme C Tier I	
	March 31, 2021	March 31, 2020
Investment management fees payable	8,38,072	5,17,634

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

(In ₹)

Name of the Company	Asset type	Scheme C Tier I			
		March 31, 2021		March 31, 2020	
		Cost	Market Value	Cost	Market Value
HDFC Ltd	NCD	24,48,92,640	24,64,37,382	5,49,18,020	5,49,84,318
HDFC Credila Financial Services Pvt Ltd	NCD	1,13,69,17,116	1,16,89,55,962	87,49,61,552	88,72,89,087

**Investment with other Group Companies**

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

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

(In ₹)

Name of the Company	Asset type	Scheme C Tier I			
		As at March 31, 2021		As at March 31, 2020	
		Cost	Market Value	Cost	Market Value
HDFC Bank Ltd		NIL	NIL	NIL	NIL

**2.4 Provision**

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

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

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

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

**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, 2021 is as follows :

(In ₹)

Particulars	Scheme C Tier I	
	March 31, 2021	March 31, 2020
Average Net Asset Value	28,16,45,26,537	17,38,71,68,892
Purchase of Investment	1,12,66,82,90,747	39,43,97,46,923
% to average Net Assets Value	400.04%	226.83%
Sale of Investment	1,04,51,79,37,909	34,68,50,64,576
% to average Net Assets Value	371.10%	199.49%

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

(In ₹)

Particular	Scheme C Tier I	
	March 31, 2021	March 31, 2020
Average Net Asset Value	28,16,45,26,537	17,38,71,68,892
Purchase of Investment	20,70,19,98,492	12,69,13,76,411
% to average Net Assets Value	73.50%	72.99%
Sale of Investment	13,25,33,76,221	8,00,72,72,330
% to average Net Assets Value	47.06%	46.05%

\*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, 2021		As at March 31, 2020	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Other Credit Granting	6,93,77,54,609	21.21%	4,80,92,64,802	23.75%
Activities Of Specialized Institutions Granting Credit For House	4,05,46,80,434	12.39%	2,72,70,38,463	13.47%
Monetary Intermediation Of Commercial Banks, Saving Banks, Postal	3,53,75,34,373	10.81%	2,17,97,00,889	10.76%
Construction and maintenance of motorways, streets, roads, others	2,62,49,15,333	8.02%	99,28,14,517	4.90%
Production Of Liquid And Gaseous Fuels, Illuminating Oils, Lubric	2,55,28,02,817	7.80%	1,74,91,96,859	8.64%
Other monetary intermediation services n.e.c.	2,34,88,78,726	7.18%	62,86,48,578	3.10%
Other Financial Service Activities, Except Insurance And Pension	96,79,64,952	2.96%	2,09,56,59,124	10.35%
Activities Of Commission Agents, Brokers Dealing In Wholesale Trades	-	0.00%	1,03,17,07,915	5.09%
Others	7,36,31,45,769	22.51%	3,19,48,26,153	15.78%
Mutual Funds	1,27,46,12,269	3.90%	17,34,83,000	0.86%
Net Current Assets	1,05,12,89,558	3.21%	66,91,23,905	3.30%
<b>Net Asset Value</b>	<b>32,71,35,78,840</b>	<b>100.00%</b>	<b>20,25,14,64,205</b>	<b>100.00%</b>

Note :

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

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

(In ₹)

Security Name	Asset Type	Ageing	Scheme C Tier I	
			March 31, 2021	March 31, 2020
			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, 2021

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
<b>Debt Instruments</b>			
<b>PSU/PFI Bonds</b>			
1. 6.94% NHAI 20-21 Series-IX Mat 30-Dec-2036	1,64,00,04,053	5.01%	AAA
2. 7.38% NABARD NCD Mat 20-Oct-2031	1,29,31,93,463	3.95%	AAA
3. 5.83% State Bank of India Basel III Tier 2 Mat 26-Oct-2030	1,20,78,44,075	3.69%	AAA
4. 6.24% State Bank of India Basel III Tier-2 NCD Mat 21-Sep-2030.	1,08,04,54,348	3.30%	AAA
5. 7.40% Mangalor Refinery & Petrochemicals Ltd.Mat 12-Apr-2030	97,15,07,064	2.97%	AAA
6. 7.74% Power Finance Corporation Ltd.Mat 30-Jan-2028	67,87,34,059	2.07%	AAA
7. 7.75% Mangalor Refinery & Petrochemicals Ltd.Mat 29-Jan-2030	64,23,76,338	1.96%	AAA
8. 8.65% NHPC NCD Mat 08-February-2029	53,67,87,452	1.64%	AAA
9. 6.85% IRFC NCD Mat 01-Dec-2040	49,30,62,706	1.51%	AAA
10. 6.85% IRFC NCD Mat 29-Oct-2040	49,29,44,404	1.51%	AAA
11. 5.14% NABARD NCD Mat 31-Jan-2024	47,69,55,050	1.46%	AAA
12. 6.11% Bharat Petroleum Corporation Limited Mat 06-Jul-2025	39,39,21,904	1.20%	AAA
13. 6.98% NHAI 20-21 Series-III Mat 29-June-2035	36,41,95,145	1.11%	AAA
14. 6.99% NHAI 20-21 Series-II Mat 28-May-2035	34,95,81,967	1.07%	AAA
15. 7.20% Power Finance Corporation Ltd Series 205(A&B) M 10-Aug-2035	32,89,80,794	1.01%	AAA
16. 8.27% National Highways Authority of India Mat 28-Mar-2029	27,11,34,168	0.83%	AAA
17. 8.36% Power Grid NCD Mat 07-Jan-2029	26,95,21,373	0.82%	AAA
18. 7.48%IRFC NCD Mat 13-Aug-2029	26,06,37,867	0.80%	AAA
19. 7.38% NHPC NCD Mat 03-January-2028	25,90,31,310	0.79%	AAA
20. 7.32% NTPC Series 69 Mat 17-Jul-2029	25,90,22,702	0.79%	AAA
21. 6.73% IRFC NCD Mat 06-Jul-2035	24,92,92,408	0.76%	AAA
22. 8.49% NTPC NCD Mat 25-Mar-2025	22,51,62,460	0.69%	AAA
23. 8.51% NABARD NCD Mat 19-December-2033	22,47,78,962	0.69%	AAA
24. 7.52% Rural Electrification Corp Ltd Mat 07-Nov-2026	20,96,25,021	0.64%	AAA
25. 7.25% Nuclear Power Corp. Mat 15-Dec-2031 (SR-XXXIII TRCH-E)	20,66,78,466	0.63%	AAA
26. 7.48% IRFC NCD Mat 29-Aug-2034	17,78,73,401	0.54%	AAA
27. 8.85% Power Finance Corporation Ltd S 187(A&B) Mat 25-May-2029	14,45,10,422	0.44%	AAA
28. 8.70% Power Grid NCD Mat 15-Jul-2028	12,75,15,758	0.39%	AAA
29. 8.14% Nuclear Power Corp. Mat 25-Mar-2026(Tranche A).	12,36,75,496	0.38%	AAA
30. 7.54% IRFC NCD Mat 29-July-2034	10,51,20,787	0.32%	AAA
31. 7.25% Nuclear Power Corp. Mat 15-Dec-2029 (SR-XXXIII TRCH-C)	10,37,77,767	0.32%	AAA
32. 7.27% IRFC NCD Mat 15-June-2027	10,14,74,874	0.31%	AAA
33. 7.25% Nuclear Power Corp. Mat 15-Dec-2028 (SR-XXXIII TRCH-B)	10,05,69,299	0.31%	AAA
34. 6.80% Rural Electrification Corp Ltd Mat 20-Dec-2030	9,85,30,824	0.30%	AAA
35. 7.34% Power Finance Corporation Ltd.Mat 29-Sep-2035	9,50,05,924	0.29%	AAA
36. 8.22% NABARD NCD Mat 13-December-2028	8,39,04,076	0.26%	AAA
37. 8.65% Power Finance Corporation Ltd.Mat-28-Dec-2024	7,08,87,574	0.22%	AAA
38. 8.18% NABARD NCD Mat 26-December-2028	5,76,42,413	0.18%	AAA
39. 9.30% Power Grid NCD Mat 28-Jun-2024	5,58,41,091	0.17%	AAA
40. 8.40% Nuclear Power Corp. Mat 28-Nov-2029 (SR-XXIX TRCH-E)	5,56,18,514	0.17%	AAA
41. 8.30% IRFC NCD Mat 25-Mar-2029	5,44,88,765	0.17%	AAA
42. 8.09% Rural Electrification Corp Ltd Mat 21-march-2028	5,36,86,136	0.16%	AAA
43. 7.75% Power Finance Corporation Ltd.Mat 22-Mar-2027	5,36,83,617	0.16%	AAA
44. 8.06% Rural Electrification Corp Ltd Mat 27-Mar-2028`	5,36,11,487	0.16%	AAA
45. 7.83% NABARD NCD Series 4A Mat 17-Oct-2034	5,35,24,718	0.16%	AAA
46. 8.01% Rural Electrification Corp Ltd Mat 24-Mar-2028	5,34,70,855	0.16%	AAA
47. 8.84% Power Finance Corporation Ltd.Mat-04-Mar-2023	5,34,69,686	0.16%	AAA
48. 7.38% NHPC NCD Mat 03-January-2026	5,26,39,932	0.16%	AAA
49. 7.25% Nuclear Power Corp. Mat 15-Dec-2027	5,24,76,113	0.16%	AAA
50. 7.55% IRFC NCD Mat 06-Nov-2029	5,23,55,931	0.16%	AAA
51. 7.25% Nuclear Power Corp. Mat 15-Dec-2030 (SR-XXXIII TRCH-B)	5,21,50,517	0.16%	AAA
52. 7.38% NHPC NCD Mat 02-January-2027	5,21,09,528	0.16%	AAA
53. 8.40% Power Grid NCD Mat 27-May-2024	5,11,60,550	0.16%	AAA
54. 7.15% Power Finance Corporation Ltd.Mat 22-Jan-2036	5,06,14,060	0.15%	AAA
55. 9.60% EXIM Bank NCD Mat 07-FEB-2024	4,99,15,563	0.15%	AAA
56. 8.49% NHPC NCD Mat 26-November-2024	4,93,40,264	0.15%	AAA
57. 7.09% Rural Electrification Corp Ltd Mat 17-Oct-2022	4,64,54,698	0.14%	AAA
58. 8.85% Power Grid NCD Mat 19-Oct-2024	4,03,34,571	0.12%	AAA
59. 8.54% NHPC NCD Mat 26-November-2026.	3,68,03,397	0.11%	AAA
60. 9.64% Power Grid NCD Mat 31-May-2026	3,42,21,043	0.10%	AAA
61. 9.00% NTPC NCD Mat 25-Jan-2026.	3,35,94,756	0.10%	AAA
62. 9.17% NTPC NCD Mat 22-Sep-2024	3,35,19,722	0.10%	AAA
63. 8.40% Nuclear Power Corp. Mat 28-Nov-2025 (SR-XXIX TRCH-A)	3,20,17,779	0.10%	AAA
64. 8.82% Rural Electrification Corp. Ltd. Mat 12-Apr-2023	3,10,29,905	0.09%	AAA
65. 8.32% Power Grid NCD Mat 23-Dec-2030	2,43,45,558	0.07%	AAA
66. 9.25% Power Grid NCD Mat 09-March-2027	2,27,40,593	0.07%	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, 2021

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
67. 9.30% Power Grid NCD Mat 28-Jun-2026	2,26,46,377	0.07%	AAA
68. 8.20% NABARD NCD Mat 28-Mar-2034.	2,23,28,590	0.07%	AAA
69. 8.40% Power Grid NCD Mat 27-May-2029	1,97,39,711	0.06%	AAA
70. 8.10% EXIM Bank NCD Mat 19-Nov-2025.	1,97,08,142	0.06%	AAA
71. 8.50% EXIM Bank Mat 08-Jul-2023	1,82,92,738	0.06%	AAA
72. 9.02% Rural Electrification Corp Ltd Mat 19-Nov-2022	1,80,56,249	0.06%	AAA
73. 10.70%IRFC NCD Mat 11-Sep-2023	1,70,61,901	0.05%	AAA
74. 8.50% NABARD NCD Mat 31-Jan-2023	1,69,89,535	0.05%	AAA
75. 8.70% Power Finance Corporation Ltd.Mat 14-May-2025	1,53,03,205	0.05%	AAA
76. 8.83% IRFC NCD Mat 14-May-2031	1,50,54,756	0.05%	AAA
77. 8.95%IRFC NCD Mat 10-Mar-2025	1,44,40,533	0.04%	AAA
78. 9.39% Power Finance Corporation Ltd.Mat 27-Aug-2024	1,43,88,951	0.04%	AAA
79. 9.15% EXIM Bank NCD Mat 05-Sep-2022	1,27,45,524	0.04%	AAA
80. 8.77% NABARD NCD Mat 05-Oct-2028	1,12,01,405	0.03%	AAA
81. 8.80% Power Finance Corporation Ltd. Mat 15-Jan-2025	1,09,20,906	0.03%	AAA
82. 8.14% Nuclear Power Corp. Mat 25-Mar-2028 (Tranche C).	1,08,32,023	0.03%	AAA
83. 8.90 State Bank of India NCD Mat 02-Nov-2028	1,07,57,046	0.03%	AAA
84. 8.20% Power Finance Corporation Ltd.Mat 10-Mar-2025	1,07,50,759	0.03%	AAA
85. 8.23% Rural Electrification Corp Ltd Mat 23-Jan-2025	1,07,07,361	0.03%	AAA
86. 9.35% Rural Electrification Corp Ltd Mat 15-Jun-2022	1,05,47,534	0.03%	AAA
87. 9.34% Rural Electrification Corp Ltd Mat 25-Aug-2024	99,46,058	0.03%	AAA
88. 8.14% Nuclear Power Corp. Mat 25-Mar-2027 (Tranche B).	98,00,511	0.03%	AAA
89. 6.80% State Bank of India Basel III Tier 2 Series I Mat 21-Aug-2035.	97,60,850	0.03%	AAA
90. 8.56% Nuclear Power Corp. Mat 15-Mar-2023 (Tranche C)	96,36,509	0.03%	AAA
91. 8.68%IRFC NCD Mat 29-Nov-2021	82,46,098	0.03%	AAA
92. 8.85% Power Finance Corporation Ltd.Mat 15-Jun-2030	78,54,172	0.02%	AAA
93. 8.83% IRFC NCD Mat 14-May-2034	70,32,986	0.02%	AAA
94. 8.55% Power Finance Corporation Ltd.Mat 09-Dec-2021	61,79,149	0.02%	AAA
95. 8.83% IRFC NCD Mat 14-May-2035	59,00,368	0.02%	AAA
96. 8.40% Nuclear Power Corp. Mat 28-Nov-2026 (SR-XXIX TRCH-B)	55,33,825	0.02%	AAA
97. 9.75% Rural Electrification Corp Ltd Mat 11-Nov-2021	51,67,699	0.02%	AAA
98. 8.44% Rural Electrification Corp Ltd Mat 04-Dec-2021	51,46,475	0.02%	AAA
99. 8.79% IRFC NCD Mat 04-May-2030	45,83,157	0.01%	AAA
100. 8.93% Power Grid NCD Mat 20-Oct-2027	45,25,483	0.01%	AAA
101. 8.25% EXIM Bank NCD Mat 23-Jun-2031	44,37,440	0.01%	AAA
102. 9.46% Power Finance Corporation Ltd.Mat 01-Aug-2026	33,92,094	0.01%	AAA
103. 8.50% NHPC NCD Mat 14-July-2024	32,63,265	0.01%	AAA
104. 8.27% Rural Electrification Corp Ltd Mat 09-Mar-2022	31,14,336	0.01%	AAA
105. 9.48% Rural Electrification Corp Ltd Mat 10-Aug-2021	30,58,914	0.01%	AAA
106. 8.64% Power Grid NCD Mat 08-Jul-2024	27,45,951	0.01%	AAA
107. 8.84% Power Grid NCD Mat 21-Oct-2023	27,25,048	0.01%	AAA
108. 9.18% Nuclear Power Corp. Mat 23-Jan-2028(Tranche D)	22,75,776	0.01%	AAA
109. 8.93% Power Grid NCD Mat 20-Oct-2028	22,50,111	0.01%	AAA
110. 8.93% Power Grid NCD Mat 20-Oct-2024	22,30,419	0.01%	AAA
111. 8.18% EXIM Bank NCD Mat 07-Dec-2025	21,98,054	0.01%	AAA
112. 8.11% Rural Electrification Corp Ltd Mat 07-Oct-2025	21,49,699	0.01%	AAA
113. 8.93% Power Grid NCD Mat 20-Oct-2021	20,53,622	0.01%	AAA
114. 8.50% NHPC NCD Mat 14-July-2023	16,10,131	0.00%	AAA
115. 9.47% IRFC NCD Mat 10-May-2031	12,04,475	0.00%	AAA
116. 9.18% Nuclear Power Corp. Mat 23-Jan-2029(Tranche E)	11,50,915	0.00%	AAA
117. 9.30% Power Grid NCD Mat 04-Sep-2024	11,22,841	0.00%	AAA
118. 8.83% IRFC NCD Mat 25-Mar-2023	10,78,205	0.00%	AAA
119. 7.94% EXIM Bank Mat 22-May-2023	10,63,050	0.00%	AAA
120. 9.20% Power Finance Corp Ltd Mat 07-Jul-2021	10,13,987	0.00%	AAA
121. 8.64% IRFC NCD Mat 17-May-2021	10,06,802	0.00%	AAA
<b>Private Corporate Bonds</b>			
1. 7.70 % L&T NCD Mat 28 Apr 2025	1,62,47,34,884	4.97%	AAA
2. 6.85% ICICI Pru Life Insurance Co. Ltd. Mat 06-Nov-2030	1,29,18,28,179	3.95%	AAA
3. 7.95% Sikka Ports & Terminals Limited NCD Mat 28-Oct-2026	1,22,25,23,541	3.74%	AAA
4. 8.00% ICICI Home Finance Co. Ltd. Mat 05-Dec-2024	99,30,67,745	3.04%	AAA
5. 7.95% LIC Housing Finance Ltd. Mat 29-Jan-2028 Tranch 359	72,28,87,170	2.21%	AAA
6. 8.00% HDFC Credila Fin Ser Pvt Ltd 31-Jan-2025	62,77,13,942	1.92%	AAA
7. 8.95% Reliance Industries Limited Mat 09-Nov-2028	51,13,94,703	1.56%	AAA
8. 7.70% LIC Housing Finance Co. Ltd. Mat 19-Mar-2031	49,69,78,433	1.52%	AAA
9. 8.70% LIC Housing Finance Ltd. Mat 23-Mar-2029	49,32,74,935	1.51%	AAA
10. 8.80% LIC Housing Finance Ltd. Mat 25-Jan-2029	42,90,88,722	1.31%	AAA
11. 9.30% Shriram Transport Fin NCD Mat 12-July-2023	40,38,98,640	1.23%	AA+

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2021

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
12. 9.30% M&M Finanical Services Ltd Mat 18-Jan-2027	36,81,65,805	1.13%	AAA
13. 7.00% HDFC Credila Fin Ser Pvt Ltd 12-Nov-2027	34,87,24,500	1.07%	AAA
14. 9.10% IDFC First Bank Ltd Mat 30-June-2021	28,31,44,187	0.87%	AA
15. 7.10% ICICI Bank Ltd Basel III Tier 2 NCD Mat 17-Feb-2030.	24,74,81,453	0.76%	AAA
16. 7.90% Sikka Ports & Terminals Limited NCD Mat 18-Nov-2026	22,50,06,507	0.69%	AAA
17. 8.75% Bajaj Finance Ltd NCD Mat 27-July-2023	21,46,04,555	0.66%	AAA
18. 7.65% Bajaj Finance Ltd NCD Mat 07-Feb-2025	20,72,27,228	0.63%	AAA
19. 5.78% HDFC Ltd Mat 25-Nov-2025	19,61,46,900	0.60%	AAA
20. 8.62% HDFC Credila Fin Ser Pvt Ltd 17-June-2024	19,25,17,519	0.59%	AAA
21. 8.79% M&M Finanical Services Ltd Mat 23-Jan-2025	16,87,35,265	0.52%	AAA
22. 8.60 Axis Bank Ltd NCD Mat 28-Dec-28	16,25,13,572	0.50%	AAA
23. 9.50% M&M Finanical Services Ltd Mat 18-Jan-2029	16,22,96,925	0.50%	AAA
24. 10.15% Bajaj Finance Ltd NCD Mat 19-Sep-2024.	15,88,75,411	0.49%	AAA
25. 9.08% LIC Housing Finance Co. Ltd. Mat 10-Oct-2028	15,61,48,440	0.48%	AAA
26. 7.50% SBI Cards & Payment Service Ltd Mat 09-Mar-2023	15,57,43,397	0.48%	AAA
27. 8.65%Tata Capital Fin Services Ltd NCD Mat 26-Aug-27	15,06,89,504	0.46%	AAA
28. 10.30% Sundaram Finance Ltd Mat 28-Sept-2022	10,62,95,112	0.32%	AAA
29. 7.65% Axis Bank Ltd NCD Mat 30-Jan-27	10,39,00,697	0.32%	AAA
30. 9.10% IDFC First Bank Ltd Mat 31-May-2021	10,07,49,586	0.31%	AA
31. 10% Shriram Transport Fin NCD Mat 13-Nov-2024	9,33,40,183	0.29%	AA+
32. 9.36% IDFC First Bank Ltd NCD Mat 21-Aug-2024	7,31,50,138	0.22%	AA
33. 8.89% LIC Housing Finance Ltd. Mat 25-Apr-2023	6,41,28,074	0.20%	AAA
34. 8.50% LIC Housing Finance Co. Ltd. Mat 29-Aug-2025	6,15,53,910	0.19%	AAA
35. 10.15% Shriram Transport Fin NCD Mat 15-Jul-2021	6,05,75,472	0.19%	AA+
36. 9.17% IDFC First Bank Ltd NCD Mat 14-Oct-2024	6,03,80,729	0.18%	AA
37. 8.75% LIC Housing Finance Co. Ltd. Mat 08-Dec-2028	5,49,15,189	0.17%	AAA
38. 9.25% LIC Housing Finance Co. Ltd. Mat 01-Jan-2023	5,32,47,166	0.16%	AAA
39. 9.05% LIC Housing Finance Ltd. Mat 25-Oct-2022	5,30,78,811	0.16%	AAA
40. 7.97% LIC Housing Finance Co. Ltd. Mat 28-Jan-2030	5,28,96,301	0.16%	AAA
41. 9.17% LIC Housing Finance Ltd. Mat 24-Mar-2022	5,23,07,794	0.16%	AAA
42. 7.98% IDFC First Bank Ltd NCD Mat 23-May-2023	5,06,54,701	0.15%	AA
43. 8.95% HDFC Ltd Mat 21-Mar-2023	5,02,90,482	0.15%	AAA
44. 8.72% Shriram Transport Fin NCD Mat 27-Mar-2023	4,99,97,571	0.15%	AA+
45. 8.55% Bajaj Finance Ltd NCD Mat 26-Apr-2021	4,91,68,413	0.15%	AAA
46. 8.94% Bajaj Finance Ltd NCD Mat 07-Nov-2025	4,08,37,857	0.12%	AAA
47. 8.75% IDFC First Bank Ltd NCD Mat 28-Jul-2023	3,60,40,923	0.11%	AA
48. 8.65% Reliance Industries Limited Mat 11-Dec-2028	3,36,02,807	0.10%	AAA
49. 9.30% LIC Housing Finance Ltd. Mat 14-Sep-2022	3,08,19,132	0.09%	AAA
50. 9.22% LIC Housing Finance Co. Ltd. Mat 16-Oct-2024	3,07,83,887	0.09%	AAA
51. 10.25% Shriram Transport Fin NCD Mat 10-Oct-2024	2,99,36,818	0.09%	AA+
52. 7.59% LIC Housing Finance Ltd. Mat 14-Oct-2021	2,85,15,491	0.09%	AAA
53. 8.49% IDFC First Bank Ltd NCD Mat 11-Dec-2024	2,45,21,263	0.07%	AA
54. 9.05% Shriram Transport Fin NCD Mat 30-Jun-2021	2,01,21,550	0.06%	AA+
55. 9.45% LIC Housing Finance Co. Ltd. Mat 30-Jan-2022	1,87,58,521	0.06%	AAA
56. 10.25% Shriram Transport Fin NCD Mat 18-Sep-2024	1,85,72,671	0.06%	AA+
57. 8.73% IDFC First Bank Ltd NCD Mat 06-Jan-2023	1,53,49,906	0.05%	AA
58. 8.90% IDFC First Bank Ltd NCD Mat 19-Nov-2025	1,44,29,287	0.04%	AA
59. 8.70% IDFC First Bank Ltd NCD Mat 23-Jun-2025	1,43,02,256	0.04%	AA
60. 9.22% Shriram Transport Fin NCD Mat 13-Apr-2026	1,35,50,612	0.04%	AA+
61. 9.43% LIC Housing Finance Co. Ltd. Mat 10-Feb-2022	1,25,22,539	0.04%	AAA
62. 8.70% IDFC First Bank Ltd NCD Mat 20-May-2025	1,12,35,143	0.03%	AA
63. 8.85% Bajaj Finance Ltd NCD Mat 21-Jul-2026	1,07,76,934	0.03%	AAA
64. 9.30% Shriram Transport Fin NCD Mat 18-Mar-2026	97,12,445	0.03%	AA+
65. 9.40% IDFC First Bank Ltd Mat 29-Sep-2025	92,22,938	0.03%	AA
66. 9.15% Shriram Transport Fin NCD Mat 13-Apr-2021	90,05,859	0.03%	AA+
67. 8.82% IDFC First Bank Ltd NCD Mat 29-Sept-2025	71,88,243	0.02%	AA
68. 8.90% Sundaram Finance Ltd Mat 13-June-2029	63,96,949	0.02%	AAA
69. 8.75% M&M Finanical Services Ltd Mat 09-Oct-2025	53,85,391	0.02%	AAA
70. 9.38% IDFC First Bank Ltd NCD Mat 12-Sep-2024	52,31,337	0.02%	AA
71. 8.73% IDFC First Bank Ltd NCD Mat 14-Jun-2022	51,09,762	0.02%	AA
72. 8.90% IDFC First Bank Ltd NCD Mat 28-Apr-2025	41,11,932	0.01%	AA
73. 9.47% LIC Housing Finance Ltd Mat 23-Aug-2024	22,09,492	0.01%	AAA
74. 9.55% Hindalco Ind. Ltd. NCD Mat 27-Jun-2022	21,03,880	0.01%	AA
75. 9.74% Tata Sons Private Ltd NCD Mat 13-Jan-2024	10,86,629	0.00%	AAA
76. 8.45% Sikka Ports & Terminals Limited NCD Mat 12-Jun-2023	10,63,622	0.00%	AAA
77. 8.37% LIC Housing Finance Co. Ltd. Mat-21-May-2023	10,61,302	0.00%	AAA
78. 8.69% IL & FS Ltd NCD Mat 25-Aug-2025.*	-	0.00%	D
79. 9.50% IL & FS Ltd NCD Mat 28-Jul-2024.*	-	0.00%	D
80. 9.55% IL & FS Ltd NCD Mat 13-Aug-2024.*	-	0.00%	D
<b>Debt Instruments Total</b>	<b>30,38,76,77,013</b>	<b>42.43%</b>	

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2021

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
<b>Money Market Instruments</b>			
Liquid Mutual Funds Kotak Overnight Fund -Direct Plan-Growth Option	1,27,46,12,269	3.90%	
<b>Money Market Instruments Total</b>	<b>1,27,46,12,269</b>	<b>3.90%</b>	
Cash/Cash Equivalent & Net Current Assets	1,05,12,89,558	3.21%	
<b>Grand Total</b>	<b>32,71,35,78,840</b>	<b>50.00%</b>	
Average Maturity of Portfolio (in yrs) #	7.03		
Modified Duration (in yrs) #	5.01		
Yield to Maturity (%) (annualised) (at market price) #	6.70%		
<b>Credit Rating Exposure</b>			
Central Government Securities	-	-	
State Development Loans	-	-	
AAA / equivalent	28,96,20,38,981	88.53%	
A1+ / equivalent (Certificate of Deposits / Commercial Papers)	-	-	
AA+ / equivalent	70,87,11,821	2.17%	
AA / equivalent	71,69,26,211	2.19%	
AA- / equivalent	-	-	
A+ / equivalent	-	-	
A / equivalent	-	-	
A- / equivalent	-	-	
BBB+ / equivalent	-	-	
BBB / equivalent	-	-	
BBB- / equivalent	-	-	
Lower (Below Investment Grade) (out of above Net NPA)	-	-	
<b>TOTAL</b>	<b>30,38,76,77,013</b>	<b>92.89%</b>	
Bank FD	-	-	
Equity	-	-	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	1,27,46,12,269	3.90%	
Cash / cash equivalent net current assets	1,05,12,89,558	3.21%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
<b>Grand Total</b>	<b>32,71,35,78,840</b>	<b>100.00%</b>	
Units Outstanding	1,52,45,26,490		
NAV	21.4581		
<b>Notes:</b>			
a. Total NPAs provided for and its percentage to NAV		-	
b. Total value and percentage of illiquid equity shares		-	
c. NAV at September 30, 2020		20.6347	
d. NAV at March 31, 2021		21.4581	
e. Total outstanding exposure in derivative instruments at March 31, 2021		-	
f. Total 'Infrastructure investments' March 31, 2021		13,53,16,78,776	

# Calculated on debt portfolio

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

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

**3.1 KEY STATISTICS FOR THE HALF YEAR ENDED MARCH 31, 20201 (UN-AUDITED)**

Sr No	Particulars	Scheme C Tier I	
		March 31, 2021	March 31, 2020
1	NAV per unit (₹) I		
	Open	20.6347	18.4244
	High	21.4581	19.4236
	Low	20.6624	18.4334
	End	21.4581	19.3693
2	Closing Assets Under Management (₹ in Lakhs)		
	End	3,27,135.79	2,02,514.64
	Average daily net assets (AAuM) II	2,81,645.27	1,73,871.69
3	Gross income as % of AAuM III	6.40%	5.22%
4	Expense ratio		
a	Total expense as % of AAuM (scheme wise) IV	0.03%	0.01%
b	Management fee as % of AAuM (scheme wise) V	0.01%	0.01%
5	Net income as % of AAuM VI	3.77%	5.09%
6	Portfolio turnover ratio VII	47.06%	46.05%
7	Returns (%)* Compounded Annualised Yield		
	Last 1 Year	10.78%	11.47%
	Last 3 Years	10.13%	8.64%
	Last 5 Years	9.77%	9.46%
	Last 10 Years	NA	NA
	Since Launch of the scheme (01/08/2013)	10.47%	10.42%
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, 2021**

## ***Contents***

Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts

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

UN-AUDITED BALANCE SHEET AS AT MARCH 31, 2021

(In ₹)

Particulars	Schedule	Scheme C Tier II	
		March 31, 2021	March 31, 2020
<b>Liabilities</b>			
Unit Capital	1	80,17,04,501	43,29,12,232
Reserves & Surplus	2	81,34,31,626	36,00,64,359
Current Liabilities and Provisions	3	98,25,911	1,35,66,157
<b>Total</b>		<b>1,62,49,62,038</b>	<b>80,65,42,748</b>
<b>Assets</b>			
Investments	4	1,57,93,48,866	78,21,18,128
Deposits	5	-	-
Other Current Assets	6	4,56,13,172	2,44,24,620
<b>Total</b>		<b>1,62,49,62,038</b>	<b>80,65,42,748</b>
(a) Net asset as per Balance Sheet (Schedule 4+5+6 -3)		1,61,51,36,127	79,29,76,591
(b) Number of units outstanding		8,01,70,450	4,32,91,223
(c) NAV per unit (a)/(b) (₹)		20.1462	18.3172
<b>Significant accounting policies and notes to accounts</b>	7		

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

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

**Vibha Padalkar**  
(Director)

**Parvez Mulla**  
(Director)

**Sumit Shukla**  
(Chief Executive Officer)

**Fagun Pancholi**  
(Chief Financial Officer)

**Nagesh Pai**  
(Company Secretary)

Place : Mumbai

Date : April 22, 2021

**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, 2021

(In ₹)

Particulars	Schedule	Scheme C Tier II	
		March 31, 2021	March 31, 2020
<b>Income</b>			
Interest		4,51,78,729	2,58,62,682
Profit on sale/redemption of investments		33,46,228	12,01,780
Profit on inter-scheme transfer/sale of investments		5,60,785	-
Unrealised gain on appreciation in investments		-	92,00,322
Other income			
- Miscellaneous Income		382	7
<b>Total Income (A)</b>		<b>4,90,86,124</b>	<b>3,62,64,791</b>
<b>Expenses &amp; Losses</b>			
Unrealised losses in value of investments		61,74,263	-
Loss on sale/redemption of investments		2,81,179	-
Management fees (including Goods and Service Tax)		77,753	39,756
NPS Trust fees		32,946	16,846
Custodian fees		21,612	11,478
CRA fees		1,33,626	53,717
Less : Amount recoverable on sale of units on account of CRA Charges		(1,33,626)	(53,717)
Provision for Non-Performing Assets *		-	2,50,000
Depository and settlement charges		3,937	2,642
Stamp Duty on Bond/Mutual Fund		2,05,780	-
<b>Total Expenditure (B)</b>		<b>67,97,470</b>	<b>3,20,722</b>
<b>Surplus/(Deficit) for the year (A-B = C)</b>		<b>4,22,88,654</b>	<b>3,59,44,069</b>
Less: Amount transferred to Unrealised appreciation account		61,74,263	(92,00,322)
Less: Amount transferred to General Reserve		(4,84,62,917)	(2,67,43,747)
<b>Amount carried forward to Balance Sheet</b>		<b>-</b>	<b>-</b>
<b>Significant accounting policies and notes to accounts</b>	7		

\* Rs. 2,50,000 has been provided as 25% NPA provision on IL&FS Ltd. NCD's/Bond during the half year ended March 2020.( Refer note 2.4 in notes to account )

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 22, 2021

**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, 2021	March 31, 2020
<b>Initial capital</b>		
<u>Unit capital</u>		
Outstanding at the beginning of the period	53,56,03,109	31,64,71,324
Add :Units issued during the period	41,39,43,581	26,37,40,822
Less: Units redeemed during the period	(14,78,42,189)	(14,72,99,914)
<b>Outstanding at the end of the period</b>	<b>80,17,04,501</b>	<b>43,29,12,232</b>
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>		
Outstanding units at the beginning of the period	5,35,60,311	3,16,47,132
Add :Units issued during the period	4,13,94,358	2,63,74,082
Less: Units redeemed during the period	(1,47,84,219)	(1,47,29,991)
<b>Outstanding Units at the end of the period</b>	<b>8,01,70,450</b>	<b>4,32,91,223</b>

**Schedule 2: Reserves and surplus**

(In ₹)

Particulars	Scheme C Tier II	
	March 31, 2021	March 31, 2020
<b>Unit premium reserve</b>		
Opening balance	34,60,03,078	16,10,84,569
Add: Premium on Units issued	41,14,56,160	20,69,26,316
Less: Premium on Units redeemed	(14,68,17,659)	(11,61,00,288)
Closing balance	<b>61,06,41,579</b>	<b>25,19,10,597</b>
<b>General Reserve</b>		
Opening balance	12,30,98,810	6,38,40,886
Add/(Less): Transfer from/(to) Revenue Account	4,84,62,917	2,67,43,747
Closing balance	<b>17,15,61,727</b>	<b>9,05,84,633</b>
<b>Unrealised Appreciation Reserve</b>		
Opening balance	3,74,02,583	83,68,807
Add: Adjustment for Previous years unrealised appreciation reserve	-	-
Add/(Less): Transfer from/(to) Revenue Account	(61,74,263)	92,00,322
Closing balance	<b>3,12,28,320</b>	<b>1,75,69,129</b>
<b>Total</b>	<b>81,34,31,626</b>	<b>36,00,64,359</b>

**Schedule 3: Current liabilities and provisions**

(In ₹)

Particulars	Scheme C Tier II	
	March 31, 2021	March 31, 2020
<b>Current liabilities &amp; Provisions</b>		
Sundry creditors for expenses	66,078	37,325
Redemption Payable	97,58,492	1,35,27,930
TDS Payable	1,341	902
<b>Total</b>	<b>98,25,911</b>	<b>1,35,66,157</b>

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

Particulars	Scheme C Tier II	
	March 31, 2021	March 31, 2020
Debentures and Bonds Listed/Awaiting Listing	1,52,51,68,396	76,29,82,128
Provision for Sub Standard Assets *	(10,00,000)	(2,50,000)
Others - Mutual Fund Units	5,51,80,470	1,93,86,000
<b>Total</b>	<b>1,57,93,48,866</b>	<b>78,21,18,128</b>

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

**Schedule 5: Deposits****(In ₹)**

Particulars	Scheme C Tier II	
	March 31, 2021	March 31, 2020
Deposits with scheduled banks	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

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

Particulars	Scheme C Tier II	
	March 31, 2021	March 31, 2020
Balances with banks in current account	4,570	5,484
Contracts for sale of investments	1,717	-
Outstanding and accrued income	4,56,04,885	2,44,19,136
Brokerage receivable from PFM	2,000	-
<b>Total</b>	<b>4,56,13,172</b>	<b>2,44,24,620</b>

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

## Schedule 7

### Significant accounting policies & notes to accounts for the half year ended March 31, 2021

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

Scheme E - Equity market instruments

Scheme C - Credit risk bearing fixed income instruments

Scheme G - Government securities

Scheme A – Alternate Investment funds

Scheme Tax Saver – Hybrid Investments

## **1.3 Investments**

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

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

Investments are reconciled with the custodian records on daily basis.

## **Valuation of Investments**

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

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

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

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

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

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 01<sup>st</sup> August 2019.

## **1.9 Other Expenses**

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

## **2 Unit Premium Reserve**

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

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

Notes to accounts (Un-audited)

**2.1 Contingent liabilities**

(In ₹)

Particulars	Scheme C Tier II	
	March 31, 2021	March 31, 2020
Uncalled liability on partly paid shares	NIL	NIL
Other commitments	NIL	NIL

**2.2 Investments**

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

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

Nature of relationship	Name of the related party
<b>Pension fund manager</b>	HDFC Pension Management Company Limited
<b>Sponsor company</b>	HDFC Life Insurance Company Limited
<b>Associates and group companies</b>	
Holding Company	HDFC Limited
Ms. Vibha Padalkar	Key Management Personnel
Mr. Parvez Mulla	Key Management Personnel
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, 2021

(In ₹)

Nature of Transaction	Scheme C Tier II	
	March 31, 2021	March 31, 2020
Investment management fees	77,753	39,756

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme C Tier II	
	March 31, 2021	March 31, 2020
Investment management fees payable	41,315	20,590

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

(In ₹)

Name of the Company	Asset type	Scheme C Tier II			
		March 31, 2021		March 31, 2020	
		Cost	Market Value	Cost	Market Value
HDFC Ltd	NCD	31,08,360	32,10,031	72,55,280	71,54,023
HDFC Credila Financial Services Pvt Ltd	NCD	3,32,84,548	3,46,80,907	2,60,53,548	2,65,62,409

**Investment with other Group Companies**

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

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

(In ₹)

Name of the Company	Asset type	Scheme C Tier II			
		March 31, 2021		March 31, 2020	
		Cost	Market Value	Cost	Market Value
HDFC Bank Ltd		NIL	NIL	NIL	NIL

**2.4 Provision**

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

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

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

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

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

Notes to accounts (Un-audited)

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

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

(In ₹)

Particular	Scheme C Tier II	
	March 31, 2021	March 31, 2020
Average Net Asset Value	1,32,14,63,614	67,38,30,748
Purchase of Investment	4,77,29,44,138	2,68,98,50,496
% to average Net Assets Value	361.19%	399.19%
Sale of Investment	4,16,65,44,922	2,44,63,85,325
% to average Net Assets Value	315.30%	363.06%

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

(In ₹)

Particular	Scheme C Tier II	
	March 31, 2021	March 31, 2020
Average Net Asset Value	1,32,14,63,614	67,38,30,748
Purchase of Investment	66,48,21,751	24,38,93,495
% to average Net Assets Value	50.31%	36.20%
Sale of Investment	3,74,01,336	1,05,58,971
% to average Net Assets Value	2.83%	1.57%

\*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, 2021		As at March 31, 2020	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Other Credit Granting	28,09,76,012	17.40%	15,79,89,785	19.92%
Production Of Liquid And Gaseous Fuels, Illuminating Oils, Lubric	23,93,43,723	14.82%	8,16,79,565	10.30%
Activities Of Specialized Institutions Granting Credit For House	19,83,09,209	12.28%	10,54,59,740	13.30%
Other monetary intermediation services n.e.c.	16,80,24,622	10.40%	4,94,87,392	6.24%
Monetary Intermediation Of Commercial Banks, Saving Banks, Postal	14,82,52,455	9.18%	3,76,15,356	4.74%
Electric Power Generation By Hydroelectric Power Plants	11,49,45,881	7.12%	3,13,71,807	3.96%
Electric Power Generation By Coal Based Thermal Power Plants	9,36,62,224	5.80%	4,38,55,276	5.53%
Construction and maintenance of motorways, streets, roads	7,32,67,181	4.54%	7,16,67,866	9.04%
Other Financial Service Activities, Except Insurance And Pension	5,44,05,826	3.37%	5,26,04,167	6.63%
Activity of commission agents dealing in wholesale trade in agriculture	-	0.00%	4,82,11,162	6.08%
Others	15,29,81,263	9.47%	8,27,90,012	10.44%
Mutual Funds	5,51,80,470	3.42%	1,93,86,000	2.44%
Net Current Assets	3,57,87,261	2.22%	1,08,58,463	1.37%
<b>Net Asset Value</b>	<b>1,61,51,36,127</b>	<b>100.00%</b>	<b>79,29,76,591</b>	<b>100.00%</b>

Note :

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

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

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

(In ₹)

Security Name	Asset Type	Ageing	Scheme C Tier II	
			March 31, 2021	March 31, 2020
			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, 2021**

(in ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
<b>Debt Instruments</b>			
<b>PSU/PFI Bonds</b>			
1. 7.38% NHPC NCD Mat 03-January-2028	8,28,90,019	5.13%	AAA
2. 7.70% NHAI Mat 13-Sep-2029	5,25,96,340	3.26%	AAA
3. 7.75% Mangalor Refinery & Petrochemicals Ltd.Mat 29-Jan-2030	5,22,25,719	3.23%	AAA
4. 5.85% EXIM Bank NCD Mat 12-Sep-2025	5,02,67,840	3.11%	AAA
5. 6.18% Mangalor Refinery & Petrochemicals Ltd. 29-Dec-2025	4,95,23,784	3.07%	AAA
6. 5.45% NTPC Series 72 NCD Mat 15-Oct-2025	4,93,38,251	3.05%	AAA
7. 6.85% IRFC NCD Mat 29-Oct-2040	4,92,94,440	3.05%	AAA
8. 6.11% Bharat Petroleum Corporation Limited Mat 06-Jul-2025	4,92,40,238	3.05%	AAA
9. 6.79% NABARD NCD Mat 25-June-2035	4,90,51,992	3.04%	AAA
10. 6.80% State Bank of India Basel III Tier 2 Series I Mat 21-Aug-2035.	4,88,04,251	3.02%	AAA
11. 8.49% NTPC NCD Mat 25-Mar-2025	3,08,91,073	1.91%	AAA
12. 7.20% Power Finance Corporation Ltd Series 205(A&B) M 10-Aug-2035	2,42,19,445	1.50%	AAA
13. 8.85% Power Finance Corporation Ltd S 187(A&B) Mat 25-May-2029	2,22,32,373	1.38%	AAA
14. 7.48% NHAI Series-X Mat 06-March-2050	2,06,70,842	1.28%	AAA
15. 5.14% NABARD NCD Mat 31-Jan-2024	1,98,73,127	1.23%	AAA
16. 8.54% NHPC NCD Mat 26-November-2026.	1,89,59,326	1.17%	AAA
17. 8.45% IRFC NCD Mat 04-Dec-2028	1,53,83,574	0.95%	AAA
18. 8.14% Nuclear Power Corp. Mat 25-Mar-2026(Tranche A).	1,41,03,346	0.87%	AAA
19. 9.25% Power Grid NCD Mat 26-Dec-2026	1,28,30,229	0.79%	AAA
20. 9.00% NTPC NCD Mat 25-Jan-2026.	1,11,98,252	0.69%	AAA
21. 8.40% IRFC NCD Mat 08-Jan-2029	1,09,37,990	0.68%	AAA
22. 8.20% NABARD NCD Mat 16-March-2028	1,08,18,486	0.67%	AAA
23. 8.90 State Bank of India NCD Mat 02-Nov-2028	1,07,57,046	0.67%	AAA
24. 8.20% Power Finance Corporation Ltd.Mat 10-Mar-2025	1,07,50,759	0.67%	AAA
25. 8.50% NABARD NCD Mat 31-Jan-2023	1,06,18,459	0.66%	AAA
26. 9.34% Rural Electrification Corp Ltd Mat 25-Aug-2024	88,40,941	0.55%	AAA
27. 9.09% IRFC Ltd NCD Mat 29-Mar-2026 (74th Series)	79,02,585	0.49%	AAA
28. 8.98% Power Finance Corporation Ltd. OPT-A Mat-08-Oct-2024	76,81,881	0.48%	AAA
29. 8.50% NHPC NCD Mat 14-July-2024	76,14,285	0.47%	AAA
30. 7.34% Power Finance Corporation Ltd.Mat 29-Sep-2035	71,50,984	0.44%	AAA
31. 9.64% Power Grid NCD Mat 31-May-2026	57,03,507	0.35%	AAA
32. 9.60% EXIM Bank NCD Mat 07-FEB-2024	55,46,174	0.34%	AAA
33. 8.65% NABARD NCD Mat 08-June-2028	55,45,541	0.34%	AAA
34. 8.40% Nuclear Power Corp. Mat 28-Nov-2025 (SR-XXIX TRCH-A)	55,20,307	0.34%	AAA
35. 8.49% NHPC NCD Mat 26-November-2024	54,82,252	0.34%	AAA
36. 9.02% Rural Electrification Corp Ltd Mat 19-Nov-2022	53,10,661	0.33%	AAA
37. 7.55% Power Grid NCD Mat 21-Sep-2031	52,67,678	0.33%	AAA
38. 9.25% EXIM Bank NCD Mat 18-April-2022	52,48,725	0.32%	AAA
39. 7.09% Rural Electrification Corp Ltd Mat 17-Oct-2022	51,61,633	0.32%	AAA
40. 8.94% Power Finance Corporation Ltd Series 103 Mat-25-Mar-2028	44,40,132	0.27%	AAA
41. 9.20% Power Finance Corp Ltd Mat 07-Jul-2021	40,55,949	0.25%	AAA
42. 8.95%IRFC NCD Mat 10-Mar-2025	33,32,431	0.21%	AAA
43. 8.52% HUDCO GOI fully serviced Bond Series-II 2018 Mat 28-Nov-2028	33,28,481	0.21%	AAA
44. 8.18% EXIM Bank NCD Mat 07-Dec-2025	32,97,081	0.20%	AAA
45. 8.40% Power Grid NCD Mat 27-May-2024	32,65,567	0.20%	AAA
46. 8.11% Rural Electrification Corp Ltd Mat 07-Oct-2025	32,24,548	0.20%	AAA
47. 8.82% Rural Electrification Corp. Ltd. Mat 12-Apr-2023	32,09,990	0.20%	AAA
48. 7.27% IRFC NCD Mat 15-June-2027	31,38,398	0.19%	AAA
49. 7.25% Nuclear Power Corp. Mat 15-Dec-2028 (SR-XXXIII TRCH-B)	31,10,391	0.19%	AAA
50. 9.30% Power Grid NCD Mat 04-Sep-2024	22,45,681	0.14%	AAA
51. 9.17% NTPC NCD Mat 22-Sep-2024	22,34,648	0.14%	AAA
52. 8.70% Power Finance Corporation Ltd.Mat 14-May-2025	21,86,172	0.14%	AAA
53. 8.80% Power Finance Corporation Ltd. Mat 15-Jan-2025	21,84,181	0.14%	AAA
54. 8.39% Power Finance Corporation Ltd.Mat-19-Apr-2025	21,62,407	0.13%	AAA
55. 9.95%IRFC NCD Mat 07-June-2022	21,25,627	0.13%	AAA
56. 7.25% Nuclear Power Corp. Mat 15-Dec-2031 (SR-XXXIII TRCH-E)	20,87,661	0.13%	AAA
57. 8.55% Power Finance Corporation Ltd.Mat 09-Dec-2021	20,59,716	0.13%	AAA
58. 9.40% Rural Electrification Corp Ltd Mat 17-July-2021	20,32,011	0.13%	AAA
59. 9.30% Power Grid NCD Mat 28-Jun-2026	14,15,399	0.09%	AAA
60. 8.83% IRFC NCD Mat 14-May-2034	11,72,164	0.07%	AAA
61. 8.83% IRFC NCD Mat 14-May-2031	11,58,058	0.07%	AAA
62. 8.62% NABARD NCD Mat 14-Mar-2034	11,34,938	0.07%	AAA
63. 9.46% Power Finance Corporation Ltd.Mat 01-Aug-2026	11,30,698	0.07%	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, 2021**

(in ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
64. 8.32% NABARD NCD Mat 10-March-2034	11,26,297	0.07%	AAA
65. 8.20% NABARD NCD Mat 28-Mar-2034.	11,16,430	0.07%	AAA
66. 8.25% EXIM Bank NCD Mat 23-Jun-2031	11,09,360	0.07%	AAA
67. 9.39% Power Finance Corporation Ltd. Mat 27-Aug-2024	11,06,842	0.07%	AAA
68. 8.32% Power Grid NCD Mat 23-Dec-2030	11,06,616	0.07%	AAA
69. 8.75% Power Finance Corporation Ltd. Mat 15-Jun-2025	10,96,491	0.07%	AAA
70. 8.10% EXIM Bank NCD Mat 19-Nov-2025.	10,94,897	0.07%	AAA
71. 8.24% NABARD NCD Mat 22-March-2029	10,90,301	0.07%	AAA
72. 8.14% Nuclear Power Corp. Mat 25-Mar-2027 (Tranche B).	10,88,946	0.07%	AAA
73. 8.15% NABARD NCD Mat 28-March-2029	10,84,976	0.07%	AAA
74. 9.48% Power Finance Corporation Ltd. Mat 15-April-2022	10,49,886	0.07%	AAA
75. 8.44% Rural Electrification Corp Ltd Mat 04-Dec-2021	10,29,295	0.06%	AAA
76. 8.93% Power Grid NCD Mat 20-Oct-2021	10,26,811	0.06%	AAA
77. 8.85% Power Finance Corporation Ltd. Mat 31-May-2021	10,08,622	0.06%	AAA
78. 8.64% IRFC NCD Mat 17-May-2021	10,06,802	0.06%	AAA
<b>Private Corporate Bonds</b>			
1. 8.95% Reliance Industries Limited Mat 09-Nov-2028	5,68,21,634	3.52%	AAA
2. 8.70% LIC Housing Finance Ltd. Mat 23-Mar-2029	5,48,08,326	3.39%	AAA
3. 8.00% ICICI Home Finance Co. Ltd. Mat 05-Dec-2024	5,28,22,752	3.27%	AAA
4. 7.65% Axis Bank Ltd NCD Mat 30-Jan-27	5,19,50,349	3.22%	AAA
5. 6.85% ICICI Pru Life Insurance Co. Ltd. Mat 06-Nov-2030	4,96,85,699	3.08%	AAA
6. 8.79% M&M Financial Services Ltd Mat 23-Jan-2025	3,41,74,231	2.12%	AAA
7. 7.70% LIC Housing Finance Co. Ltd. Mat 19-Mar-2031	3,09,32,268	1.92%	AAA
8. 8.65% Reliance Industries Limited Mat 11-Dec-2028	2,24,01,872	1.39%	AAA
9. 7.70 % L&T NCD Mat 28 Apr 2025	2,12,38,365	1.31%	AAA
10. 9.30% Shriram Transport Fin NCD Mat 12-July-2023	2,01,94,932	1.25%	AA+
11. 8.80% L&T Finance Ltd Category I & II Mat 15-April-2024.	1,91,54,517	1.19%	AAA
12. 8.62% HDFC Credila Fin Ser Pvt Ltd 17-June-2024	1,90,40,194	1.18%	AAA
13. 8.00% HDFC Credila Fin Ser Pvt Ltd 31-Jan-2025	1,56,40,713	0.97%	AAA
14. 8.45% Sikka Ports & Terminals Limited NCD Mat 12-Jun-2023	1,48,90,701	0.92%	AAA
15. 8.67% IDFC First Bank Ltd NCD Mat 03-Jan-2025	1,22,22,514	0.76%	AA
16. 8.80% LIC Housing Finance Ltd. Mat 25-Jan-2029	1,10,02,275	0.68%	AAA
17. 8.37% LIC Housing Finance Co. Ltd. Mat-21-May-2023	1,06,13,012	0.66%	AAA
18. 7.95% LIC Housing Finance Ltd. Mat 29-Jan-2028 Tranch 359	1,04,76,626	0.65%	AAA
19. 7.60% LIC Housing Finance Co. Ltd. Mat 22-Nov-2022	1,04,22,177	0.65%	AAA
20. 9.10% IDFC First Bank Ltd Mat 30-June-2021	1,01,12,292	0.63%	AA
21. 9.05% Reliance Industries Limited Mat 17-Oct-2028	91,30,477	0.57%	AAA
22. 7.90% Sikka Ports & Terminals Limited NCD Mat 18-Nov-2026	53,06,757	0.33%	AAA
23. 8.50% LIC Housing Finance Co. Ltd. Mat 29-Aug-2025	43,19,573	0.27%	AAA
24. 8.70% IDFC First Bank Ltd NCD Mat 20-May-2025	40,85,506	0.25%	AA
25. 8.95% HDFC Ltd Mat 21-Mar-2023	32,10,031	0.20%	AAA
26. 8.34% LIC Housing Finance Co. Ltd. Mat 08-Oct-2025	21,50,985	0.13%	AAA
27. 8.94% Bajaj Finance Ltd NCD Mat 07-Nov-2025	21,49,361	0.13%	AAA
28. 9.17% IDFC First Bank Ltd NCD Mat 14-Oct-2024	20,82,094	0.13%	AA
29. 8.90% IDFC First Bank Ltd NCD Mat 19-Nov-2025	20,61,327	0.13%	AA
30. 8.75% IDFC First Bank Ltd NCD Mat 28-Jul-2023	20,59,481	0.13%	AA
31. 8.80% IDFC First Bank Ltd NCD Mat 21-July-2025	20,50,641	0.13%	AA
32. 10.40% Sikka Ports & Terminals Limited NCD Mat 18-Jul-2021	20,36,548	0.13%	AAA
33. 10.15% Bajaj Finance Ltd NCD Mat 19-Sep-2024.	11,11,017	0.07%	AAA
34. 9.22% LIC Housing Finance Co. Ltd. Mat 16-Oct-2024	10,99,425	0.07%	AAA
35. 8.75% M&M Financial Services Ltd Mat 09-Oct-2025	10,77,078	0.07%	AAA
36. 9.30% LIC Housing Finance Ltd. Mat 14-Sep-2022	10,62,729	0.07%	AAA
37. 9.69% Tata Sons Private Ltd NCD Mat 12-Jun-2022	10,51,053	0.07%	AAA
38. 9.36% IDFC First Bank Ltd NCD Mat 21-Aug-2024	10,45,002	0.06%	AA
39. 9.45% LIC Housing Finance Co. Ltd. Mat 30-Jan-2022	10,42,140	0.06%	AAA
40. 10.25% Shriram Transport Fin NCD Mat 10-Oct-2024	10,32,303	0.06%	AA+
41. 10% Shriram Transport Fin NCD Mat 13-Nov-2024	10,25,715	0.06%	AA+
42. 8.73% IDFC First Bank Ltd NCD Mat 14-Jun-2022	10,21,951	0.06%	AA
43. 7.59% LIC Housing Finance Ltd. Mat 14-Oct-2021	10,18,410	0.06%	AAA
44. 8.55% Bajaj Finance Ltd NCD Mat 26-Apr-2021	10,03,435	0.06%	AAA
45. 9.15% Shriram Transport Fin NCD Mat 13-Apr-2021	10,00,652	0.06%	AA+
46. 8.69% IL & FS Ltd NCD Mat 25-Aug-2025.*	-	0.00%	D
<b>Debt Instruments Total</b>	<b>1,52,41,68,396</b>	<b>58.28%</b>	

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

**3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2021**

(in ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
<b>Money Market Instruments</b>			
<b>Liquid Mutual Funds</b>			
Kotak Overnight Fund -Direct Plan-Growth Option	5,51,80,470	3.42%	AAA
<b>Money Market Instruments Total</b>	<b>5,51,80,470</b>	<b>3.42%</b>	
Cash/Cash Equivalent & Net Current Assets	3,57,87,261	2.22%	
<b>Grand Total</b>	<b>1,61,51,36,127</b>	<b>63.91%</b>	
Average Maturity of Portfolio (in yrs) #	6.71		
Modified Duration (in yrs) #	4.70		
Yield to Maturity (%) (annualised) (at market price) #	6.49%		
<b>Credit Rating Exposure</b>			
Central Government Securities	-	-	
State Development Loans	-	-	
AAA / equivalent	1,46,41,73,986	90.65%	
A1+ / equivalent (Certificate of Deposits / Commercial Papers)	-	-	
AA+ / equivalent	2,32,53,602	1.44%	
AA / equivalent	3,67,40,808	2.27%	
AA- / equivalent	-	-	
A+ / equivalent	-	-	
A / equivalent	-	-	
A- / equivalent	-	-	
BBB+ / equivalent	-	-	
BBB / equivalent	-	-	
BBB- / equivalent	-	-	
Lower (Below Investment Grade)	-	-	
(out of above Net NPA)	-	-	
<b>TOTAL</b>	<b>1,52,41,68,396</b>	<b>94.37%</b>	
Bank FD	-	-	
Equity	-	-	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	5,51,80,470	3.42%	
Cash / cash equivalent net current assets	3,57,87,261	2.22%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
<b>Grand Total</b>	<b>1,61,51,36,127</b>	<b>100.00%</b>	
Units Outstanding	8,01,70,450		
NAV	20.1462		
<b>Notes:</b>			
a. Total NPAs provided for and its percentage to NAV		-	
b. Total value and percentage of illiquid equity shares		-	
c. NAV at September 30,2020		19.4567	
d. NAV at March 31,2021		20.1462	
e. Total outstanding exposure in derivative instruments at March 31,2021		-	
f. Total 'Infrastructure investments' March 31,2021		68,31,19,664	

# Calculated on debt portfolio

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

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

**3.1 KEY STATISTICS FOR THE HALF YEAR ENDED MARCH 31, 2021 (UN-AUDITED)**

Sr No	Particulars	Scheme C Tier II	
		March 31, 2021	March 31, 2020
1	NAV per unit (₹) I		
	Open	19.4567	17.3717
	High	20.1535	18.3367
	Low	19.4800	17.3931
	End	20.1462	18.3172
2	Closing Assets Under Management (₹ in Lakhs)		
	End	16,151.36	7929.77
	Average daily net assets (AAuM) II	13,214.64	6738.31
3	Gross income as % of AAuM III	3.71%	5.38%
4	Expense ratio		
a	Total expense as % of AAuM (scheme wise) IV	0.03%	0.01%
b	Management fee as % of AAuM (scheme wise) V	0.01%	0.01%
5	Net income as % of AAuM VI	3.20%	5.33%
6	Portfolio turnover ratio VII	2.83%	1.6%
7	Returns (%)* Compounded Annualised Yield		
	Last 1 Year	9.99%	11.91%
	Last 3 Years	9.93%	8.80%
	Last 5 Years	9.74%	9.53%
	Last 10 Years	NA	NA
	Since Launch of the scheme (01/08/2013)	9.56%	9.50%
* Declared NAV; Returns calculated based on declared NAV			
I	NAV = (Market value of investment held by scheme + value of current assets - value of current liability and provisions, if any) / (no. of units at the valuation date (before creation/ redemption of units))		
II	AAuM = Average daily net assets		
III	Gross income = Total Income as per Revenue Account		
IV	Total expenses = Expenses include management fees, custody fees, trustee 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) <sup>n</sup> -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, 2021**

## ***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, 2021

(In ₹)

Particulars	Schedule	Scheme G Tier I	
		March 31, 2021	March 31, 2020
<b>Liabilities</b>			
Unit Capital	1	24,91,18,06,022	16,25,32,63,719
Reserves & Surplus	2	27,84,94,34,848	15,59,15,68,261
Current Liabilities and Provisions	3	29,39,57,508	3,82,28,914
<b>Total</b>		<b>53,05,51,98,378</b>	<b>31,88,30,60,894</b>
<b>Assets</b>			
Investments	4	51,91,24,66,347	31,01,26,15,357
Deposits	5	-	-
Other Current Assets	6	1,14,27,32,031	87,04,45,537
<b>Total</b>		<b>53,05,51,98,378</b>	<b>31,88,30,60,894</b>
(a) Net asset as per Balance Sheet (Schedule 4+5+6 -3)		52,76,12,40,870	31,84,48,31,980
(b) Number of units outstanding		2,49,11,80,602	1,62,53,26,372
(c) NAV per unit (a)/(b) (₹)		21.1792	19.5928
<b>Significant accounting policies and notes to accounts</b>	7		

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

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

Vibha Padalkar  
(Director)Parvez Mulla  
(Director)Sumit Shukla  
(Chief Executive Officer)Fagun Pancholi  
(Chief Financial Officer)Nagesh Pai  
(Company Secretary)

Place : Mumbai

Date : April 22, 2021

**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, 2021**

**(In ₹)**

Particulars	Schedule	Scheme G Tier I	
		March 31, 2021	March 31, 2020
<b>Income</b>			
Interest		1,49,31,33,242	94,36,87,000
Profit on sale/redemption of investments		65,32,52,305	44,89,83,528
Unrealised gain on appreciation in investments		6,79,36,840	61,51,69,129
Other income			
- Miscellaneous Income		67,057	-
<b>Total Income (A)</b>		<b>2,21,43,89,444</b>	<b>2,00,78,39,657</b>
<b>Expenses &amp; Losses</b>			
Unrealised losses in value of investments		1,18,44,03,968	15,01,84,796
Loss on sale/redemption of investments		14,31,33,054	5,86,63,172
Management fees (including Goods and Service Tax)		26,82,587	15,62,919
NPS Trust fees		11,36,689	6,62,254
Custodian fees		8,26,947	4,61,419
CRA fees		1,32,61,239	94,13,092
Less : Amount recoverable on sale of units on account of CRA Charges		(1,32,61,239)	(94,13,092)
Depository and settlement charges		9,91,969	10,61,324
Stamp Duty on Bond/Mutual Fund		41,21,197	-
<b>Total Expenditure (B)</b>		<b>1,33,72,96,411</b>	<b>21,25,95,884</b>
<b>Surplus/(Deficit) for the year (A-B = C)</b>		<b>87,70,93,033</b>	<b>1,79,52,43,773</b>
Less: Amount transferred to Unrealised appreciation account		58,23,10,067	(46,49,84,333)
Less: Amount transferred to General Reserve		(1,45,94,03,100)	(1,33,02,59,440)
<b>Amount carried forward to Balance Sheet</b>		<b>-</b>	<b>-</b>
<b>Significant accounting policies and notes to accounts</b>	7		

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

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

**Vibha Padalkar**  
(Director)

**Parvez Mulla**  
(Director)

**Sumit Shukla**  
(Chief Executive Officer)

**Fagun Pancholi**  
(Chief Financial Officer)

**Nagesh Pai**  
(Company Secretary)

**Place :** Mumbai

**Date :** April 22, 2021

**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, 2021	March 31, 2020
<b>Initial capital</b>		
<b>Unit capital</b>		
Outstanding units at the beginning of the period	19,14,81,20,159	12,32,87,81,282
Add :Units issued during the period	6,50,51,63,181	4,40,63,55,060
Less: Units redeemed during the period	(74,14,77,318)	(48,18,72,623)
<b>Outstanding at the end of the period</b>	<b>24,91,18,06,022</b>	<b>16,25,32,63,719</b>
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>		
Outstanding units at the beginning of the period	1,91,48,12,016	1,23,28,78,128
Add :Units issued during the period	65,05,16,318	44,06,35,506
Less: Units redeemed during the period	(7,41,47,732)	(4,81,87,262)
<b>Outstanding Units at the end of the period</b>	<b>2,49,11,80,602</b>	<b>1,62,53,26,372</b>

**Schedule 2: Reserves and surplus**

(In ₹)

Particulars	Scheme G Tier I	
	March 31, 2021	March 31, 2020
<b>Unit premium reserve</b>		
Opening balance	13,66,29,79,342	7,12,88,87,108
Add: Premium on Units issued	7,25,78,14,218	3,94,56,64,149
Less: Premium on Units redeemed	(82,71,70,097)	(43,58,63,577)
Closing balance	<b>20,09,36,23,463</b>	<b>10,63,86,87,680</b>
<b>General Reserve</b>		
Opening balance	6,07,39,91,674	2,90,27,11,664
Add/(Less): Transfer from/(to) Revenue Account	1,45,94,03,100	1,33,02,59,440
Closing balance	<b>7,53,33,94,774</b>	<b>4,23,29,71,104</b>
<b>Unrealised Appreciation Reserve</b>		
Opening balance	80,47,26,678	25,49,25,144
Add: Adjustment for Previous years unrealised appreciation reserve	-	-
Add/(Less): Transfer from/(to) Revenue Account	(58,23,10,067)	46,49,84,333.00
Closing balance	<b>22,24,16,611</b>	<b>71,99,09,477</b>
<b>Total</b>	<b>27,84,94,34,848</b>	<b>15,59,15,68,261</b>

**Schedule 3: Current liabilities and provisions**

(In ₹)

Particulars	Scheme G Tier I	
	March 31, 2021	March 31, 2020
<b>Current liabilities &amp; Provisions</b>		
Sundry creditors for expenses	25,37,135	23,73,213
Redemption Payable	5,47,10,116	3,58,09,754
TDS Payable	52,104	45,947
Contracts for purchase of investments	23,66,58,153	-
<b>Total</b>	<b>29,39,57,508</b>	<b>3,82,28,914</b>

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

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

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

Particulars	Scheme G Tier I	
	March 31, 2021	March 31, 2020
Debentures and Bonds Listed/Awaiting Listing	3,32,45,64,028	-
Central and state government securities (including treasury bills )	48,11,68,30,873	30,64,61,56,357
Others - Mutual Fund Units	47,10,71,446	36,64,59,000
<b>Total</b>	<b>51,91,24,66,347</b>	<b>31,01,26,15,357</b>

**Schedule 5: Deposits****(In ₹)**

Particulars	Scheme G Tier I	
	March 31, 2021	March 31, 2020
Deposits with scheduled banks	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

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

Particulars	Scheme G Tier I	
	March 31, 2021	March 31, 2020
Balances with banks in current account	25,266	25,248
Outstanding and accrued income	54,26,90,265	42,03,80,289
Brokerage receivable from PFM	16,500	40,000
Sundry debtors	60,00,00,000	45,00,00,000
<b>Total</b>	<b>1,14,27,32,031</b>	<b>87,04,45,537</b>

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

### **Schedule 7**

#### **Significant accounting policies & notes to accounts for the half year ended March 31, 2021**

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

Scheme E - Equity market instruments

Scheme C - Credit risk bearing fixed income instruments

Scheme G - Government securities

Scheme A – Alternate Investment funds

Scheme Tax Saver – Hybrid Investments

## **1.3 Investments**

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

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

Investments are reconciled with the custodian records on daily basis.

## **Valuation of Investments**

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

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

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

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

### **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 01<sup>st</sup> August 2019.

## **1.9 Other Expenses**

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

## **2 Unit Premium Reserve**

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

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

### Notes to accounts (Un-audited)

#### 2.1 Contingent liabilities

(In ₹)

Particulars	Scheme G Tier I	
	March 31, 2021	March 31, 2020
Uncalled liability on partly paid shares	NIL	NIL
Other commitments	NIL	NIL

#### 2.2 Investments

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

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

Nature of relationship	Name of the related party
<b>Pension fund manager</b>	HDFC Pension Management Company Limited
<b>Sponsor company</b>	HDFC Life Insurance Company Limited
<b>Associates and group companies</b>	
Holding Company	HDFC Limited
Ms. Vibha Padalkar	Key Management Personnel
Mr. Parvez Mulla	Key Management Personnel
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, 2021

(In ₹)

Nature of Transaction	Scheme G Tier I	
	March 31, 2021	March 31, 2020
Investment management fees	26,82,587	15,62,919

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme G Tier I	
	March 31, 2021	March 31, 2020
Investment management fees payable	13,53,738	8,03,426

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

(In ₹)

Name of the Company	Asset type	Scheme G Tier I			
		March 31, 2021		March 31, 2020	
		Cost	Market Value	Cost	Market Value
HDFC Ltd		NIL	NIL	NIL	NIL

#### Investment with other Group Companies

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

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

(In ₹)

Name of the Company	Asset type	Scheme G Tier I			
		March 31, 2021		March 31, 2020	
		Cost	Market Value	Cost	Market Value
HDFC Bank Ltd		NIL	NIL	NIL	NIL

#### 2.4 Provision

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

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

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

(In ₹)

Particulars	Scheme G Tier I	
	March 31, 2021	March 31, 2020
Average Net Asset Value	45,59,24,74,550	26,49,01,52,739
Purchase of Investment	1,34,03,02,48,809	86,92,69,07,208
% to average Net Assets Value	293.97%	328.15%
Sale of Investment	1,18,80,17,31,116	78,71,90,84,830
% to average Net Assets Value	260.57%	297.16%

## 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, 2021 is as follows :

(In ₹)

Particulars	Scheme G Tier I	
	March 31, 2021	March 31, 2020
Average Net Asset Value	45,59,24,74,550	26,49,01,52,739
Purchase of Investment	51,68,12,94,714	50,87,46,92,211
% to average Net Assets Value	113.35%	192.05%
Sale of Investment	36,28,82,45,838	42,85,36,12,087
% to average Net Assets Value	79.59%	161.77%

\*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, 2021		As at March 31, 2020	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Central Government Securities	37,91,02,40,604	71.85%	26,79,84,58,035	84.15%
State Development Loans	10,20,65,90,271	19.34%	3,84,76,98,322	12.08%
Other Securities, whose principal and interest is guaranteed	3,32,45,64,026	6.30%	-	-
Mutual Funds	47,10,71,446	0.89%	36,64,59,000	1.15%
Net Current Assets	84,87,74,523	1.61%	83,22,16,623	2.61%
<b>Net Asset Value</b>	<b>52,76,12,40,870</b>	<b>100.00%</b>	<b>31,84,48,31,980</b>	<b>100.00%</b>

### 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, 2021	March 31, 2020
			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, 2021

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
<b>Debt Instruments</b>			
<b>Central Government Securities</b>			
1. 6.22% GOI Mat 16-Mar-2035	10,91,69,35,228	20.69%	Sovereign
2. 6.19% GOI Mat 16-Sep-2034	4,25,78,93,500	8.07%	Sovereign
3. 6.80% GOI Mat 15-Dec-2060	2,97,36,05,900	5.64%	Sovereign
4. 7.26% GOI Mat 14-Jan-2029	2,20,41,34,800	4.18%	Sovereign
5. 7.40% GOI Mat 09-Sep-2035	1,84,65,58,256	3.50%	Sovereign
6. Gsec C-STRIPS Mat 17-Jun-2027	1,57,99,11,026	2.99%	Sovereign
7. 8.83% GOI Mat 12-Dec-2041	1,45,53,84,693	2.76%	Sovereign
8. Gsec C-STRIPS Mat 17-Dec-2027	1,10,36,81,859	2.09%	Sovereign
9. 8.30% GOI Mat 31-Dec-2042	1,05,03,11,413	1.99%	Sovereign
10. Gsec C-STRIPS Mat 17-Dec-2026	99,70,24,956	1.89%	Sovereign
11. 8.33% GOI Mat 07-June-2036	91,38,72,836	1.73%	Sovereign
12. 6.62% GOI Mat 28-Nov-2051	83,50,57,000	1.58%	Sovereign
13. 8.28% GOI Mat 15-Feb-2032	80,06,95,625	1.52%	Sovereign
14. 6.67% GOI Mat 17-Dec-2050	79,00,04,800	1.50%	Sovereign
15. 7.95% GOI Mat 28-Aug-2032	71,50,19,776	1.36%	Sovereign
16. 7.50% GOI Mat 10-Aug-2034	56,46,94,944	1.07%	Sovereign
17. Gsec C-STRIPS Mat 17-June-2028	47,55,25,385	0.90%	Sovereign
18. 7.88%GOI Mat 19-Mar-2030	39,84,66,463	0.76%	Sovereign
19. Gsec C-STRIPS Mat 15-Sep-2027	39,73,52,351	0.75%	Sovereign
20. 8.30% GOI Mat 02-Jul-2040	33,36,44,543	0.63%	Sovereign
21. 8.60% GOI Mat 02-Jun-2028	29,94,20,710	0.57%	Sovereign
22. 7.57% GOI Mat 17-June-2033	28,96,85,700	0.55%	Sovereign
23. 9.20% GOI Mat 30-Sep-2030	28,38,48,282	0.54%	Sovereign
24. 7.16% GOI Mat 20-Sep-2050	26,18,87,000	0.50%	Sovereign
25. 5.85% GOI Mat 01-Dec-2030	24,44,23,250	0.46%	Sovereign
26. 8.28% GOI Mat 21-Sep-2027	19,16,98,850	0.36%	Sovereign
27. 7.19% GOI Mat 15-Sep-2060	15,87,09,900	0.30%	Sovereign
28. 7.61% GOI Mat 09-May-2030	11,55,90,790	0.22%	Sovereign
29. Gsec C-STRIPS Mat 23-Dec-2026	11,01,04,845	0.21%	Sovereign
30. 7.17% GOI Mat 08-Jan-2028	10,46,36,700	0.20%	Sovereign
31. Gsec C-STRIPS Mat 15-Mar-2027	10,45,20,563	0.20%	Sovereign
32. 7.59% GOI Mat 20-Mar-2029	10,13,77,825	0.19%	Sovereign
33. 5.77% GOI Mat 03-Aug-2030	9,61,44,400	0.18%	Sovereign
34. 8.24% GOI Mat 10-Nov-2033	9,53,26,038	0.18%	Sovereign
35. 8.17% GOI Mat 01-Dec-2044	7,16,44,740	0.14%	Sovereign
36. Gsec C-STRIPS Mat 10-Feb-2027	6,00,65,535	0.11%	Sovereign
37. Gsec C-STRIPS Mat 10-Aug-2027	5,73,82,384	0.11%	Sovereign
38. 8.33% GOI Mat 09-Jul-2026	5,35,01,944	0.10%	Sovereign
39. 7.37% GOI Mat 16-Apr-2023	5,18,32,872	0.10%	Sovereign
40. 8.20% GOI Mat 24-Sep-2025	5,15,32,935	0.10%	Sovereign
41. 7.72% GOI Mat 26-Oct-2055	5,03,02,301	0.10%	Sovereign
42. 7.69% GOI Mat 17-June-2043	4,71,24,043	0.09%	Sovereign
43. 7.63% GOI Mat 17-June-2059	4,02,50,778	0.08%	Sovereign
44. Gsec C-STRIPS Mat 26-Apr-2027	3,71,45,691	0.07%	Sovereign
45. Gsec C-STRIPS Mat 17-Dec-2028	3,64,66,254	0.07%	Sovereign
46. Gsec C-STRIPS Mat 26-Oct-2027	3,54,68,938	0.07%	Sovereign
47. Gsec C-STRIPS Mat 15-Jun-2027	3,42,03,140	0.06%	Sovereign
48. Gsec C-STRIPS Mat 15-Dec-2027	3,26,48,864	0.06%	Sovereign
49. Gsec C-STRIPS Mat 15-Jun-2028	3,13,99,081	0.06%	Sovereign
50. 8.13% GOI Mat 22-Jun-2045	3,06,73,676	0.06%	Sovereign
51. Gsec C-STRIPS Mat 15-Dec-2028	3,03,92,470	0.06%	Sovereign
52. 6.68% GOI Mat 17-Sep-2031	2,32,90,646	0.04%	Sovereign
53. 9.23% GOI Mat 23-Dec-2043	1,28,21,719	0.02%	Sovereign
54. 6.57% GOI Mat 05-Dec-2033	1,20,50,101	0.02%	Sovereign
55. 8.32% GOI Mat 02-Aug-2032	99,77,487	0.02%	Sovereign
56. 8.15% GOI Mat 24-Nov-2026	97,65,351	0.02%	Sovereign
57. 8.24% GOI Mat 15-Feb-2027	85,44,848	0.02%	Sovereign
58. 7.06% GOI Mat 10-Oct-2046	51,66,505	0.01%	Sovereign
59. 7.73% GOI Mat 19-Dec-2034	43,22,250	0.01%	Sovereign
60. 8.26% GOI Mat 02-Aug-2027	27,47,329	0.01%	Sovereign
61. 8.40% GOI Mat 28-Jul-2024	11,58,729	0.00%	Sovereign
62. 7.72% GOI Mat 25-May-2025	10,73,008	0.00%	Sovereign
63. 7.16% GOI Mat 20-May-2023	1,36,778	0.00%	Sovereign
<b>State Development Loans</b>			
1. 7.11% Gujrat SDL Mat 17-Mar-2031	1,53,09,75,000	2.90%	Sovereign
2. 6.73% Tamil Nadu SDL Mat 13-May-2030	1,24,23,43,750	2.35%	Sovereign
3. 6.95% Tamil Nadu SDL Mat 17-Feb-2031	1,00,98,27,000	1.91%	Sovereign
4. 6.90% Gujrat SDL Mat 31-Mar-2030	99,06,32,461	1.88%	Sovereign
5. 6.87% MAHARASHTRA SDL 2030	94,83,41,829	1.80%	Sovereign
6. 8.25% Gujrat SDL Mat 25-Apr-2028	64,98,24,600	1.23%	Sovereign
7. 6.66% Tamil Nadu SDL Mat 26-Aug-2030	49,48,11,500	0.94%	Sovereign
8. 8.08% Maharashtra SDL Mat 26-Dec-2028	48,33,09,376	0.92%	Sovereign
9. 6.60% Tamil Nadu SDL Mat 24-June-2029	35,77,18,988	0.68%	Sovereign

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2021

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
10. 6.81% Maharashtra SDL Mat 07-Oct-2028	35,18,31,200	0.67%	Sovereign
11. 8.16% Gujrat SDL Mat 09-May-2028	26,95,89,000	0.51%	Sovereign
12. 7.83% Maharashtra SDL Mat 08-Apr-2030	15,23,89,643	0.29%	Sovereign
13. 7.60% Maharashtra SDL Mat 15-Apr-2030	10,49,84,800	0.20%	Sovereign
14. 7.28% Gujrat SDL Mat 18-Dec-2029	10,29,67,400	0.20%	Sovereign
15. 7.20% Maharashtra SDL Mat 23-Oct-2029	10,24,26,000	0.19%	Sovereign
16. 8.53% Tamil Nadu SDL Mat 28-Nov-2028	8,20,81,613	0.16%	Sovereign
17. 9.53% Gujrat SDL Mat 12-Feb-2024	7,74,62,490	0.15%	Sovereign
18. 8.38% Gujrat SDL Mat 27-Feb-2029	7,64,39,720	0.14%	Sovereign
19. 8.30% Gujrat SDL Mat 06-Feb-2029	7,60,65,780	0.14%	Sovereign
20. 7.05% MAHARASHTRA SDL 2032	6,53,83,467	0.12%	Sovereign
21. 7.65% Tamil Nadu SDL Mat 06-Dec-2027	6,32,80,680	0.12%	Sovereign
22. 8.37% Tamil Nadu SDL Mat 05-Dec-2028	6,27,34,632	0.12%	Sovereign
23. 9.39% Maharashtra SDL Mat 20-Nov-2023	5,60,96,175	0.11%	Sovereign
24. 9.63% Maharashtra SDL Mat 12-Feb-2024	5,54,60,750	0.11%	Sovereign
25. 8.61% Tamil Nadu SDL Mat 03-Sep-2027	5,50,70,500	0.10%	Sovereign
26. 9.24% Maharashtra SDL Mat 16-Jan-2024	5,48,48,050	0.10%	Sovereign
27. 8.35% Gujrat SDL Mat 06-Mar-2029	5,45,21,450	0.10%	Sovereign
28. 8.17% Gujrat SDL Mat 19-Dec-2028	5,41,10,150	0.10%	Sovereign
29. 8.05% Tamil Nadu SDL Mat 18-April-2028	5,36,49,100	0.10%	Sovereign
30. 7.78% Maharashtra SDL Mat 24-Mar-2029	5,28,80,550	0.10%	Sovereign
31. 7.26% Gujrat SDL Mat 11-Dec-2029	5,14,16,800	0.10%	Sovereign
32. 7.96% Maharashtra SDL Mat 29-Jun-2026	5,04,03,975	0.10%	Sovereign
33. 8.60% Gujrat SDL Mat 17-Oct-2028	5,03,31,785	0.10%	Sovereign
34. 8.36% Maharashtra SDL Mat 27-Jan-2026	5,00,12,718	0.09%	Sovereign
35. 8.47% Maharashtra SDL Mat 10-Feb-2026	4,91,55,795	0.09%	Sovereign
36. 6.63% Tamil Nadu SDL Mat 23-Dec-2035	4,88,92,800	0.09%	Sovereign
37. 8.67% Maharashtra SDL Mat 24-Feb-2026	3,30,39,690	0.06%	Sovereign
38. 8.65% Gujrat SDL Mat 10-Oct-2028	2,77,16,750	0.05%	Sovereign
39. 8.47% Gujrat SDL Mat 21-Aug-2028	2,19,34,420	0.04%	Sovereign
40. 8.18% Tamil Nadu SDL Mat 19-Dec-2028	2,16,55,920	0.04%	Sovereign
41. 6.53% Tamil Nadu SDL Mat 06-Jan-2031	1,42,21,207	0.03%	Sovereign
42. 8.72% Andhra Pradesh SDL Mat 24-Feb-2026	1,10,25,180	0.02%	Sovereign
43. 7.18% Tamil Nadu SDL Mat 26-July-2027	1,02,88,800	0.02%	Sovereign
44. 8.00% Tamil Nadu SDL Mat 28-Oct-2025	86,63,168	0.02%	Sovereign
45. 8.50% Gujrat SDL Mat 28-Nov-2028	76,64,241	0.01%	Sovereign
46. 8.24% Andhra Pradesh SDL Mat 09-Sep-2025	47,12,473	0.01%	Sovereign
47. 8.44% Tamil Nadu SDL Mat 26-Nov-2024	44,19,563	0.01%	Sovereign
48. 7.17% Maharashtra SDL Mat 16-Oct-2029	40,89,292	0.01%	Sovereign
49. 8.17% Tamil Nadu SDL Mat 26-Nov-2025	26,81,503	0.01%	Sovereign
50. 9.49% Tamil Nadu SDL Mat 18-Dec-2023	11,04,876	0.00%	Sovereign
51. 9.77% Andhra Pradesh SDL Mat 28-Aug-2023	11,01,661	0.00%	Sovereign
<b>Other Securities, whose principal and interest is guaranteed</b>			
1. 6.65% Food Corporation of India Ltd Mat 23-Oct-2030	1,76,46,09,698	3.34%	AAA
2. 6.79% BSNL NCD (GOI Guranteed) Mat 23.09.2030	1,49,24,89,358	2.83%	AAA
3. 7.64% Food Corporation of India Ltd Mat 12-Dec-2029	3,43,89,072	0.07%	AAA
4. 9.95% Food Corporation of India Ltd Mat 07-Mar-2022	2,31,70,155	0.04%	AAA
5. 8.80% Food Corporation of India Ltd Mat 22-Mar-2028	99,05,743	0.02%	AAA
<b>Debt Instruments Total</b>	<b>51,44,13,94,901</b>	<b>97.50%</b>	
<b>Money Market Instruments</b>			
<b>Liquid Mutual Funds</b>			
1. Invesco India Overnight Fund - Direct Plan - Growth	47,10,71,446	0.89%	AAA
<b>Money Market Instruments Total</b>	<b>47,10,71,446</b>	<b>0.89%</b>	
Cash/Cash Equivalent & Net Current Assets	84,87,74,523	1.61%	
<b>Grand Total</b>	<b>52,76,12,40,870</b>	<b>100.00%</b>	
Average Maturity of Portfolio (in yrs) #	13.88		
Modified Duration (in yrs) #	8.18		
Yield to Maturity (%) (annualised) (at market price) #	6.79%		
<b>Credit Rating Exposure</b>			
Central Government Securities	37,91,02,40,604	71.85%	
State Development Loans	10,20,65,90,271	19.34%	
AAA / equivalent	3,32,45,64,026	6.30%	
A1+ / equivalent (Certificate of Deposits / Commercial Papers)	-	-	
AA+ / equivalent	-	-	
AA / equivalent	-	-	
AA- / equivalent	-	-	
A+ / equivalent	-	-	

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2021

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
A / equivalent	-	-	
A- / equivalent	-	-	
BBB+ / equivalent	-	-	
BBB / equivalent	-	-	
BBB- / equivalent	-	-	
Lower (Below Investment Grade) (out of above Net NPA)	-	-	
<b>TOTAL</b>	<b>51,44,13,94,901</b>	<b>97.50%</b>	
Bank FD	-	-	
Equity	-	-	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	47,10,71,446	0.89%	
Cash / cash equivalent net current assets	84,87,74,523	1.61%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
<b>Grand Total</b>	<b>52,76,12,40,870</b>	<b>100.00%</b>	
Units Outstanding	2,49,11,80,602		
NAV	21.1792		
<b>Notes:</b>			
a. Total NPAs provided for and its percentage to NAV		-	
b. Total value and percentage of illiquid equity shares		-	
c. NAV at September 30,2020		20.7277	
d. NAV at March 31,2021		21.1792	
e. Total outstanding exposure in derivative instruments at March 31, 2021		-	
f. Total 'Infrastructure investments' March 31, 2021		1,49,24,89,358	

# 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, 2021 (UN-AUDITED)**

Sr No	Particulars	Scheme G Tier I	
		March 31, 2021	March 31, 2020
1	NAV per unit (₹) I		
	Open	20.7277	18.3435
	High	21.5426	19.8236
	Low	20.7488	18.3617
	End	21.1792	19.5928
2	Closing Assets Under Management (₹ in Lakhs)		
	End	5,27,612.41	3,18,448.32
	Average daily net assets (AAuM) II	4,55,924.75	2,64,901.53
3	Gross income as % of AAuM III	4.86%	7.58%
4	Expense ratio		
a	Total expense as % of AAuM (scheme wise) IV	0.02%	0.01%
b	Management fee as % of AAuM (scheme wise) V	0.01%	0.01%
5	Net income as % of AAuM VI	1.92%	6.78%
6	Portfolio turnover ratio VII	79.59%	161.77%
7	Returns (%)* Compounded Annualised Yield		
	Last 1 Year	8.10%	15.47%
	Last 3 Years	10.93%	9.71%
	Last 5 Years	9.89%	9.62%
	Last 10 Years	NA	NA
	Since Launch of the scheme (01/08/2013)	10.28%	10.61%
	* Declared NAV; Returns calculated based on declared NAV		
I	NAV = (Market value of investment held by scheme + value of current assets - value of current liability and provisions, if any) / (no. of units at the valuation date (before creation/ redemption of units))		
II	AAuM = Average daily net assets		
III	Gross income = Total Income as per Revenue Account		
IV	Total expenses = Expenses include management fees, custody fees, trustee 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) <sup>n</sup> -1 (where n=365/no. of days)		



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

**Un-audited Financial Statements for the half year  
ended March 31, 2021**

## ***Contents***

Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts

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

UN-AUDITED BALANCE SHEET AS AT MARCH 31, 2021

(In ₹)

Particulars	Schedule	Scheme G Tier II	
		March 31, 2021	March 31, 2020
<b>Liabilities</b>			
Unit Capital	1	1,22,40,54,544	56,78,93,019
Reserves & Surplus	2	1,39,94,24,211	56,48,35,513
Current Liabilities and Provisions	3	4,18,28,680	2,95,35,500
<b>Total</b>		<b>2,66,53,07,435</b>	<b>1,16,22,64,032</b>
<b>Assets</b>			
Investments	4	2,62,35,47,802	1,13,29,30,523
Deposits	5	-	-
Other Current Assets	6	4,17,59,633	2,93,33,509
<b>Total</b>		<b>2,66,53,07,435</b>	<b>1,16,22,64,032</b>
(a) Net asset as per Balance Sheet (Schedule 4+5+6 -3)		2,62,34,78,755	1,13,27,28,532
(b) Number of units outstanding		12,24,05,454	5,67,89,302
(c) NAV per unit (a)/(b) (₹)		21.4326	19.9461
<b>Significant accounting policies and notes to accounts</b>	7		

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

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

Vibha Padalkar  
(Director)Parvez Mulla  
(Director)Sumit Shukla  
(Chief Executive Officer)Fagun Pancholi  
(Chief Financial Officer)Nagesh Pai  
(Company Secretary)

Place : Mumbai

Date : April 22, 2021

**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, 2021

(In ₹)

Particulars	Schedule	Scheme G Tier II	
		March 31, 2021	March 31, 2020
<b>Income</b>			
Interest		7,31,40,834	3,23,20,656
Profit on sale/redemption of investments		9,72,913	23,12,303
Unrealised gain on appreciation in investments		-	2,42,39,555
Other income			
- Miscellaneous Income		2,345	-
<b>Total Income (A)</b>		<b>7,41,16,092</b>	<b>5,88,72,514</b>
<b>Expenses &amp; Losses</b>			
Unrealised losses in value of investments		4,23,86,254	15,46,111
Loss on sale/redemption of investments		-	3,42,500
Loss on inter-scheme transfer/sale of investments		-	-
Management fees (including Goods and Service Tax)		1,29,175	54,078
NPS Trust fees		54,736	22,914
Custodian fees		38,287	15,545
CRA fees		2,02,737	79,662
Less : Amount recoverable on sale of units on account of CRA Charges		(2,02,737)	(79,662)
Depository and settlement charges		17,081	7,787
Stamp Duty on Bond/Mutual Fund		1,87,848	-
<b>Total Expenditure (B)</b>		<b>4,28,13,381</b>	<b>19,88,935</b>
<b>Surplus/(Deficit) for the year (A-B = C)</b>		<b>3,13,02,711</b>	<b>5,68,83,579</b>
Less: Amount transferred to Unrealised appreciation account		4,18,19,691	(2,26,93,444)
Less: Amount transferred to General Reserve		(7,31,22,402)	(3,41,90,135)
<b>Amount carried forward to Balance Sheet</b>		<b>-</b>	<b>-</b>
<b>Significant accounting policies and notes to accounts</b>	7		

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

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

**Vibha Padalkar**  
(Director)

**Parvez Mulla**  
(Director)

**Sumit Shukla**  
(Chief Executive Officer)

**Fagun Pancholi**  
(Chief Financial Officer)

**Nagesh Pai**  
(Company Secretary)

Place : Mumbai

Date : April 22, 2021

**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, 2021	March 31, 2020
<b>Initial capital</b>		
<u>Unit capital</u>		
Outstanding units at the beginning of the period	81,74,09,433	38,80,42,201
Add :Units issued during the period	72,49,45,606	53,04,06,259
Less: Units redeemed during the period	(31,83,00,495)	(35,05,55,441)
<b>Outstanding at the end of the period</b>	<b>1,22,40,54,544</b>	<b>56,78,93,019</b>
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>		
Outstanding units at the beginning of the period	8,17,40,943	3,88,04,220
Add :Units issued during the period	7,24,94,561	5,30,40,626
Less: Units redeemed during the period	(3,18,30,050)	(3,50,55,544)
<b>Outstanding Units at the end of the period</b>	<b>12,24,05,454</b>	<b>5,67,89,302</b>

**Schedule 2: Reserves and surplus**

(In ₹)

Particulars	Scheme G Tier II	
	March 31, 2021	March 31, 2020
<b>Unit premium reserve</b>		
Opening balance	69,21,21,424	25,37,91,886
Add: Premium on Units issued	83,30,44,821	49,25,08,746
Less: Premium on Units redeemed	(36,39,79,193)	(32,48,86,721)
<b>Closing balance</b>	<b>1,16,11,87,052</b>	<b>42,14,13,911</b>
<b>General Reserve</b>		
Opening balance	14,62,41,298	6,39,93,423
Add/(Less): Transfer from/(to) Revenue Account	7,31,22,402	3,41,90,135
<b>Closing balance</b>	<b>21,93,63,700</b>	<b>9,81,83,558</b>
<b>Unrealised Appreciation Reserve</b>		
Opening balance	6,06,93,150	2,25,44,600
Add: Adjustment for Previous years unrealised appreciation reserve		
Add/(Less): Transfer from/(to) Revenue Account	(4,18,19,691)	2,26,93,444
<b>Closing balance</b>	<b>1,88,73,459</b>	<b>4,52,38,044</b>
<b>Total</b>	<b>1,39,94,24,211</b>	<b>56,48,35,513</b>

**Schedule 3: Current liabilities and provisions**

(In ₹)

Particulars	Scheme G Tier II	
	March 31, 2021	March 31, 2020
<b>Current liabilities &amp; Provisions</b>		
Sundry creditors for expenses	1,13,402	54,824
Redemption Payable	2,76,35,142	2,94,79,312
TDS Payable	2,319	1,364
Contracts for purchase of investments	1,40,77,817	-
<b>Total</b>	<b>4,18,28,680</b>	<b>2,95,35,500</b>

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

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

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

Particulars	Scheme G Tier II	
	March 31, 2021	March 31, 2020
Central and state government securities (including treasury bills )	2,57,52,49,684	1,08,54,09,523
Others - Mutual Fund Units	4,82,98,118	4,75,21,000
<b>Total</b>	<b>2,62,35,47,802</b>	<b>1,13,29,30,523</b>

**Schedule 5: Deposits****(In ₹)**

Particulars	Scheme G Tier II	
	March 31, 2021	March 31, 2020
Deposits with scheduled banks	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

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

Particulars	Scheme G Tier II	
	March 31, 2021	March 31, 2020
Balances with banks in current account	5,079	4,611
Outstanding and accrued income	3,17,54,554	1,93,28,898
Sundry debtors	1,00,00,000	1,00,00,000
<b>Total</b>	<b>4,17,59,633</b>	<b>2,93,33,509</b>

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

## Schedule 7

### Significant accounting policies & notes to accounts for the half year ended March 31, 2021

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

Scheme E - Equity market instruments

Scheme C - Credit risk bearing fixed income instruments

Scheme G - Government securities

Scheme A – Alternate Investment funds

Scheme Tax Saver - Hybrid Investments

## **1.3 Investments**

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

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

Investments are reconciled with the custodian records on daily basis.

## **Valuation of Investments**

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

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

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

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

### **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 01<sup>st</sup> August 2019.

## **1.9 Other Expenses**

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

## **2 Unit Premium Reserve**

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

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

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

**2.1 Contingent liabilities**

(In ₹)

Particulars	Scheme G Tier II	
	March 31, 2021	March 31, 2020
Uncalled liability on partly paid shares	NIL	NIL
Other commitments	NIL	NIL

**2.2 Investments**

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

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

Nature of relationship	Name of the related party
<b>Pension fund manager</b>	HDFC Pension Management Company Limited
<b>Sponsor company</b>	HDFC Life Insurance Company Limited
<b>Associates and group companies</b>	
Holding Company	HDFC Limited
Ms. Vibha Padalkar	Key Management Personnel
Mr. Parvez Mulla	Key Management Personnel
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, 2021

(In ₹)

Nature of Transaction	Scheme G Tier II	
	March 31, 2021	March 31, 2020
Investment management fees	1,29,175	54,078

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme G Tier II	
	March 31, 2021	March 31, 2020
Investment management fees payable	68,688	28,314

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

(In ₹)

Name of the Company	Asset type	Scheme G Tier II			
		March 31, 2021		March 31, 2020	
		Cost	Market Value	Cost	Market Value
HDFC Ltd		NIL	NIL	NIL	NIL

**Investment with other Group Companies**

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

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

(In ₹)

Name of the Company	Asset type	Scheme G Tier II			
		March 31, 2021		March 31, 2020	
		Cost	Market Value	Cost	Market Value
HDFC Bank Ltd		NIL	NIL	NIL	NIL

**2.4 Provision**

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

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

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

(In ₹)

Particulars	Scheme G Tier II	
	March 31, 2021	March 31, 2020
Average Net Asset Value	2,19,54,19,999	91,65,70,939
Purchase of Investment	4,76,25,94,572	4,61,83,60,778
% to average Net Assets Value	216.93%	503.87%
Sale of Investment	3,79,29,68,070	4,24,39,18,005
% to average Net Assets Value	172.77%	463.02%

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

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

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

(In ₹)

Particulars	Scheme G Tier II	
	March 31, 2021	March 31, 2020
Average Net Asset Value	2,19,54,19,999	91,65,70,939
Purchase of Investment	1,00,55,68,318	40,83,55,781
% to average Net Assets Value	45.80%	44.55%
Sale of Investment	-	6,30,06,316
% to average Net Assets Value	-	6.87%

\*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, 2021		March 31, 2020	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Central Government Securities	2,21,60,73,937	84.47%	83,43,46,519	73.66%
State Development Loans	35,91,75,747	13.69%	25,10,63,004	22.16%
Mutual Funds	4,82,98,118	1.84%	4,75,21,000	4.20%
Net Current Assets	(69,047)	0.00%	(2,01,991)	-0.02%
<b>Net Asset Value</b>	<b>2,62,34,78,755</b>	<b>100.00%</b>	<b>1,13,27,28,532</b>	<b>100.00%</b>

**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, 2021	March 31, 2020
			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, 2021

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
<b>Debt Instruments</b>			
<b>Central Government Securities</b>			
1. 6.22% GOI Mat 16-Mar-2035	35,25,20,656	13.44%	Sovereign
2. 7.57% GOI Mat 17-June-2033	24,67,69,300	9.41%	Sovereign
3. 5.77% GOI Mat 03-Aug-2030	19,20,96,511	7.32%	Sovereign
4. 7.16% GOI Mat 20-Sep-2050	15,71,32,200	5.99%	Sovereign
5. 6.19% GOI Mat 16-Sep-2034	14,35,24,500	5.47%	Sovereign
6. 8.24% GOI Mat 10-Nov-2033	11,47,24,695	4.37%	Sovereign
7. 7.72% GOI Mat 15-June-2049	11,16,10,400	4.25%	Sovereign
8. 7.40% GOI Mat 09-Sep-2035	10,64,40,300	4.06%	Sovereign
9. 8.32% GOI Mat 02-Aug-2032	8,39,38,836	3.20%	Sovereign
10. Gsec C-STRIPS Mat 17-Dec-2026	7,02,43,200	2.68%	Sovereign
11. 6.67% GOI Mat 17-Dec-2050	6,82,86,040	2.60%	Sovereign
12. 7.50% GOI Mat 10-Aug-2034	5,56,13,896	2.12%	Sovereign
13. 7.26% GOI Mat 14-Jan-2029	5,24,79,400	2.00%	Sovereign
14. 6.80% GOI Mat 15-Dec-2060	5,00,97,699	1.91%	Sovereign
15. Gsec C-STRIPS Mat 17-Dec-2027	4,55,28,210	1.74%	Sovereign
16. 7.95% GOI Mat 28-Aug-2032	3,85,12,915	1.47%	Sovereign
17. Gsec C-STRIPS Mat 15-Sep-2027	3,30,58,150	1.26%	Sovereign
18. Gsec C-STRIPS Mat 17-June-2028	3,12,75,100	1.19%	Sovereign
19. 8.17% GOI Mat 01-Dec-2044	2,66,29,121	1.02%	Sovereign
20. 6.68% GOI Mat 17-Sep-2031	2,02,00,040	0.77%	Sovereign
21. 7.61% GOI Mat 09-May-2030	1,80,71,086	0.69%	Sovereign
22. 8.28% GOI Mat 15-Feb-2032	1,79,87,875	0.69%	Sovereign
23. 7.73% GOI Mat 19-Dec-2034	1,75,82,957	0.67%	Sovereign
24. 8.60% GOI Mat 02-Jun-2028	1,70,06,665	0.65%	Sovereign
25. 8.83% GOI Mat 12-Dec-2041	1,59,91,757	0.61%	Sovereign
26. 7.06% GOI Mat 10-Oct-2046	1,47,86,537	0.56%	Sovereign
27. 9.20% GOI Mat 30-Sep-2030	1,38,66,084	0.53%	Sovereign
28. 8.30% GOI Mat 02-Jul-2040	1,23,45,657	0.47%	Sovereign
29. 8.40% GOI Mat 28-Jul-2024	1,03,41,114	0.39%	Sovereign
30. 7.72% GOI Mat 25-May-2025	96,57,072	0.37%	Sovereign
31. 8.13% GOI Mat 22-Jun-2045	95,63,788	0.36%	Sovereign
32. 6.57% GOI Mat 05-Dec-2033	78,22,169	0.30%	Sovereign
33. 8.15% GOI Mat 24-Nov-2026	77,48,713	0.30%	Sovereign
34. 7.88%GOI Mat 19-Mar-2030	73,36,477	0.28%	Sovereign
35. 8.24% GOI Mat 15-Feb-2027	69,94,238	0.27%	Sovereign
36. 8.30% GOI Mat 31-Dec-2042	64,35,660	0.25%	Sovereign
37. 8.20% GOI Mat 24-Sep-2025	55,19,828	0.21%	Sovereign
38. 7.59% GOI Mat 20-Mar-2029	53,35,675	0.20%	Sovereign
39. 9.23% GOI Mat 23-Dec-2043	39,45,144	0.15%	Sovereign
40. 8.33% GOI Mat 09-Jul-2026	32,95,131	0.13%	Sovereign
41. 8.33% GOI Mat 07-June-2036	22,92,304	0.09%	Sovereign
42. 7.72% GOI Mat 26-Oct-2055	11,24,325	0.04%	Sovereign
43. 8.28% GOI Mat 21-Sep-2027	2,21,144	0.01%	Sovereign
44. 8.26% GOI Mat 02-Aug-2027	1,21,368	0.00%	Sovereign
<b>State Development Loans</b>			
1. 6.81% Maharashtra SDL Mat 07-Oct-2028	6,87,77,973	2.62%	Sovereign
2. 8.25% Gujrat SDL Mat 25-Apr-2028	5,41,52,050	2.06%	Sovereign
3. 8.47% Gujrat SDL Mat 21-Aug-2028	3,29,01,630	1.25%	Sovereign
4. 8.30% Gujrat SDL Mat 06-Feb-2029	2,97,30,853	1.13%	Sovereign
5. 9.53% Gujrat SDL Mat 12-Feb-2024	2,21,32,140	0.84%	Sovereign
6. 8.17% Gujrat SDL Mat 19-Dec-2028	2,16,44,060	0.83%	Sovereign
7. 7.65% Tamil Nadu SDL Mat 06-Dec-2027	2,06,29,502	0.79%	Sovereign
8. 8.18% Tamil Nadu SDL Mat 19-Dec-2028	1,75,84,607	0.67%	Sovereign
9. 8.38% Gujrat SDL Mat 27-Feb-2029	1,56,26,463	0.60%	Sovereign
10. 6.90% Gujrat SDL Mat 31-Mar-2030	1,40,75,054	0.54%	Sovereign
11. 8.37% Tamil Nadu SDL Mat 05-Dec-2028	1,09,37,000	0.42%	Sovereign
12. 8.08% Maharashtra SDL Mat 26-Dec-2028	98,33,749	0.37%	Sovereign
13. 8.58% Gujrat SDL Mat 31-Oct-2028	85,42,655	0.33%	Sovereign
14. 8.68% Tamil Nadu SDL Mat 10-Oct-2028	79,61,668	0.30%	Sovereign
15. 8.79% Gujrat SDL Mat 12-Sep-2028	58,13,381	0.22%	Sovereign
16. 8.47% Maharashtra SDL Mat 10-Feb-2026	54,61,755	0.21%	Sovereign
17. 7.20% Maharashtra SDL Mat 09-Aug-2027	51,50,250	0.20%	Sovereign
18. 8.36% Maharashtra SDL Mat 27-Jan-2026	43,48,932	0.17%	Sovereign
19. 7.96% Maharashtra SDL Mat 29-Jun-2026	32,17,275	0.12%	Sovereign
20. 8.44% Tamil Nadu SDL Mat 26-Nov-2024	6,54,750	0.02%	Sovereign
<b>Debt Instruments Total</b>	<b>2,57,52,49,684</b>	<b>98.16%</b>	

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2021

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
<b>Money Market Instruments</b>			
<b>Liquid Mutual Funds</b>			
1. Aditya Birla Sun Life Overnight Fund - Growth -Direct Plan	4,82,98,118	1.84%	AAA
<b>Money Market Instruments Total</b>	<b>4,82,98,118</b>	<b>1.84%</b>	
Cash/Cash Equivalent & Net Current Assets	(69,047)	0.00%	
<b>Grand Total</b>	<b>2,62,34,78,755</b>	<b>100.00%</b>	
Average Maturity of Portfolio (in yrs) #	14.10		
Modified Duration (in yrs) #	8.21		
Yield to Maturity (%) (annualised) (at market price) #	6.75%		
<b>Credit Rating Exposure</b>			
Central Government Securities	2,21,60,73,937	84.47%	
State Development Loans	35,91,75,747	13.69%	
AAA / equivalent	-	-	
A1+ / equivalent (Certificate of Deposits / Commercial Papers)	-	-	
AA+ / equivalent	-	-	
AA / equivalent	-	-	
AA- / equivalent	-	-	
A+ / equivalent	-	-	
A / equivalent	-	-	
A- / equivalent	-	-	
BBB+ / equivalent	-	-	
BBB / equivalent	-	-	
BBB- / equivalent	-	-	
Lower (Below Investment Grade)	-	-	
(out of above Net NPA)			
<b>TOTAL</b>	<b>2,57,52,49,684</b>	<b>98.16%</b>	
Bank FD	-	-	
Equity	-	-	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	4,82,98,118	1.84%	
Cash / cash equivalent net current assets	(69,047)	0.00%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
<b>Grand Total</b>	<b>2,62,34,78,755</b>	<b>100.00%</b>	
Units Outstanding	12,24,05,454		
NAV	21.4326		
<b>Notes:</b>			
a. Total NPAs provided for and its percentage to NAV		-	
b. Total value and percentage of illiquid equity shares		-	
c. NAV at September 30,2020		20.9988	
d. NAV at March 31,2021		21.4326	
e. Total outstanding exposure in derivative instruments at March 31,2021		-	
f. Total 'Infrastructure investments' March 31,2021		-	

# 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, 2021 (UN - AUDITED)**

Sr No	Particulars	Scheme G Tier II	
		March 31, 2021	March 31, 2020
1	NAV per unit (₹) I		
	Open	20.9988	18.7704
	High	21.8392	20.2180
	Low	21.0111	18.8105
	End	21.4326	19.9461
2	Closing Assets Under Management (₹ in Lakhs)		
	End	26,234.79	11,327.29
	Average daily net assets (AAuM) II	21,954.20	9,165.71
3	Gross income as % of AAuM III	3.38%	6.42%
4	Expense ratio		
a	Total expense as % of AAuM (scheme wise) IV	0.02%	0.01%
b	Management fee as % of AAuM (scheme wise) V	0.01%	0.01%
5	Net income as % of AAuM VI	1.43%	6.21%
6	Portfolio turnover ratio VII	-	6.87%
7	Returns (%) * Compounded Annualised Yield		
	Last 1 Year	7.45%	14.90%
	Last 3 Years	10.55%	9.59%
	Last 5 Years	9.66%	9.53%
	Last 10 Years	NA	NA
	Since Launch of the scheme (01/08/2013)	10.45%	10.91%
	* Declared NAV; Returns calculated based on declared NAV		
I	NAV = (Market value of investment held by scheme + value of current assets - value of current liability and provisions, if any) / (no. of units at the valuation date (before creation/ redemption of units))		
II	AAuM = Average daily net assets		
III	Gross income = Total Income as per Revenue Account		
IV	Total expenses = Expenses include management fees, custody fees, trustee 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) <sup>n</sup> - 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, 2021**

## ***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, 2021

(In ₹)

Particulars	Schedule	Scheme A Tier I	
		March 31, 2021	March 31, 2020
<b>Liabilities</b>			
Unit Capital	1	25,47,46,587	14,27,30,975
Reserves & Surplus	2	10,86,04,123	4,31,79,797
Current Liabilities and Provisions	3	3,92,167	2,66,949
<b>Total</b>		<b>36,37,42,877</b>	<b>18,61,77,721</b>
<b>Assets</b>			
Investments	4	35,56,29,574	17,80,54,012
Deposits	5	-	-
Other Current Assets	6	81,13,303	81,23,709
<b>Total</b>		<b>36,37,42,877</b>	<b>18,61,77,721</b>
(a) Net asset as per Balance Sheet (Schedule 4+5+6 -3)		36,33,50,710	18,59,10,772
(b) Number of units outstanding		2,54,74,659	1,42,73,098
(c) NAV per unit (a)/(b) (₹)		14.2632	13.0252
<b>Significant accounting policies and notes to accounts</b>	7		

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

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

Vibha Padalkar  
(Director)Parvez Mulla  
(Director)Sumit Shukla  
(Chief Executive Officer)Fagun Pancholi  
(Chief Financial Officer)Nagesh Pai  
(Company Secretary)

Place : Mumbai

Date : April 22, 2021

**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, 2021**

**(In ₹)**

Particulars	Schedule	Scheme A Tier I	
		March 31, 2021	March 31, 2020
<b>Income</b>			
Interest		71,51,033	54,62,385
Profit on sale/redemption of investments		9,66,090	4,91,199
Unrealised gain on appreciation in investments		16,70,892	1,17,744
Other income			
- Miscellaneous Income		71	-
<b>Total Income (A)</b>		<b>97,88,086</b>	<b>60,71,328</b>
<b>Expenses &amp; Losses</b>			
Unrealised losses in value of investments		-	35,87,678
Management fees (including Goods and Service Tax)		17,029	8,711
NPS Trust fees		7,216	3,691
Custodian fees		2,938	2,223
CRA fees		1,27,423	76,682
Less : Amount recoverable on sale of units on account of CRA Charges		(1,27,423)	(76,682)
Depository and settlement charges		460	468
Stamp Duty on Bond/Mutual Fund		9,566	-
Other Expenses		-	-
<b>Total Expenditure (B)</b>		<b>37,209</b>	<b>36,02,771</b>
<b>Surplus/(Deficit) for the year (A-B = C)</b>		<b>97,50,877</b>	<b>24,68,557</b>
Less: Amount transferred to Unrealised appreciation account		(16,70,892)	7,82,313
Less: Amount transferred to General Reserve		(80,79,985)	(32,50,870)
<b>Amount carried forward to Balance Sheet</b>		<b>-</b>	<b>-</b>
<b>Significant accounting policies and notes to accounts</b>	7		

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

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

**Vibha Padalkar**  
(Director)

**Parvez Mulla**  
(Director)

**Sumit Shukla**  
(Chief Executive Officer)

**Fagun Pancholi**  
(Chief Financial Officer)

**Nagesh Pai**  
(Company Secretary)

Place : Mumbai

Date : April 22, 2021

**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, 2021	March 31, 2020
<b>Initial capital</b>		
<b><u>Unit capital</u></b>		
Outstanding at the beginning of the year	17,59,59,510	9,18,34,604
Add :Units issued during the year	8,88,87,787	5,64,69,091
Less: Units redeemed during the year	-1,01,00,710	(55,72,720)
<b>Outstanding at the end of the year</b>	<b>25,47,46,587</b>	<b>14,27,30,975</b>
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>		
Outstanding units at the beginning of the year	1,75,95,951	91,83,461
Add :Units issued during the year	88,88,779	56,46,909
Less: Units redeemed during the year	-10,10,071	(5,57,272)
<b>Outstanding Units at the end of the year</b>	<b>2,54,74,659</b>	<b>1,42,73,098</b>

**Schedule 2: Reserves and surplus**

(In ₹)

Particulars	Scheme A Tier I	
	March 31, 2021	March 31, 2020
<b>Unit premium reserve</b>		
Opening balance	4,26,97,178	1,59,72,308
Add: Premium on Units issued	3,72,04,068	1,75,31,605
Less: Premium on Units redeemed	-41,93,475	(17,09,742)
Closing balance	<b>7,57,07,771</b>	<b>3,17,94,171</b>
<b>General Reserve</b>		
Opening balance	2,12,93,178	80,17,011
Add: Transfer from Revenue Account	80,79,985	32,50,870
Closing balance	<b>2,93,73,163</b>	<b>1,12,67,881</b>
<b>Unrealised Appreciation Reserve</b>		
Opening balance	18,52,297	9,00,058
Add: Adjustment for Previous years unrealised appreciation reserve	-	-
Add: Transfer from Revenue Account	16,70,892	(7,82,313)
Closing balance	<b>35,23,189</b>	<b>1,17,745</b>
<b>Total</b>	<b>10,86,04,123</b>	<b>4,31,79,797</b>

**Schedule 3: Current liabilities and provisions**

(In ₹)

Particulars	Scheme A Tier I	
	March 31, 2021	March 31, 2020
<b>Current liabilities</b>		
Sundry creditors for expenses	12,488	9,531
Redemption Payable	3,79,422	2,57,216
TDS Payable	257	202
<b>Total</b>	<b>3,92,167</b>	<b>2,66,949</b>

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

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

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

Particulars	Scheme A Tier I	
	March 31, 2021	March 31, 2020
Others - Mutual Fund Units	19,69,25,923	2,36,91,849
Basel III Tier I bonds	15,87,03,651	15,43,62,163
<b>Total</b>	<b>35,56,29,574</b>	<b>17,80,54,012</b>

**Schedule 5: Deposits****(In ₹)**

Particulars	Scheme A Tier I	
	March 31, 2021	March 31, 2020
Deposits with scheduled banks	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

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

Particulars	Scheme A Tier I	
	March 31, 2021	March 31, 2020
Balances with banks in current account	4,796	5,004
Outstanding and accrued income	81,08,507	81,17,105
Brokerage receivable from PFM	-	1,600
<b>Total</b>	<b>81,13,303</b>	<b>81,23,709</b>

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

### **Schedule 7**

#### **Significant accounting policies & notes to accounts for the half year ended March 31, 2021**

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

Scheme E - Equity market instruments

Scheme C - Credit risk bearing fixed income instruments

Scheme G - Government securities

Scheme A – Alternate Investment funds

Scheme Tax Saver – Hybrid Investments

## **1.3 Investments**

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

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

Investments are reconciled with the custodian records on daily basis.

## **Valuation of Investments**

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

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

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

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

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

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 01<sup>st</sup> August 2019.

## **1.9 Other Expenses**

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

## **2 Unit Premium Reserve**

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

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

Notes to accounts (Un-audited)

**2.1 Contingent liabilities**

(In ₹)

Particulars	Scheme A Tier I	
	March 31, 2021	March 31, 2020
Uncalled liability on partly paid shares	NIL	NIL
Other commitments	NIL	NIL

**2.2 Investments**

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

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

Nature of relationship	Name of the related party
<b>Pension fund manager</b>	HDFC Pension Management Company Limited
<b>Sponsor company</b>	HDFC Life Insurance Company Limited
<b>Associates and group companies</b>	
Holding Company	HDFC Limited
Ms. Vibha Padalkar	Key Management Personnel
Mr. Parvez Mulla	Key Management Personnel
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, 2021

(In ₹)

Nature of Transaction	Scheme A Tier I	
	March 31, 2021	March 31, 2020
Investment management fees	17,029	8,711

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme A Tier I	
	March 31, 2021	March 31, 2020
Investment management fees payable	8,925	4,610

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

(In ₹)

Name of the Company	Asset type	Scheme A Tier I			
		As at March 31, 2021		As at March 31, 2020	
		Cost	Market Value	Cost	Market Value
HDFC LTD		NIL	NIL	NIL	NIL

**Investment with other Group Companies**

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

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

(In ₹)

Name of the Company	Asset type	Scheme A Tier I			
		As at March 31, 2021		As at March 31, 2020	
		Cost	Market Value	Cost	Market Value
HDFC Bank Ltd		NIL	NIL	NIL	NIL

**2.4 Provision**

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

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

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

(In ₹)

Particulars	Scheme A Tier I	
	March 31, 2021	March 31, 2020
Average Net Asset Value	28,94,22,284	14,76,33,479
Purchase of Investment	19,13,12,962	28,03,08,354
% to average Net Assets Value	66.10%	189.87%
Sale of Investment	7,53,39,996	20,94,83,094
% to average Net Assets Value	26.03%	141.89%

**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, 2021 is as follows :

(In ₹)

Particulars	Scheme A Tier I	
	March 31, 2021	March 31, 2020
Average Net Asset Value	28,94,22,284	14,76,33,479
Purchase of Investment	-	5,43,40,355
% to average Net Assets Value	-	36.81%
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, 2021		March 31, 2020	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Monetary intermediation of commercial / saving / postal banks	15,87,03,651	43.68%	15,43,62,163	83.03%
Mutual Funds	19,69,25,923	54.20%	2,36,91,849	12.74%
Net Current Assets	77,21,136	2.12%	78,56,760	4.23%
<b>Net Asset Value</b>	<b>36,33,50,710</b>	<b>100.00%</b>	<b>18,59,10,772</b>	<b>100.00%</b>

Note :

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

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

(In ₹)

Security Name	Asset Type	Ageing	Scheme A Tier I	
			March 31, 2021	March 31, 2020
			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, 2021

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
<b>Asset Backed, Trust Structured and Miscellaneous Investments</b>			
<b>Basel III Tier-1 bonds</b>			
1. 8.75 SBI Bank Perpetual AT-1 (Call date30/08/2024)	5,11,45,171	14.08%	AA+
2. 9.15% ICICI Bank Ltd NCD Perpetual AT-1 (Call date 20-Jun-2023)	4,09,98,928	11.28%	AA+
3. 9.50 Indusind Bank Perpetual AT-1 (Call date18/04/2022)	1,98,04,855	5.45%	AA
4. 9.90 ICICI Bank Perpetual AT-1 (Call date28/12/2023)	1,56,67,004	4.31%	AA+
5. 10.50 Indusind Bank Perpetual AT-1 (Call date28/03/2024)	1,18,29,977	3.26%	AA
6. 9.20 ICICI Bank Perpetual AT-1 (Call date17/03/2022)	71,35,431	1.96%	AA+
7. 8.75 Axis Bank Perpetual AT-1 Series26(Call date14/12/2021)	70,62,509	1.94%	AA+
8. 8.15 SBI Bank Perpetual AT-1 (Call date02/008/2022)	50,59,776	1.39%	AA+
<b>Asset Backed, Trust Structured and Miscellaneous Investments Total</b>	<b>15,87,03,651</b>	<b>43.68%</b>	
<b>Money Market Instruments</b>			
<b>Liquid Mutual Funds</b>			
1. Aditya Birla Sun Life Overnight Fund - Growth -Direct Plan	11,57,52,555	31.86%	AAA
2. Aditya Birla Sun Life Liquid Fund - Growth - Direct Plan	8,11,73,368	22.34%	AAA
<b>Money Market Instruments Total</b>	<b>19,69,25,923</b>	<b>54.20%</b>	
Cash/Cash Equivalent & Net Current Assets	77,21,136	2.12%	
<b>Grand Total</b>	<b>36,33,50,710</b>	<b>100.00%</b>	
Average Maturity of Portfolio (in yrs)	N.A.		
Modified Duration (in yrs)	N.A.		
Yield to Maturity (%) (annualised) (at market price)	N.A.		
<b>Credit Rating Exposure</b>			
Central Government Securities	-	-	
State Development Loans	-	-	
AAA / equivalent	-	-	
A1+ / equivalent (Certificate of Deposits / Commercial Papers)	-	-	
AA+ / equivalent	12,70,68,819	34.97%	
AA / equivalent	3,16,34,832	8.71%	
AA- / equivalent	-	-	
A+ / equivalent	-	-	
A / equivalent	-	-	
A- / equivalent	-	-	
BBB+ / equivalent	-	-	
BBB / equivalent	-	-	
BBB- / equivalent	-	-	
Lower (Below Investment Grade) (out of above Net NPA)	-	-	
<b>TOTAL</b>	<b>15,87,03,651</b>	<b>43.68%</b>	
Bank FD	-	-	
Equity	-	-	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	19,69,25,923	54.20%	
Cash / cash equivalent net current assets	77,21,136	2.12%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
<b>Grand Total</b>	<b>36,33,50,710</b>	<b>100.00%</b>	
Units Outstanding	2,54,74,659		
NAV	14.2632		
<b>Notes:</b>			
a. Total NPAs provided for and its percentage to NAV		-	
b. Total value and percentage of illiquid equity shares		-	
c. NAV at September 30,2020		13.7419	
d. NAV at March 31,2021		14.2632	
e. Total outstanding exposure in derivative instruments at March 31, 2021		-	
f. Total 'Infrastructure investments' March 31, 2021		-	

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

**3.1 KEY STATISTICS FOR THE HALF YEAR ENDED March 31, 2021 (UN-AUDITED)**

Sr No	Particulars	Scheme A Tier I	
		March 31, 2021	March 31, 2020
1	NAV per unit (₹) I		
	Open	13.7419	12.7102
	High	14.3412	13.4100
	Low	13.7552	12.6002
	End	14.2632	13.0252
2	Closing Assets Under Management (₹ in Lakhs)		
	End	3,633.51	1,859.11
	Average daily net assets (AAuM) II	2,894.22	1,476.33
3	Gross income as % of AAuM III	3.38%	4.11%
4	Expense ratio		
a	Total expense as % of AAuM (scheme wise) IV	0.01%	0.01%
b	Management fee as % of AAuM (scheme wise) V	0.01%	0.01%
5	Net income as % of AAuM VI	3.37%	1.67%
6	Portfolio turnover ratio VII	0.00%	0.00%
7	Returns (%) * Compounded Annualised Yield		
	Last 1 Year	9.50%	6.65%
	Last 3 Years	8.29%	8.19%
	Last 5 Years	NA	NA
	Last 10 Years	NA	NA
	Since Launch of the scheme (10/10/2016)	8.26%	7.90%
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: $= (1 + \text{cumulative return})^n - 1$ (where n=365/no. of days)		



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

**Un-audited Financial Statements for the half year  
ended March 31, 2021**

***Contents***

Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts

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

UN-AUDITED BALANCE SHEET AS AT MARCH 31, 2021

(In ₹)

Particulars	Schedule	Scheme Tax Saver Tier II	
		March 31, 2021	March 31, 2020 *
<b>Liabilities</b>			
Unit Capital	1	69,50,847	-
Reserves & Surplus	2	22,185	-
Current Liabilities and Provisions	3	6,54,143	-
<b>Total</b>		<b>76,27,175</b>	<b>-</b>
<b>Assets</b>			
Investments	4	72,91,640	-
Deposits	5	-	-
Other Current Assets	6	3,35,535	-
<b>Total</b>		<b>76,27,175</b>	<b>-</b>
(a) Net asset as per Balance Sheet (Schedule 4+5+6 -3)		69,73,032	-
(b) Number of units outstanding		6,95,085	-
(c) NAV per unit (a)/(b) (₹)		10.0319	-
<b>Significant accounting policies and notes to accounts</b>	7		

\* Scheme Launched by the NPS Trust on August 17<sup>th</sup>, 2020 hence previous year numbers are not available.

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 22, 2021

**NATIONAL PENSION SYSTEM TRUST**

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

UN-AUDITED REVENUE ACCOUNT FOR THE HALF YEAR ENDED MARCH 31, 2021

(In ₹)

Particulars	Schedule	Scheme Tax Saver Tier II	
		March 31, 2021	March 31, 2020 *
<b>Income</b>			
Dividend		1,369	-
Interest		53,190	-
Profit on sale/redemption of investments		9,931	-
Unrealised gain on appreciation in investments		7,173	-
Other income			
- Miscellaneous Income		10	-
<b>Total Income (A)</b>		<b>71,673</b>	<b>-</b>
<b>Expenses &amp; Losses</b>			
Unrealised losses in value of investments		83,858	-
Management fees (including Goods and Service Tax)		161	-
NPS Trust fees		68	-
Custodian fees		38	-
Depository and settlement charges		389	-
Stamp Duty on Bond/Mutual Fund		408	-
<b>Total Expenditure (B)</b>		<b>84,922</b>	<b>-</b>
<b>Surplus/(Deficit) for the year (A-B = C)</b>		<b>(13,249)</b>	<b>-</b>
Less: Amount transferred to Unrealised appreciation account		(16,590)	-
Less: Amount transferred to General Reserve		29,839	-
<b>Amount carried forward to Balance Sheet</b>		<b>-</b>	<b>-</b>
<b>Significant accounting policies and notes to accounts</b>	7		

\* Scheme Launched by the NPS Trust on August 17<sup>th</sup>, 2020 hence previous year numbers are not available.

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 22, 2021

**NATIONAL PENSION SYSTEM TRUST**

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

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

**Schedule 1: Unit capital**

(In ₹)

Particulars	Scheme Tax Saver Tier II	
	March 31, 2021	March 31, 2020
<b>Initial capital</b>		
<u>Unit capital</u>		
Outstanding at the beginning of the year	2,07,012	-
Add :Units issued during the year	67,43,835	-
Less: Units redeemed during the year	-	-
<b>Outstanding at the end of the year</b>	<b>69,50,847</b>	<b>-</b>
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>		
Outstanding units at the beginning of the year	20,701	-
Add :Units issued during the year	6,74,384	-
Less: Units redeemed during the year	-	-
<b>Outstanding Units at the end of the year</b>	<b>6,95,085</b>	<b>-</b>

**Schedule 2: Reserves and surplus**

(In ₹)

Particulars	Scheme Tax Saver Tier II	
	March 31, 2021	March 31, 2020
<b>Unit premium reserve</b>		
Opening balance	137	-
Add: Premium on Units issued	35,056	-
Less: Premium on Units redeemed	-	-
Closing balance	<b>35,193</b>	<b>-</b>
<b>General Reserve</b>		
Opening balance	27	-
Add: Transfer from Revenue Account	(29,839)	-
Closing balance	<b>(29,812)</b>	<b>-</b>
<b>Unrealised Appreciation Reserve</b>		
Opening balance	214	-
Add: Transfer from Revenue Account	16,590	-
Closing balance	<b>16,804</b>	<b>-</b>
<b>Total</b>	<b>22,185</b>	<b>-</b>

**Schedule 3: Current liabilities and provisions**

(In ₹)

Particulars	Scheme Tax Saver Tier II	
	March 31, 2021	March 31, 2020
<b>Current liabilities</b>		
Sundry creditors for expenses	516	-
TDS Payable	14	-
Contract for Purchase of Investments	6,53,613	-
<b>Total</b>	<b>6,54,143</b>	<b>-</b>

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

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

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

Particulars	Scheme Tax Saver Tier II	
	March 31, 2021	March 31, 2020
Equity shares	8,28,012	-
Central and state government securities (including treasury bills )	57,57,663	-
Others - Mutual Fund Units	7,05,965	-
<b>Total</b>	<b>72,91,640</b>	<b>-</b>

**Schedule 5: Deposits****(In ₹)**

Particulars	Scheme Tax Saver Tier II	
	March 31, 2021	March 31, 2020
Deposits with scheduled banks	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

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

Particulars	Scheme Tax Saver Tier II	
	March 31, 2021	March 31, 2020
Balances with banks in current account	5,691	-
Outstanding and accrued income	29,659	-
Dividend Receivable	185	-
Sundry debtors - Margin Money for Investments	3,00,000	-
<b>Total</b>	<b>3,35,535</b>	<b>-</b>

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

## Schedule 7

### Significant accounting policies & notes to accounts for the half year ended March 31, 2021

#### 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 TAX SAVER TIER II being managed by the Company.

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

Scheme E - Equity market instruments

Scheme C - Credit risk bearing fixed income instruments

Scheme G - Government securities

Scheme A – Alternate Investment funds

Scheme Tax Saver – Hybrid Investments

## **1.3 Investments**

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

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

Investments are reconciled with the custodian records on daily basis.

## **Valuation of Investments**

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

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

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

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

## **Equity Investment**

### **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.

## **Corporate Bond Investment**

### **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.

## **Government Securities**

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

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

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

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

### **Valuation of 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 01<sup>st</sup> August 2019.

### **1.9 Other Expenses**

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

## **2 Unit Premium Reserve**

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

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

Notes to accounts (Un-audited)

**2.1 Contingent liabilities**

(In ₹)

Particulars	Scheme Tax Saver Tier II	
	March 31, 2021	March 31, 2020
Uncalled liability on partly paid shares	NIL	NIL
Other commitments	NIL	NIL

**2.2 Investments**

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

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

Nature of relationship	Name of the related party
<b>Pension fund manager</b>	HDFC Pension Management Company Limited
<b>Sponsor company</b>	HDFC Life Insurance Company Limited
<b>Associates and group companies</b>	
Holding Company	HDFC Limited
Ms. Vibha Padalkar	Key Management Personnel
Mr. Parvez Mulla	Key Management Personnel
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, 2021

(In ₹)

Nature of Transaction	Scheme Tax Saver Tier II	
	March 31, 2021	March 31, 2020
Investment management fees	161	-

Balances with HDFC Pension Management Company Limited are as follows:

(In ₹)

Nature of Transaction	Scheme Tax Saver Tier II	
	March 31, 2021	March 31, 2020
Investment management fees payable	128	-

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

(In ₹)

Name of the Company	Asset type	Scheme Tax Saver Tier II			
		As at March 31, 2021		As at March 31, 2020	
		Cost	Market Value	Cost	Market Value
HDFC LTD		15,418.55	14,988.60	NIL	NIL

**Investment with other Group Companies**

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

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

(In ₹)

Name of the Company	Asset type	Scheme Tax Saver Tier II			
		As at March 31, 2021		As at March 31, 2020	
		Cost	Market Value	Cost	Market Value
HDFC Bank Ltd		22,406.95	22,404.75	NIL	NIL

**2.4 Provision**

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

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

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

(In ₹)

Particulars	Scheme Tax Saver Tier II	
	March 31, 2021	March 31, 2020
Average Net Asset Value	27,24,634	-
Purchase of Investment	1,48,77,244	-
% to average Net Assets Value	546.03%	-
Sale of Investment	76,59,591	-
% to average Net Assets Value	281.12%	-

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

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

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

(In ₹)

Particulars	Scheme Tax Saver Tier II	
	March 31, 2021	March 31, 2020
Average Net Asset Value	27,24,634	-
Purchase of Investment	67,23,356	-
% to average Net Assets Value	246.76%	-
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 Tax Saver Tier II			
	March 31, 2021		March 31, 2020	
	Market value	% of Industry Classification	Market value	% of Industry Classification
Central Government of India Loans	46,40,119	66.54%	-	-
State Development Loans	11,17,542	16.03%	-	-
Other Industry	8,28,015	11.87%	-	-
Mutual Funds	7,05,964	10.12%	-	-
Net Current Assets	(3,18,608)	-4.57%	-	-
<b>Net Asset Value</b>	<b>69,73,032</b>	<b>100.00%</b>	<b>-</b>	<b>-</b>

Note :

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

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

(In ₹)

Security Name	Asset Type	Ageing	Scheme Tax Saver Tier II	
			March 31, 2021	March 31, 2020
			NIL	NIL

**2.8 Prior Year Comparatives :**

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

Scheme Launched by the NPS Trust on August 17<sup>th</sup>, 2020 hence previous year numbers are not available.

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2021

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
<b>Central Government Securities</b>			
1. 6.22% GOI Mat 16-Mar-2035	38,43,384	55.12%	Sovereign
2. 6.80% GOI Mat 15-Dec-2060	3,02,400	4.34%	Sovereign
3. Gsec C-STRIPS Mat 17-Dec-2026	3,02,046	4.33%	Sovereign
4. 5.77% GOI Mat 03-Aug-2030	1,92,289	2.76%	Sovereign
<b>Central Government Securities Total</b>	<b>46,40,119</b>	<b>66.5%</b>	
<b>State Development Loans</b>			
1. 6.90% Gujrat SDL Mat 31-Mar-2030	6,53,485	9.37%	Sovereign
2. 7.65% Tamil Nadu SDL Mat 06-Dec-2027	4,64,057	6.66%	Sovereign
<b>State Development Loans Total</b>	<b>11,17,542</b>	<b>16.0%</b>	
<b>Equity Instruments</b>			
1. Reliance Industries Ltd.	66,102	0.95%	N.A.
2. ICICI Bank Ltd	60,538	0.87%	N.A.
3. Infosys Ltd	58,826	0.84%	N.A.
4. Kotak Mahindra Bank Ltd	42,072	0.60%	N.A.
5. Tata Consultancy Services Ltd	38,134	0.55%	N.A.
6. Shree Cement Ltd	29,465	0.42%	N.A.
7. Axis Bank Ltd	29,293	0.42%	N.A.
8. Hindustan Unilever Ltd	26,747	0.38%	N.A.
9. Larsen & Toubro Ltd	25,540	0.37%	N.A.
10. Bharati Airtel Ltd.	24,313	0.35%	N.A.
11. HDFC Bank Ltd	22,405	0.32%	N.A.
12. State Bank of India	21,129	0.30%	N.A.
13. Bajaj Finance Ltd.	20,599	0.30%	N.A.
14. UltraTech Cement Ltd	20,214	0.29%	N.A.
15. ITC Ltd	19,447	0.28%	N.A.
16. Nestle India Limited	17,165	0.25%	N.A.
17. Mahindra & Mahindra Ltd	15,110	0.22%	N.A.
18. Housing Development Finance Corporation Ltd	14,989	0.21%	N.A.
19. HCL Technologies Ltd	13,757	0.20%	N.A.
20. Maruti Suzuki India Ltd	13,718	0.20%	N.A.
21. IndusInd Bank Ltd	12,408	0.18%	N.A.
22. Divis Laboratories Ltd	10,868	0.16%	N.A.
23. ICICI Lombard General Insurance Company Limited	10,032	0.14%	N.A.
24. Tech Mahindra Ltd.	9,915	0.14%	N.A.
25. Bajaj Finserv Ltd	9,669	0.14%	N.A.
26. Dr Reddys Laboratories Ltd	9,032	0.13%	N.A.
27. SBI Life Insurance Company Limited	8,809	0.13%	N.A.
28. Hero Motocorp Ltd	8,741	0.13%	N.A.
29. Cipla Ltd	8,151	0.12%	N.A.
30. Petronet LNG Ltd	7,638	0.11%	N.A.
31. Asian Paints (India) Ltd	7,612	0.11%	N.A.
32. Tata Steel Ltd	7,307	0.10%	N.A.
33. Pidilite Industries Limited	7,238	0.10%	N.A.
34. Lupin Ltd	7,143	0.10%	N.A.
35. ICICI Prudential Life Insurance Company Limited	6,684	0.10%	N.A.
36. Hindalco Industries Ltd	6,537	0.09%	N.A.
37. LIC Housing Finance Ltd	6,423	0.09%	N.A.
38. Bharat Petroleum Corporation Ltd	6,419	0.09%	N.A.
39. Hindustan Petroleum Corporation Ltd	5,394	0.08%	N.A.
40. National Thermal Power Corporation Ltd	5,008	0.07%	N.A.
41. Ambuja Cements Ltd	4,324	0.06%	N.A.
42. Indraprastha Gas Ltd	4,099	0.06%	N.A.
43. Power Grid Corporation of India Ltd	4,097	0.06%	N.A.
44. Wipro Ltd	3,727	0.05%	N.A.
45. Siemens Ltd	3,688	0.05%	N.A.

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2021

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
46. Bajaj Auto Ltd	3,671	0.05%	N.A.
47. Britannia Industries Ltd	3,625	0.05%	N.A.
48. United Spirits Ltd	3,338	0.05%	N.A.
49. Gas Authority of India Ltd	3,252	0.05%	N.A.
50. Havells India Ltd	3,151	0.05%	N.A.
51. Titan Company Limited	3,116	0.04%	N.A.
52. Voltas Ltd	3,006	0.04%	N.A.
53. Exide Industries Ltd	2,938	0.04%	N.A.
54. Adani Ports And Special Economic Zone Ltd	2,810	0.04%	N.A.
55. Cummins India Ltd	2,759	0.04%	N.A.
56. Vedanta Ltd	2,745	0.04%	N.A.
57. Oil & Natural Gas Corporation Ltd	2,656	0.04%	N.A.
58. Eicher Motors Ltd	2,604	0.04%	N.A.
59. Tata Motors Ltd	2,414	0.03%	N.A.
60. TVS Motor Company Ltd.	2,340	0.03%	N.A.
61. Cholamandalam Investment & Finance Company Ltd	2,235	0.03%	N.A.
62. Dabur India Ltd	2,162	0.03%	N.A.
63. Mahindra & Mahindra Financial Services Ltd	1,990	0.03%	N.A.
64. Sun Pharmaceuticals Industries Ltd	1,793	0.03%	N.A.
65. Cadila Healthcare Ltd.	1,764	0.03%	N.A.
66. Indus Towers Ltd	1,715	0.02%	N.A.
67. Colgate Palmolive (India) Ltd	1,559	0.02%	N.A.
68. Federal Bank Ltd	1,516	0.02%	N.A.
69. Grasim Industries Ltd	1,450	0.02%	N.A.
70. Shriram Transport Finance Co. Ltd	1,422	0.02%	N.A.
71. Ashok Leyland Ltd	1,249	0.02%	N.A.
72. Coal India Ltd	1,043	0.01%	N.A.
73. The Ramco Cements Limited	1,003	0.01%	N.A.
74. Indian Oil Corporation Ltd	919	0.01%	N.A.
75. Godrej Consumer Products Ltd	730	0.01%	N.A.
76. Punjab National Bank	514	0.01%	N.A.
<b>Equity Instruments Total</b>	<b>8,28,015</b>	<b>11.87%</b>	
<b>Money Market Instruments</b>			
<b>Liquid Mutual Funds</b>			
Kotak Overnight Fund -Direct Plan-Growth Option	7,05,964	10.12%	AAA
<b>Money Market Instruments Total</b>	<b>7,05,964</b>	<b>10.12%</b>	
Cash/Cash Equivalent & Net Current Assets	(3,18,608)	-4.57%	
<b>Grand Total</b>	<b>69,73,032</b>	<b>100.00%</b>	
Average Maturity of Portfolio (in yrs)	13.58		
Modified Duration (in yrs)	8.43		
Yield to Maturity (%) (annualised) (at market price)	6.79		
<b>Credit Rating Exposure</b>			
Central Government Securities	46,40,119	66.54%	
State Development Loans	11,17,542	16.03%	
AAA / equivalent	-	-	
A1+ / equivalent (Certificate of Deposits / Commercial Papers)	-	-	
AA+ / equivalent	-	-	
AA / equivalent	-	-	
AA- / equivalent	-	-	
A+ / equivalent	-	-	
A / equivalent	-	-	
A- / equivalent	-	-	
BBB+ / equivalent	-	-	
BBB / equivalent	-	-	
BBB- / equivalent	-	-	
Lower (Below Investment Grade)	-	-	
(out of above Net NPA)	-	-	
<b>TOTAL</b>	<b>57,57,661</b>	<b>82.57%</b>	

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

3. UN-AUDITED PORTFOLIO STATEMENT FOR THE HALF YEAR ENDED MARCH 31, 2021

(In ₹)

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Bank FD	-	-	
Equity	8,28,015	11.87%	
Equity Mutual Funds	-	-	
Gilt / Money Market Mutual Funds	7,05,964	10.12%	
Cash / cash equivalent net current assets	(3,18,608)	-4.57%	
Application Pending Allotment - NCDs	-	-	
Others	-	-	
<b>Grand Total</b>	<b>69,73,032</b>	<b>100.00%</b>	
Units Outstanding	6,95,085		
NAV	10.0319		
<b>Notes:</b>			
a. Total NPAs provided for and its percentage to NAV		-	
b. Total value and percentage of illiquid equity shares		-	
c. NAV at September 30,2020		10.0182	
d. NAV at March 31,2021		10.0319	
e. Total outstanding exposure in derivative instruments at March 31, 2021		-	
f. Total 'Infrastructure investments' March 31, 2021		-	

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

**3.1 KEY STATISTICS FOR THE HALF YEAR ENDED MARCH 31, 2021 (UN-AUDITED)**

Sr No	Particulars	Scheme Tax Saver Tier II	
		March 31, 2021	March 31, 2020*
1	NAV per unit (₹) I		
	Open	10.0182	N.A.
	High	10.1405	N.A.
	Low	9.8838	N.A.
	End	10.0319	N.A.
2	Closing Assets Under Management (₹ in Lakhs)		
	End	69.73	N.A.
	Average daily net assets (AAuM) II	27.25	N.A.
3	Gross income as % of AAuM III	2.63%	N.A.
4	Expense ratio		
a	Total expense as % of AAuM (scheme wise) IV	0.04%	N.A.
b	Management fee as % of AAuM (scheme wise) V	0.01%	N.A.
5	Net income as % of AAuM VI	-0.49%	N.A.
6	Portfolio turnover ratio VII	-	N.A.
7	Returns (%) * Compounded Annualised Yield		
	Last 1 Year	NA	NA
	Last 3 Years	NA	NA
	Last 5 Years	NA	NA
	Last 10 Years	NA	NA
	Since Launch of the scheme (17/08/2020)	0.52%	NA
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	Scheme launched by the NPS Trust on 17th August,2020, hence previous year benchmark returns are not available.		
IX	Compounded annualised yield is to be calculated based on following formula: = (1+ cumulative return)^n -1 (where n=365/no. of days)  * Scheme Launched by the NPS Trust on August 17th, 2020 hence previous year numbers are not available.		