

**TATA PENSION FUND**

———— *Jaisa Aaj, Waisa Kal* ————

**Tata Pension Management Private Limited**

**Unaudited Financial Statements for the  
half year ended 30 September 2023**

# **NPS TRUST – A/C TATA PENSION MANAGEMENT PRIVATE LIMITED**

## **Unaudited Consolidated Financial Statements of all pension schemes for the half year ended 30 September 2023**

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**NATIONAL PENSION SYSTEM TRUST**  
**TATA PENSION MANAGEMENT PRIVATE LIMITED**  
**UNAUDITED COMBINED BALANCE SHEET OF ALL SCHEMES AS AT SEPTEMBER 30, 2023**

Particulars	Schedules	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b><u>Liabilities</u></b>				
Unit Capital	1	1,89,49,34,857	1,03,48,90,787	13,19,18,984
Reserves and Surplus	2	20,97,83,143	1,78,55,913	(2,74,239)
Current Liabilities and Provisions	3	1,20,59,070	1,29,58,941	5,22,02,042
<b>Total</b>		<b>2,11,67,77,070</b>	<b>1,06,57,05,641</b>	<b>18,38,46,787</b>
<b><u>Assets</u></b>				
Investments	4	2,08,73,53,306	1,05,09,08,840	13,16,05,585
Deposits	5	-	-	-
Other Current Assets	6	2,94,23,764	1,47,96,801	5,22,41,202
<b>Total</b>		<b>2,11,67,77,070</b>	<b>1,06,57,05,641</b>	<b>18,38,46,787</b>
(a) Net assets as per Balance Sheets		2,10,47,18,000	1,05,27,46,700	13,16,44,745
(b) Number of units outstanding		18,94,93,486	10,34,89,079	1,31,91,898
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**NATIONAL PENSION SYSTEM TRUST**  
**TATA PENSION MANAGEMENT PRIVATE LIMITED**  
**UNAUDITED COMBINED REVENUE ACCOUNT OF ALL SCHEMES FOR THE HALF YEAR ENDED SEPTEMBER 30, 2023**

Particulars	Schedules	Half Year ended Sept 30, 2023 ₹	Half Year ended March 31, 2023 ₹	Period ended Sept 30, 2022 ₹
<b>Income</b>				
Dividend		61,86,119	11,92,407	-
Interest		3,02,67,426	83,40,338	-
Profit on sale/redemption of investments		24,48,987	11,74,472	3,53,068
Profit on inter-scheme transfer/sale of investments		-	2,223	-
Unrealized gain on appreciation in investments		10,12,93,965	83,45,588	4,15,901
Other income				
- Miscellaneous Income		1	-	-
<b>Total Income (A)</b>		<b>14,01,96,498</b>	<b>1,90,55,028</b>	<b>7,68,969</b>
<b>Expenses and Losses</b>				
Unrealized losses in value of investments		1,14,12,642	1,75,36,610	11,62,038
Loss on sale/redemption of investments		2,04,478	453	-
Loss on inter-scheme transfer/sale of investments		-	205	-
Management fees (including GST)		8,28,907	2,49,588	6,515
NPS Trust fees		39,043	11,752	326
Custodian fees (including GST)		-	-	-
Depository and settlement charges (including GST)		19,615	2,597	-
Stamp Duty on Bond/Mutual Fund		-	-	-
CRA Fees		7,36,958	5,16,633	43,173
Less: Amount recoverable on sale of units on account of CRA Charges		(7,36,958)	(5,16,633)	(43,173)
Provision for Non-Performing Assets		-	-	-
Other Expenses		-	-	-
<b>Total Expenditure (B)</b>		<b>1,25,04,685</b>	<b>1,78,01,205</b>	<b>11,68,879</b>
<b>Surplus/(Deficit) for the year (A-B)</b>		<b>12,76,91,813</b>	<b>12,53,823</b>	<b>(3,99,910)</b>
Less: Amount transferred (to) / from Unrealised Appreciation Reserve		(8,98,81,323)	91,91,022	7,46,137
Less: Amount transferred (to) / from General Reserve		(3,78,10,490)	(1,04,44,845)	(3,46,227)
<b>Amount carried forward to Balance Sheet</b>		<b>-</b>	<b>-</b>	<b>-</b>

Significant Accounting Policies and Notes to Accounts

**NATIONAL PENSION SYSTEM TRUST**  
**TATA PENSION MANAGEMENT PRIVATE LIMITED**  
**NOTES ANNEXED TO AND FORMING PART OF THE UNAUDITED COMBINED BALANCE SHEET OF ALL SCHEMES AS AT SEPTEMBER 30, 2023**

Schedule 1	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Unit Capital</b>			
Outstanding at the beginning of the year	1,03,48,90,787	13,19,18,984	-
Add :Units issued during the year	1,17,51,81,564	1,02,57,19,676	13,47,75,164
Less: Units redeemed during the year	(31,51,37,494)	(12,27,47,873)	(28,56,180)
<b>Outstanding at the end of the year</b>	<b>1,89,49,34,857</b>	<b>1,03,48,90,787</b>	<b>13,19,18,984</b>
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>			
Outstanding units at the beginning of the year	10,34,89,079	1,31,91,898	-
Add :Units issued during the year	11,75,18,156	10,25,71,968	1,34,77,516
Less: Units redeemed during the year	(3,15,13,749)	(1,22,74,787)	(2,85,618)
<b>Outstanding units at the end of the year</b>	<b>18,94,93,486</b>	<b>10,34,89,079</b>	<b>1,31,91,898</b>
Schedule 2	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Reserves and Surplus</b>			
<b>Unit Premium Reserve</b>			
Opening Balance	1,70,02,000	1,25,671	-
Add: Premium on Units issued	8,69,00,360	1,97,59,683	1,41,338
Less: Premium on Units redeemed	(2,26,64,943)	(28,83,354)	(15,667)
Add: Transfer from General Reserve	-	-	-
Closing Balance	<b>8,12,37,417</b>	<b>1,70,02,000</b>	<b>1,25,671</b>
<b>General Reserve</b>			
Opening Balance	1,07,91,072	3,46,227	-
Add: Transfer from Revenue Account	3,78,10,490	1,04,44,845	3,46,227
Less: Transfer to Unit Premium Reserve	-	-	-
Closing Balance	<b>4,86,01,562</b>	<b>1,07,91,072</b>	<b>3,46,227</b>
<b>Unrealised Appreciation Reserve</b>			
Opening Balance	(99,37,159)	(7,46,137)	-
Add: Adjustment for Previous years unrealised appreciation reserve	-	-	-
Add/(Less): Transfer from/(to) Revenue Account	8,98,81,323	(91,91,022)	(7,46,137)
Closing Balance	<b>7,99,44,164</b>	<b>(99,37,159)</b>	<b>(7,46,137)</b>
<b>Total</b>	<b>20,97,83,143</b>	<b>1,78,55,913</b>	<b>(2,74,239)</b>
Schedule 3	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Current Liabilities and Provisions</b>			
<b>Current Liabilities</b>			
Sundry Creditors for expenses	1,75,922	83,237	6,288
Book Overdraft	-	-	-
Redemption Payable	18,17,360	1,28,68,568	43,921
TDS Payable	14,792	7,136	552
Contracts for purchase of investments	1,00,47,624	-	5,21,51,281
Amount Payable to Other Schemes	-	-	-
Provision for Interest overdue	-	-	-
Provision on upgraded assets	-	-	-
Interest received in Advance	3,372	-	-
<b>Total</b>	<b>1,20,59,070</b>	<b>1,29,58,941</b>	<b>5,22,02,042</b>

**NATIONAL PENSION SYSTEM TRUST**  
**TATA PENSION MANAGEMENT PRIVATE LIMITED**  
**NOTES ANNEXED TO AND FORMING PART OF THE UNAUDITED COMBINED BALANCE SHEET OF ALL SCHEMES AS AT SEPTEMBER 30, 2023**

Schedule 4	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Investments (Long Term and Short Term)</b>			
Equity Shares	91,59,58,454	43,79,99,475	5,13,66,087
Preference Shares	-	-	-
Debentures and Bonds Listed/Awaiting Listing	37,96,75,086	19,22,84,219	-
Central and State Government Securities (including treasury bills)	70,81,32,162	36,23,44,177	-
Commercial Paper	-	-	-
AIF's (Category I and Category II Only)/REITs/INVITs/Asset Backed Securities/ Commercial mortgage based Securities or Residential mortgage based securities	-	-	-
Basel III Tier I bonds	49,89,829	-	-
Others - Mutual Fund Units	7,85,97,775	5,82,80,969	8,02,39,498
Non Convertible Debentures classified as NPA	-	-	-
Less: Provision on Non performing investment	-	-	-
<b>Total</b>	<b>2,08,73,53,306</b>	<b>1,05,09,08,840</b>	<b>13,16,05,585</b>

Schedule 5	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Deposits</b>			
Deposits with Scheduled Banks	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>

Schedule 6	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Other Current Assets</b>			
Balances with bank in a current account	8,69,565	83,064	5,22,41,202
Contracts for sale of investments	-	-	-
Interest Receivable on Non-Performing Investments	-	-	-
Less: Provision for interest on Non-Performing Investment	-	-	-
Outstanding and accrued income	2,83,54,199	1,32,13,737	-
Dividend Receivable	-	-	-
Brokerage receivable from PFM	-	-	-
Application money pending allotment	-	-	-
Sundry Debtors	2,00,000	15,00,000	-
Redemption receivable on Non performing Investment	-	-	-
Less: Provision for Non Performing Investment	-	-	-
<b>Total</b>	<b>2,94,23,764</b>	<b>1,47,96,801</b>	<b>5,22,41,202</b>

## NATIONAL PENSION SYSTEM TRUST

### NPS Trust - A/C Tata Pension Management Private Limited All Schemes

#### Schedule 7: Significant accounting policies & notes to unaudited accounts of all pension schemes for the half year ended 30 September 2023

##### A. Background

1. Tata Pension Management Private 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 Protean eGov Technologies Ltd., KFin Technologies Ltd. and Computer Age Management Services Ltd. being the Central Recordkeeping Agency (CRA) provides consolidated data to PFM for allotment / redemption of units and Axis Bank, being the Trustee Bank, provides / receives funds on consolidated basis in respect of such allotment / redemption.
2. 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 Fund
  - Scheme Tax Saver - Hybrid Investment Fund

3. Central Record Keeping Agency (CRA) : Central Record Keeping Agency (CRA): Protean eGov Technologies Ltd., KFin Technologies Ltd., Computer Age Management Services Ltd. and PFRDA have set up Central Recordkeeping Agency (CRA) for the NPS.

CRA responsibilities 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, scanned copies of KYC documents and recording transactions relating to each subscriber PRAN,
- PRAN Transaction Statement,
- Providing Centralised Grievance Management System, periodic consolidated statement of transactions, subscriber maintenance services and claim processing cell,
- Record keeping
- An operational interface between PFRDA and other NPS intermediaries such as Pension Fund Managers, Annuity Service Providers, Trustee 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.

4. NPS Trust has designated Deutsche Bank AG as the custodian, who is responsible for safe custody of securities and settlements of trades.

## **B. Basis of preparation**

The financial statements have been prepared to comply with the PFRDA (Pension Fund) Regulations, 2015 including amendments thereof, PFRDA (Preparation of Financial Statements and Auditor's Report of Schemes under National Pension System) Guidelines - 2012, Accounting Standards notified under the Companies Act, 2013 read with Rule 3 of the Companies (Accounts) Amendment Rules, 2021 to the extent made applicable by the Authority's guidelines and generally accepted accounting principles. These financial statements have been prepared on an accrual basis, except as otherwise stated.



## C. 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 CRISIL Limited w.e.f. effective 1st April, 2022. The Investment valuation methodology adopted by CRISIL 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.

### **Debentures, corporate bonds, commercial papers and certificate of deposits:**

#### **Valuation of Debt Securities (other than government securities)**

Debt securities are valued at clean price, which means excluding accrued interest component of the security. If corporate bonds and debentures are quoted cum interest on the exchange, the valuation is done by excluding the accrued interest portion (i.e. from the last due date of interest till date) from the quoted price, since the interest is accrued and accounted separately on a daily basis.

- i) All Instruments/Securities with residual maturity of more than 30 days :**
  - a.** In respect of the Traded Securities, the traded price are taken subject to the fulfilment of the conditions practiced/adopted by the valuation agency after consultation with NPS Trust and PFs.
  - b.** In respect of the non traded Securities, the securities are valued on the basis of scrip level prices released by the valuation agency in consultation with NPS Trust and PFs.
  - c.** In case of new security purchased for which price is not available, such security valued on the basis of scrip level price (for coupon bearing securities) / scrip level yield (for discounted securities) at which the securities are purchased.
- ii) All Instruments/Securities with residual maturity of upto 30 days:** The securities are valued by amortisation on a straight-line basis to maturity from last valuation price as long as it is within the prescribed range, (presently  $\pm 0.025\%$ , i.e.  $\pm 2.5$  basis points) of the reference price provided by the valuation agency.

- iii) Only Callable Bonds (single/multiple call options), which are callable by the issuer, are valued at lowest value on each call option date.
- iv) Only Puttable Bonds (single/multiple put options), which are puttable by the investor, are valued at highest value on each put option date.
- v) Securities with both Put and Call option (single/multiple) on the same day is deemed to mature on the Put/Call option day and is valued accordingly.
- vi) Partly paid bonds are valued at cost till it is fully paid.
- vii) Perpetual bond with single/multiple call options are valued at lowest price on each option date.
- viii) Investment in "Additional Tier 1 (Basel III Compliant) Perpetual Bonds" [AT1 Bonds], Asset-Backed Security, Mortgage-backed security shall be valued at scrip level prices as above.

**Central and State Government Securities:**

**i) Securities with residual maturity of more than 30 days:** The security is valued on the basis of scrip level prices released by the valuation agency on the same basis as debt securities maturing greater than 30 days.

**ii) Securities with residual maturity of upto 30 days :** The security is valued through amortization on the same basis as debt securities maturing upto 30 days.

**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.

**Valuation policy for securities below investment grade (securities which were of investment grade at the time of purchase but which have fallen below the investment grade):**

In the cases of securities below BBB -, the same are valued as below:

All non-investment grade debt securities except with default rating (other than Government securities) and securities where credit rating agencies have suspended the ratings but are performing assets as per PFRDA guidelines are valued at a discount of 25% of the face value.

All non-investment grade debt securities (other than Government securities) not covered above are valued at the indicative haircut matrix or price provided by the valuation agency. In case the security is traded where the haircut has been applied, lower of the haircut matrix based price and trade price are considered.

**REIT/InVIT:** The investments in units of REIT/InVIT shall be valued on the basis of last closing price at the principal stock exchange (last closing price should not be later than 30 days). If not traded on principal stock exchange, the closing price on any other stock exchange where units are traded will be used.

#### **D. Income Recognition**

Dividend Income is accounted on accrual basis and 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.

Other income of a miscellaneous nature is accounted for as and when realised.

#### **E. Units Reconciliation**

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

#### **F. Investment Management Fees**

Investment management fees are recognised on daily accrual basis on closing Asset Under Management (AUM) in accordance with IMA.

The Company has charged investment management fee as per the below slab structure basis the aggregate AUM managed by the PFM under all Schemes.

<b>AUM Slab</b>	<b>Investment management fees %</b>
Upto Rs. 10,000 crores	0.09%
Rs. 10,001 crores to Rs. 50,000 crores	0.06%
Rs. 50,001 crores to Rs. 150,000 crores	0.05%
Above Rs. 150,000 crores	0.03%

The above rates of Investment Management Fee are exclusive of brokerage, custodian fee and applicable taxes thereon. The brokerage shall be adjusted against scheme NAV, subject to maximum brokerage to be charged to the scheme @ 0.03% (including applicable taxes on brokerage) on equity transactions only.

#### **G. Trustee Fees**

Trustee fees are charged at the rate of 0.005% per annum and are recognised on daily accrual basis on closing Asset Under Management

#### **H. 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. Depository and settlement charges are recognised on transaction basis.

#### **I. 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.

#### **J. Computation of NAV**

The NAV of the units is determined by dividing the net assets, including investments recognised and valued as per the accounting policies, by the number of outstanding units on the valuation date.

## **K. Income Taxes**

No provision for income tax has been made since the income of the Schemes is exempt under Section 10(44) of the Income Tax Act, 1961.

## **L. Non-Performing Assets**

Investments are classified as non-performing based on PFRDA (Identification, Income Recognition, and provisioning of NPA) Guidance Note 2013 and as per suggested SOPs. An investment is regarded as non-performing in interest / principal or both amounts have not been received or remained outstanding for 90 days for such income / instruments has fallen due.

Provisions are made for non-performing investments as per the extant prescribed in the guidelines by PFRDA as shown below:

<b>Period due from the date of classification as NPS</b>	<b>Provision to be made on book value (%)</b>
3 months	50%
6 months	75%
9 months	100%

Allocation of any recovery of NPA will be appropriated as under:

- Firstly, towards principal amount
- Excess over principal amount to be adjusted towards interest accrued in the books.
- Balance amount towards interest amount recorded in memorandum account.

## M. Notes to unaudited accounts for the half year ended 30 September 2023

### 1. Investments

All investments are performing assets and are held in the name of the NPS Trust. All investments are traded investments.

- The Investment management fees including GST during the Current Period is ₹ 8,28,907. (Previous Period ₹ 2,49,588).
- Purchase/Sale of Investments:** The aggregate value of purchase and sales of investments during the period and expressed as a percentage of average daily net asset are as under:

₹ in Crores

Current Period				Previous Period			
Purchase	%	Sales	%	Purchase	%	Sales	%
233.94	149.41	139.29	88.96	131.62	268.31	38.70	78.89

- The aggregate value of non-traded investments (other than government securities) where investments have been valued "in good faith" exceed 5% of the NAV as at 30th September, 2023 is ₹ 26.15 Crores. (Previous Period ₹ 10.83 Crores).

### 5. Net Asset Value:

Sr. No.	Name of Scheme	Current Period		Previous Period
		As on 30th Sept, 2023* (in ₹)	As on 28th Sept, 2023** (in ₹)	As on 31st March, 2023 (in ₹)
1.	Scheme E - Tier I	11.5381	11.4280	9.9316
2.	Scheme E - Tier II	11.5243	11.4163	9.9253
3.	Scheme C - Tier I	10.6590	10.6471	10.2420
4.	Scheme C - Tier II	10.7547	10.7421	10.3305
5.	Scheme G - Tier I	10.8499	10.8272	10.4282
6.	Scheme G - Tier II	10.9250	10.9012	10.4668
7.	Scheme A - Tier I	10.7455	10.7482	10.3674
8.	Scheme Tax Saver - Tier II	10.6774	10.6404	10.3723

\* NAV not declared, being a non - business day

\*\* On last business day

6. **Income and Expenditure:** The total income and expenditure for the period as a percentage of the scheme's average net assets are as under:

Current Period				Previous Period			
Income		Expenditure		Income		Expenditure	
₹	%	₹	%	₹	%	₹	%
14,01,96,498	8.95	1,25,04,685	0.80	1,90,55,028	3.88	1,78,01,205	3.63

7. **Other disclosures:**

Particulars	Current Period	Previous Period
Non performing investments- Carrying value	Nil	Nil
Non performing investments- Market value	Nil	Nil
Contingent liabilities	Nil	Nil
Brokerage, custodial fees and other charges to entities where PFM or its subsidiaries or its major shareholders have substantial interest	Nil	Nil

8. **Investment in associates and group companies:** The Scheme has made following investment in the Associates and Group companies (Tata Consultancy Limited, Tata Consumer Products Limited, Tata Capital Financial Services Limited, Tata Power Company Limited and Tata Mutual Fund) of the PFM and its Sponsor Company (Tata Asset Management Private Limited):

Name of Scheme	Current Period		Previous Period	
	No. of Units 30 <sup>th</sup> Sept, 2023	Market Value as on 30 <sup>th</sup> Sept, 2023 (₹)	No. of Units 31 <sup>st</sup> March, 2023	Market Value as on 31 <sup>st</sup> March, 2023 (₹)
Tata Consultancy Services Limited	7849.000	2,76,95,981	3348.000	1,07,33,354
Tata Consumer Products Limited	8979.000	78,73,685	8979.000	63,64,764
Tata Power Company Limited	36694.000	96,24,836	-	-
7.10% TCFL SERIES H FY 21 22 29 SEP 2031	2.000	19,10,298	2.000	18,74,708
7.9873% TCFSL M SERIES 17 APR 2026	2.000	19,95,236	2.000	19,90,638



8.00% TCFSL SERIES FY 22 23 OPTION I 01 JUN 2032	1.000	10,08,093	1.000	9,91,488
7.89% TCFSL SERIES E OPTION II 26 JUL 2027	4.000	39,80,396	-	-
8.50 TCFSL NCD H FY2019-20 06-11-2029	3.000	30,58,674	-	-
Tata Liquid Fund - Direct Plan - Growth	6.130	22,517	131.761	4,67,720
Tata Overnight Fund - Direct Plan - Growth	-	-	21.825	25,805

9. Aggregate Unrealized Gain / Loss as at the end of the Financial Period and percentage to net assets:

Particular	As on 30 <sup>th</sup> Sept, 2023		As on 31 <sup>st</sup> March, 2023	
	₹	% to Net Assets	₹	% to Net Assets
Unrealized Gain	10,12,93,965	4.81	83,45,588	0.79
Unrealized Loss	1,14,12,642	0.54	1,75,36,610	1.67
Net Unrealized Gain/(Loss)	8,98,81,323	4.27	(91,91,022)	(0.88)

10. As at the end of the current period, there are no open positions of derivatives in the scheme.

**11. Details of transactions with sponsor and its related parties**

Nature of relationship	Name of the related party
Pension Fund Manager	Tata Pension Management Private Limited
Sponsor and Holding Company	Tata Asset Management Private Limited

The following represents significant transactions between the Company and its related parties

Name of Related Party	Name of Transaction	Current Period	Previous Period
Tata Consultancy Services Limited	Equity Investments	1,51,92,851	1,00,61,619
Tata Power Company Limited	Equity Investments	85,46,438	-
Tata Consumer Products Limited	Equity Investments	-	57,72,898
Tata Capital Financial Services Limited	Bonds Investments	70,60,122	49,18,361
Tata Mutual Fund	MF Investments	-	1,48,14,259
Tata Mutual Fund	MF Redemptions	4,55,586	3,58,57,723
Tata Pension Management Private Limited	Investment Management Fees	8,28,907	2,49,588

The following amounts are outstanding at the end of the period

Name of Related Party	Name of Transaction	As on 30 <sup>th</sup> Sept, 2023	As on 31 <sup>st</sup> March, 2023
Tata Pension Management Private Limited	Investment Management Fees	1,59,693	29,877

## 12. Provisions

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

## 13. Investments falling under major industry group

Please refer scheme wise financials for 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) as on 30<sup>th</sup> September, 2023.

## 14. Risk profiling

As per the PFRDA Circular dated 12th May, 2022 on Risk Profiling of Schemes managed by Pension Funds under NPS, the following table shows change in risk profiling in the Scheme

Scheme Name	Risk Profile level at start of the current period	Risk Profile level at end of the current period	Number of changes in Risk Profile during the current period
NPS Trust - A/c Tata Pension Management Private Limited Scheme E Tier I	Very High	Very High	No change from March 2023 quarter to September 2023 quarter

NPS Trust - A/c Tata Pension Management Private Limited Scheme E Tier II	Very High	Very High	No change from March 2023 quarter to September 2023 quarter
NPS Trust - A/c Tata Pension Management Private Limited Scheme C Tier I	Moderate	Moderate	No change from March 2023 quarter to September 2023 quarter
NPS Trust - A/c Tata Pension Management Private Limited Scheme C Tier II	Moderate	Moderate	No change from March 2023 quarter to September 2023 quarter
NPS Trust - A/c Tata Pension Management Private Limited Scheme G Tier I	Moderate	Moderate	No change from March 2023 quarter to September 2023 quarter
NPS Trust - A/c Tata Pension Management Private Limited Scheme G Tier II	Moderate	Moderate	No change from March 2023 quarter to September 2023 quarter
NPS Trust - A/c Tata Pension Management Private Limited Scheme A Tier I	Low to Moderate	Moderately High	Two time change - From Low to Moderate in the March 2023 quarter to Moderate in the June 2023 quarter and from Moderate in the June 2023 quarter to Moderately High in the September 2023 quarter

**15. Age wise disclosure for Shares / debentures / other application money pending allotment**

Security Name	Asset Type	Ageing	As on 30-Sept-2023	As on 31-March-2023
NIL				

**16. Previous period figures**

Previous period figures have been regrouped and rearranged, wherever necessary.

**17.** Figures have been rounded off to the nearest rupee.

**NPS TRUST – A/C TATA PENSION MANAGEMENT PRIVATE LIMITED**  
**SCHEME E - TIER I**

**Unaudited Financial Statements for the half year ended**  
**30 September 2023**

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**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME E - TIER I**  
**UNAUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2023**

Particulars	Schedules	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Liabilities</b>				
Unit Capital	1	75,62,12,115	42,30,75,710	5,28,02,406
Reserves and Surplus	2	11,63,11,075	(28,93,745)	(3,95,578)
Current Liabilities and Provisions	3	4,60,551	11,66,370	5,05,36,243
<b>Total</b>		<b>87,29,83,741</b>	<b>42,13,48,335</b>	<b>10,29,43,071</b>
<b>Assets</b>				
Investments	4	87,29,83,741	42,13,02,764	5,23,70,070
Deposits	5	-	-	-
Other Current Assets	6	-	45,571	5,05,73,001
<b>Total</b>		<b>87,29,83,741</b>	<b>42,13,48,335</b>	<b>10,29,43,071</b>
(a) Net assets as per Balance Sheets		87,25,23,190	42,01,81,965	5,24,06,828
(b) Number of units outstanding		7,56,21,211	4,23,07,571	52,80,241
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**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME E - TIER I**  
**UNAUDITED REVENUE ACCOUNT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2023**

Particulars	Schedules	Half Year ended Sept 30, 2023 ₹	Half Year ended March 31, 2023 ₹	Period ended Sept 30, 2022 ₹
<b>Income</b>				
Dividend		57,66,613	11,09,969	-
Interest		-	-	-
Profit on sale/redemption of investments		9,27,029	44,553	2,62,763
Profit on inter-scheme transfer/sale of investments		-	-	-
Unrealized gain on appreciation in investments		9,09,31,652	62,89,108	3,14,580
Other income				
- Miscellaneous Income		1	-	-
<b>Total Income (A)</b>		<b>9,76,25,295</b>	<b>74,43,630</b>	<b>5,77,343</b>
<b>Expenses and Losses</b>				
Unrealized losses in value of investments		69,55,986	1,47,68,214	11,22,918
Loss on sale/redemption of investments		-	-	-
Loss on inter-scheme transfer/sale of investments		-	-	-
Management fees (including GST)		3,43,719	1,00,016	2,459
NPS Trust fees		16,188	4,711	136
Custodian fees (including GST)		-	-	-
Depository and settlement charges (including GST)		2,104	518	-
Stamp Duty on Bond/Mutual Fund		-	-	-
CRA Fees		3,78,846	2,57,608	22,004
Less: Amount recoverable on sale of units on account of CRA Charges		(3,78,846)	(2,57,608)	(22,004)
Provision for Non-Performing Assets		-	-	-
Other Expenses		-	-	-
<b>Total Expenditure (B)</b>		<b>73,17,997</b>	<b>1,48,73,459</b>	<b>11,25,513</b>
<b>Surplus/(Deficit) for the year (A-B)</b>		<b>9,03,07,298</b>	<b>(74,29,829)</b>	<b>(5,48,170)</b>
Less: Amount transferred (to) / from Unrealised Appreciation Reserve		(8,39,75,666)	84,79,106	8,08,338
Less: Amount transferred (to) / from General Reserve		(63,31,632)	(10,49,277)	(2,60,168)
<b>Amount carried forward to Balance Sheet</b>		<b>-</b>	<b>-</b>	<b>-</b>

Significant Accounting Policies and Notes to Accounts

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**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME E - TIER I**  
**NOTES ANNEXED TO AND FORMING PART OF THE UNAUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2023**

Schedule 1	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Unit Capital</b>			
Outstanding at the beginning of the year	42,30,75,710	5,28,02,406	-
Add :Units issued during the year	41,95,30,156	38,58,62,089	5,39,64,896
Less: Units redeemed during the year	(8,63,93,751)	(1,55,88,785)	(11,62,490)
<b>Outstanding at the end of the year</b>	<b>75,62,12,115</b>	<b>42,30,75,710</b>	<b>5,28,02,406</b>

**(Face Value of Rs.10/- each unit, fully paid up)**

Outstanding units at the beginning of the year	4,23,07,571	52,80,241	-
Add :Units issued during the year	4,19,53,016	3,85,86,209	53,96,490
Less: Units redeemed during the year	(86,39,375)	(15,58,879)	(1,16,249)
<b>Outstanding units at the end of the year</b>	<b>7,56,21,211</b>	<b>4,23,07,571</b>	<b>52,80,241</b>

Schedule 2	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Reserves and Surplus</b>			
<b>Unit Premium Reserve</b>			
Opening Balance	50,84,254	1,52,592	-
Add: Premium on Units issued	3,66,91,771	51,69,984	1,67,453
Less: Premium on Units redeemed	(77,94,249)	(2,38,322)	(14,861)
Add: Transfer from General Reserve	-	-	-
Closing Balance	<b>3,39,81,776</b>	<b>50,84,254</b>	<b>1,52,592</b>
<b>General Reserve</b>			
Opening Balance	13,09,445	2,60,168	-
Add: Transfer from Revenue Account	63,31,632	10,49,277	2,60,168
Less: Transfer to Unit Premium Reserve	-	-	-
Closing Balance	<b>76,41,077</b>	<b>13,09,445</b>	<b>2,60,168</b>
<b>Unrealised Appreciation Reserve</b>			
Opening Balance	(92,87,444)	(8,08,338)	-
Add: Adjustment for Previous years unrealised appreciation reserve	-	-	-
Add/(Less): Transfer from/(to) Revenue Account	8,39,75,666	(84,79,106)	(8,08,338)
Closing Balance	<b>7,46,88,222</b>	<b>(92,87,444)</b>	<b>(8,08,338)</b>
<b>Total</b>	<b>11,63,11,075</b>	<b>(28,93,745)</b>	<b>(3,95,578)</b>

Schedule 3	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Current Liabilities and Provisions</b>			
<b>Current Liabilities</b>			
Sundry Creditors for expenses	72,004	31,806	2,387
Book Overdraft	-	-	-
Redemption Payable	3,82,378	11,31,798	11,475
TDS Payable	6,169	2,766	208
Contracts for Purchase of Investments	-	-	5,05,22,173
Amount Payable to Other Schemes	-	-	-
Provision for Interest overdue	-	-	-
Provision on upgraded assets	-	-	-
Interest received in Advance	-	-	-
<b>Total</b>	<b>4,60,551</b>	<b>11,66,370</b>	<b>5,05,36,243</b>



**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME E - TIER I**  
**NOTES ANNEXED TO AND FORMING PART OF THE UNAUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2023**

Schedule 4	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Investments (Long Term and Short Term)</b>			
Equity Shares	85,24,87,640	40,64,38,506	4,97,63,798
Preference Shares	-	-	-
Debentures and Bonds Listed/Awaiting Listing	-	-	-
Central and State Government Securities (including treasury bills)	-	-	-
Commercial Paper	-	-	-
AIF's (Category I and Category II Only)/REITs/INVITs/Asset Backed Securities/ Commercial mortgage based Securities or Residential mortgage based securities	-	-	-
Basel III Tier I bonds	-	-	-
Others - Mutual Fund Units	2,04,96,101	1,48,64,258	26,06,272
Non Convertible Debentures classified as NPA	-	-	-
Less: Provision on Non performing investment	-	-	-
<b>Total</b>	<b>87,29,83,741</b>	<b>42,13,02,764</b>	<b>5,23,70,070</b>

Schedule 5	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Deposits</b>			
Deposits with Scheduled Banks	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>

Schedule 6	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Other Current Assets</b>			
Balances with bank in a current account	-	45,571	5,05,73,001
Contracts for sale of investments	-	-	-
Interest Receivable on Non-Performing Investments	-	-	-
Less: Provision for interest on Non-Performing Investment	-	-	-
Outstanding and accrued income	-	-	-
Dividend Receivable	-	-	-
Brokerage receivable from PFM	-	-	-
Application money pending allotment	-	-	-
Sundry Debtors	-	-	-
Redemption receivable on Non performing Investment	-	-	-
Less: Provision for Non Performing Investment	-	-	-
<b>Total</b>	<b>-</b>	<b>45,571</b>	<b>5,05,73,001</b>

## NATIONAL PENSION SYSTEM TRUST

### NPS Trust - A/C Tata Pension Management Private Limited Scheme E - Tier I

#### Schedule 7: Significant accounting policies & notes to unaudited accounts for the half year ended 30 September 2023

##### A. Background

1. Tata Pension Management Private 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 Protean eGov Technologies Ltd., KFin Technologies Ltd. and Computer Age Management Services Ltd. being the Central Recordkeeping Agency (CRA) provides consolidated data to PFM for allotment / redemption of units and Axis Bank, being the Trustee Bank, provides / receives funds on consolidated basis in respect of such allotment / redemption.
2. 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 Fund
  - Scheme Tax Saver - Hybrid Investment Fund

The Key features of the Scheme presented in these financial statements are as under:

Scheme name	Investment criteria and objective
NPS Trust - A/c Tata Pension Management Private Limited Scheme E Tier I	<p>This asset class will be invested in a diversified portfolio of quality and liquid stocks that provide above average return potential over the medium to long term and Liquid Funds to the limit of 10% of scheme corpus.</p> <p>Contributions of Funds by subscriber have restricted withdrawal with lock-in till 60 years of age.</p> <p>The investment objective is to optimize the returns.</p>

3. Central Record Keeping Agency (CRA) : Central Record Keeping Agency (CRA): Protean eGov Technologies Ltd., KFin Technologies Ltd., Computer Age Management Services Ltd. and PFRDA have set up Central Recordkeeping Agency (CRA) for the NPS.

CRA responsibilities 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, scanned copies of KYC documents and recording transactions relating to each subscriber PRAN,
- PRAN Transaction Statement,
- Providing Centralised Grievance Management System, periodic consolidated statement of transactions, subscriber maintenance services and claim processing cell,
- Record keeping
- An operational interface between PFRDA and other NPS intermediaries such as Pension Fund Managers, Annuity Service Providers, Trustee 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.

4. NPS Trust has designated Deutsche Bank AG as the custodian, who is responsible for safe custody of securities and settlements of trades.

## **B. Basis of preparation**

The financial statements have been prepared to comply with the PFRDA (Pension Fund) Regulations, 2015 including amendments thereof, PFRDA (Preparation of Financial Statements and Auditor's Report of Schemes under National Pension System) Guidelines - 2012, Accounting Standards notified under the Companies Act, 2013 read with Rule 3 of the Companies (Accounts) Amendment Rules, 2021 to the extent made applicable by the Authority's guidelines 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.

## **C. 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 CRISIL Limited w.e.f. effective 1st April, 2022. The Investment valuation methodology adopted by CRISIL 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.

#### **D. Income Recognition**

Dividend Income is accounted on accrual basis and 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.

Other income of a miscellaneous nature is accounted for as and when realised.

#### **E. Units Reconciliation**

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

#### **F. Investment Management Fees**

Investment management fees are recognised on daily accrual basis on closing Asset Under Management (AUM) in accordance with IMA.

The Company has charged investment management fee as per the below slab structure basis the aggregate AUM managed by the PFM under all Schemes.

<b>AUM Slab</b>	<b>Investment management fees %</b>
Upto Rs. 10,000 crores	0.09%
Rs. 10,001 crores to Rs. 50,000 crores	0.06%
Rs. 50,001 crores to Rs. 150,000 crores	0.05%
Above Rs. 150,000 crores	0.03%

The above rates of Investment Management Fee are exclusive of brokerage, custodian fee and applicable taxes thereon. The brokerage shall be adjusted against scheme NAV, subject to maximum brokerage to be charged to the scheme @ 0.03% (including applicable taxes on brokerage) on equity transactions only.

#### **G. Trustee Fees**

Trustee fees are charged at the rate of 0.005% per annum and are recognised on daily accrual basis on closing Asset Under Management

#### **H. 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. Depository and settlement charges are recognised on transaction basis.

#### **I. 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.

#### **J. Computation of NAV**

The NAV of the units is determined by dividing the net assets, including investments recognised and valued as per the accounting policies, by the number of outstanding units on the valuation date.

#### **K. Income Taxes**

No provision for income tax has been made since the income of the Schemes is exempt under Section 10(44) of the Income Tax Act, 1961.

## L. Non-Performing Assets

Investments are classified as non-performing based on PFRDA (Identification, Income Recognition, and provisioning of NPA) Guidance Note 2013 and as per suggested SOPs. An investment is regarded as non-performing in interest / principal or both amounts have not been received or remained outstanding for 90 days for such income / instruments has fallen due.

Provisions are made for non-performing investments as per the extant prescribed in the guidelines by PFRDA as shown below:

<b>Period due from the date of classification as NPS</b>	<b>Provision to be made on book value (%)</b>
3 months	50%
6 months	75%
9 months	100%

Allocation of any recovery of NPA will be appropriated as under:

- Firstly, towards principal amount
- Excess over principal amount to be adjusted towards interest accrued in the books.
- Balance amount towards interest amount recorded in memorandum account.



## M. Notes to unaudited accounts for the half year ended 30 September 2023

### 1. Investments

All investments are performing assets and are held in the name of the NPS Trust. All investments are traded investments.

2. The Investment management fees including GST during the Current Period is ₹ 3,43,719. (Previous Period ₹ 1,00,016).

3. **Purchase/Sale of Investments:** The aggregate value of purchase and sales of investments during the period and expressed as a percentage of average daily net asset are as under:

₹ in Crores

Current Period				Previous Period			
Purchase	%	Sales	%	Purchase	%	Sales	%
49.23	75.83	12.46	19.19	40.58	206.19	2.76	14.01

4. The aggregate value of non-traded investments (other than government securities) where investments have been valued "in good faith" exceed 5% of the NAV as at 30th September, 2023 is ₹ NIL. (Previous Period ₹ NIL).

### 5. Net Asset Value:

Current Period		Previous Period
As on 30th Sept, 2023*	As on 28th Sept, 2023**	As on 31st March, 2023
₹ 11.5381	₹ 11.4280	₹ 9.9316

\* NAV not declared, being a non - business day

\*\* On last business day

6. **Income and Expenditure:** The total income and expenditure for the period as a percentage of the scheme's average net assets are as under:

Current Period				Previous Period			
Income		Expenditure		Income		Expenditure	
₹	%	₹	%	₹	%	₹	%
9,76,25,295	15.04	73,17,997	1.13	74,43,630	3.78	1,48,73,459	7.56

7. **Other disclosures:**

Particulars	Current Period	Previous Period
Non performing investments- Carrying value	Nil	Nil
Non performing investments- Market value	Nil	Nil
Contingent liabilities	Nil	Nil
Brokerage, custodial fees and other charges to entities where PFM or its subsidiaries or its major shareholders have substantial interest	Nil	Nil

8. **Investment in associates and group companies:** The Scheme has made following investment in the Associates and Group companies (Tata Consultancy Limited, Tata Consumer Products Limited and Tata Power Company Limited) of the PFM and its Sponsor Company (Tata Asset Management Private Limited):

Name of Scheme	Current Period		Previous Period	
	No. of Units 30 <sup>th</sup> Sept, 2023	Market Value as on 30 <sup>th</sup> Sept, 2023 (₹)	No. of Units 31 <sup>st</sup> March, 2023	Market Value as on 31 <sup>st</sup> March, 2023 (₹)
Tata Consultancy Services Limited	7,295	2,57,41,137	3,105	99,54,320
Tata Consumer Products Limited	8,365	73,35,269	8,365	59,29,530
Tata Power Company Limited	34,284	89,92,693	-	-

9. Aggregate Unrealized Gain / Loss as at the end of the Financial Period and percentage to net assets:

Particular	As on 30 <sup>th</sup> Sept, 2023		As on 31 <sup>st</sup> March, 2023	
	₹	% to Net Assets	₹	% to Net Assets
Unrealized Gain	9,09,31,652	10.42	62,89,108	1.50
Unrealized Loss	69,55,986	0.80	1,47,68,214	3.51
Net Unrealized Gain/(Loss)	8,39,75,666	9.62	(84,79,106)	(2.01)

10. As at the end of the current period, there are no open positions of derivatives in the scheme.

## 11. Details of transactions with sponsor and its related parties

Nature of relationship	Name of the related party
Pension Fund Manager	Tata Pension Management Private Limited
Sponsor and Holding Company	Tata Asset Management Private Limited

The following represents significant transactions between the Company and its related parties

Name of Related Party	Name of Transaction	Current Period	Previous Period
Tata Consultancy Services Limited	Equity Investments	1,41,39,538	92,64,452
Tata Power Company Limited	Equity Investments	79,73,444	-
Tata Consumer Products Limited	Equity Investments	-	53,32,242
Tata Mutual Fund	MF Investments	-	62,99,685
Tata Mutual Fund	MF Redemptions	-	67,04,345
Tata Pension Management Private Limited	Investment Management Fees	3,43,719	1,00,016

The following amounts are outstanding at the end of the period

Name of Related Party	Name of Transaction	As on 30 <sup>th</sup> Sept, 2023	As on 31 <sup>st</sup> March, 2023
Tata Pension Management Private Limited	Investment Management Fees	66,624	29,877

## 12. Provisions

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

## 13. Investments falling under 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.

Equity	As at 30 <sup>th</sup> Sept, 2023		As at 31 <sup>st</sup> March, 2023	
	Market value	% of industry	Market value	% of industry
Monetary intermediation of commercial banks, saving banks. Postal savings bank and discount houses	21,66,20,141	25.41%	10,75,72,519	26.47%

Manufacture of other petroleum n.e.c.	6,91,68,120	8.11%	3,63,31,745	8.94%
Electric power generation by coal based thermal power plants	4,43,40,352	5.20%	1,16,19,636	2.86%
Writing, modifying, testing of computer program to meet the need of a particular client excluding web-page designing	3,42,21,128	4.01%	2,65,59,870	6.53%
Others	48,81,37,899	57.27%	22,43,54,736	55.20%
<b>Total</b>	<b>85,24,87,640</b>	<b>100.00%</b>	<b>40,64,38,506</b>	<b>100.00%</b>

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

#### 14. Risk profiling

As per the PFRDA Circular dated 12th May, 2022 on Risk Profiling of Schemes managed by Pension Funds under NPS, the following table shows change in risk profiling in the Scheme

Scheme Name	Risk Profile level at start of the financial period	Risk Profile level at end of the financial period	Number of changes in Risk Profile during the current period
NPS Trust - A/c Tata Pension Management Private Limited Scheme E Tier I	Very High	Very High	No change from March 2023 quarter to September 2023 quarter

#### 15. Age wise disclosure for Shares / debentures / other application money pending allotment

Security Name	Asset Type	Ageing	As on 30-Sept-2023	As on 31-March-2023
NIL				

16. **Portfolio:** The full portfolio is given in Annexure A.

#### 17. Previous period figures

Previous period figures have been regrouped and rearranged, wherever necessary.

18. Figures have been rounded off to the nearest rupee.

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME E - TIER I**  
**Portfolio statement for the half year ended 30th September 2023**

Name of the Instrument	As on 30th Sept, 2023		As on 31st March, 2023	
	Market Value (₹)	% of Portfolio	Market Value (₹)	% of Portfolio
<b>Equity Instruments -</b>				
<b>Shares</b>				
HDFC BANK LTD.	7,57,73,164	8.68	3,25,12,910	7.74
RELIANCE INDUSTRY LIMITED	6,91,68,120	7.93	3,63,31,745	8.65
LARSEN AND TOURBO	3,58,74,421	4.11	1,63,07,247	3.88
NTPC LIMITED	3,53,47,659	4.05	1,16,19,636	2.77
ICICI BANK LIMITED	3,51,01,313	4.02	2,45,58,614	5.84
INFOSYS TECHNOLOGIES LIMITED	3,42,21,128	3.92	2,65,59,870	6.32
STATE BANK OF INDIA	3,10,28,832	3.56	1,18,13,181	2.81
BHARTI AIRTEL	2,63,09,760	3.02	1,56,61,590	3.73
ITC LIMITED	2,63,01,370	3.01	1,61,66,443	3.85
TATA CONSULTANCY LIMITED	2,57,41,137	2.95	99,54,320	2.37
MAHINDRA & MAHINDRA LIMITED	2,55,81,401	2.93	88,87,229	2.12
ULTRATECH CEMENT LIMITED	2,55,48,761	2.93	1,12,04,556	2.67
AXIS BANK	2,53,70,122	2.91	1,22,76,550	2.92
DLF LIMITED	2,43,39,111	2.79	92,92,035	2.21
HINDUSTAN UNILEVER LIMITED	2,01,43,952	2.31	1,20,59,249	2.87
COAL INDIA LTD.	1,99,11,240	2.28	70,44,041	1.68
THERMAX LIMITED	1,92,16,669	2.20	77,37,863	1.84
CIPLA LIMITED	1,77,09,220	2.03	68,79,820	1.64
SUN PHARMACEUTICALS	1,76,34,653	2.02	68,03,052	1.62
POWER GRID CORPORATION	1,72,02,071	1.97	85,19,047	2.03
CUMMINS INDIA LIMITED	1,70,47,815	1.95	85,55,400	2.04
KOTAK BANK	1,69,14,397	1.94	1,20,60,636	2.87
SBI LIFE INSURANCE COMPANY LTD	1,64,08,878	1.88	61,71,666	1.47
INDUSIND BANK LIMITED	1,62,88,890	1.87	80,68,362	1.92
FEDERAL BANK	1,61,43,424	1.85	62,82,266	1.50
AMBUJA CEMENTS LTD	1,58,79,874	1.82	-	-
EICHER MOTORS LIMITED	1,43,91,016	1.65	61,48,352	1.46
DABUR INDIA LTD.	1,42,45,070	1.63	55,06,215	1.31
HINDALCO EQUITY	1,32,59,675	1.52	94,91,270	2.26
APOLLO HOSPITALS ENTERPRISE LTD	1,24,84,733	1.43	67,89,668	1.62
GRASIM INDUSTRIES LTD	1,00,42,208	1.15	60,40,990	1.44
POWER FINANCE CORPORATION	1,00,36,200	1.15	-	-
TATA POWER CO. LTD.	89,92,693	1.03	-	-
MARUTI SUZUKI INDIA LIMITED	88,06,798	1.01	-	-
BAJAJ FINANCE LIMITED	74,59,266	0.85	53,63,996	1.28
TATA CONSUMER PRODUCTS LIMITED	73,35,269	0.84	59,29,530	1.41
DIVIS LABORATORIES LTD.	71,16,134	0.82	42,06,792	1.00
ADANI PORTS AND SPECIAL ECONOMIC ZONE LTD	61,76,248	0.71	47,29,772	1.13
ICICI LOMBARD GENERAL INSURANCE COMPANY LTD	58,49,760	0.67	-	-
SBI CARDS AND PAYMENT SERVICE LTD	55,81,211	0.64	-	-
JIO FINANCIAL SERVICES LIMITED	50,48,483	0.58	-	-
TECH MAHINDRA LIMITED	47,38,350	0.54	-	-
BHARAT HEAVY ELECTRICALS LIMITED	31,68,235	0.36	-	-
ASIAN PAINTS LIMITED	15,48,915	0.18	42,80,558	1.02
HOUSING DEVELOPMENT FINANCE CORPORATION LIMITED	-	-	1,46,24,035	3.48
<b>Cash / Cash Equivalent &amp; Net Current Assets</b>				
Money Market Mutual Funds				
AXIS OVERNIGHT FUND - DIRECT PLAN - GROWTH OPTION	2,04,96,101	2.35	1,48,64,258	3.54
Net Current Assets				
	-4,60,551	-0.05	-11,20,799	-0.27
<b>GRAND TOTAL</b>	<b>87,25,23,190</b>	<b>100.00</b>	<b>42,01,81,965</b>	<b>100.00</b>

**NPS TRUST – A/C TATA PENSION MANAGEMENT PRIVATE LIMITED**  
**SCHEME E - TIER II**

**Unaudited Financial Statements for the half year ended**  
**30 September 2023**

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Accounting Policies and Notes to Accounts

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME E - TIER II**  
**UNAUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2023**

Particulars	Schedules	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Liabilities</b>				
Unit Capital	1	5,63,56,384	3,31,31,493	17,59,327
Reserves and Surplus	2	85,90,241	(2,47,565)	(29,118)
Current Liabilities and Provisions	3	80,385	60,185	16,29,245
<b>Total</b>		<b>6,50,27,010</b>	<b>3,29,44,113</b>	<b>33,59,454</b>
<b>Assets</b>				
Investments	4	6,50,27,010	3,29,43,353	17,26,594
Deposits	5	-	-	-
Other Current Assets	6	-	760	16,32,860
<b>Total</b>		<b>6,50,27,010</b>	<b>3,29,44,113</b>	<b>33,59,454</b>
(a) Net assets as per Balance Sheets		6,49,46,625	3,28,83,928	17,30,209
(b) Number of units outstanding		56,35,638	33,13,149	1,75,933
Significant Accounting Policies and Notes to Accounts	7			

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME E - TIER II**  
**UNAUDITED REVENUE ACCOUNT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2023**

Particulars	Schedules	Half Year ended Sept 30, 2023 ₹	Half Year ended March 31, 2023 ₹	Period ended Sept 30, 2022 ₹
<b>Income</b>				
Dividend		4,17,331	82,438	-
Interest		-	-	-
Profit on sale/redemption of investments		64,589	5,131	5,523
Profit on inter-scheme transfer/sale of investments		-	-	-
Unrealized gain on appreciation in investments		66,63,095	4,71,603	11,512
Other income				
- Miscellaneous Income		-	-	-
<b>Total Income (A)</b>		<b>71,45,015</b>	<b>5,59,172</b>	<b>17,035</b>
<b>Expenses and Losses</b>				
Unrealized losses in value of investments		4,90,979	13,30,531	39,120
Loss on sale/redemption of investments		-	-	-
Loss on inter-scheme transfer/sale of investments		-	-	-
Management fees (including GST)		25,167	7,719	92
NPS Trust fees		1,186	362	5
Custodian fees (including GST)		-	-	-
Depository and settlement charges (including GST)		165	40	-
Stamp Duty on Bond/Mutual Fund		-	-	-
CRA Fees		14,365	10,548	1,363
Less: Amount recoverable on sale of units on account of CRA Charges		(14,365)	(10,548)	(1,363)
Provision for Non-Performing Assets		-	-	-
Other Expenses		-	-	-
<b>Total Expenditure (B)</b>		<b>5,17,497</b>	<b>13,38,652</b>	<b>39,217</b>
<b>Surplus/(Deficit) for the year (A-B)</b>		<b>66,27,518</b>	<b>(7,79,480)</b>	<b>(22,182)</b>
Less: Amount transferred (to) / from Unrealised Appreciation Reserve		(61,72,116)	8,58,928	27,608
Less: Amount transferred (to) / from General Reserve		(4,55,402)	(79,448)	(5,426)
<b>Amount carried forward to Balance Sheet</b>		<b>-</b>	<b>-</b>	<b>-</b>

Significant Accounting Policies and Notes to Accounts

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**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME E - TIER II**  
**NOTES ANNEXED TO AND FORMING PART OF THE UNAUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2023**

Schedule 1	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Unit Capital</b>			
Outstanding at the beginning of the year	3,31,31,493	17,59,327	-
Add :Units issued during the year	3,22,64,411	3,37,19,362	18,11,379
Less: Units redeemed during the year	(90,39,520)	(23,47,196)	(52,052)
<b>Outstanding at the end of the year</b>	<b>5,63,56,384</b>	<b>3,31,31,493</b>	<b>17,59,327</b>
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>			
Outstanding units at the beginning of the year	33,13,149	1,75,933	-
Add :Units issued during the year	32,26,441	33,71,936	1,81,138
Less: Units redeemed during the year	(9,03,952)	(2,34,720)	(5,205)
<b>Outstanding units at the end of the year</b>	<b>56,35,638</b>	<b>33,13,149</b>	<b>1,75,933</b>
<b>Schedule 2</b>			
	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Reserves and Surplus</b>			
<b>Unit Premium Reserve</b>			
Opening Balance	5,54,097	(6,936)	-
Add: Premium on Units issued	30,62,106	5,90,773	(7,112)
Less: Premium on Units redeemed	(8,51,818)	(29,740)	176
Add: Transfer from General Reserve	-	-	-
Closing Balance	<b>27,64,385</b>	<b>5,54,097</b>	<b>(6,936)</b>
<b>General Reserve</b>			
Opening Balance	84,874	5,426	-
Add: Transfer from Revenue Account	4,55,402	79,448	5,426
Less: Transfer to Unit Premium Reserve	-	-	-
Closing Balance	<b>5,40,276</b>	<b>84,874</b>	<b>5,426</b>
<b>Unrealised Appreciation Reserve</b>			
Opening Balance	(8,86,536)	(27,608)	-
Add: Adjustment for Previous years unrealised appreciation reserve	-	-	-
Add/(Less): Transfer from/(to) Revenue Account	61,72,116	(8,58,928)	(27,608)
Closing Balance	<b>52,85,580</b>	<b>(8,86,536)</b>	<b>(27,608)</b>
<b>Total</b>	<b>85,90,241</b>	<b>(2,47,565)</b>	<b>(29,118)</b>
<b>Schedule 3</b>			
	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Current Liabilities and Provisions</b>			
<b>Current Liabilities</b>			
Sundry Creditors for expenses	5,424	2,621	88
Book Overdraft	-	-	-
Redemption Payable	74,495	57,336	41
TDS Payable	466	228	8
Contracts for Purchase of Investments	-	-	16,29,108
Amount Payable to Other Schemes	-	-	-
Provision for Interest overdue	-	-	-
Provision on upgraded assets	-	-	-
Interest received in Advance	-	-	-
<b>Total</b>	<b>80,385</b>	<b>60,185</b>	<b>16,29,245</b>

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME E - TIER II**  
**NOTES ANNEXED TO AND FORMING PART OF THE UNAUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2023**

Schedule 4	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Investments (Long Term and Short Term)</b>			
Equity Shares	6,29,14,605	3,15,60,969	16,02,289
Preference Shares	-	-	-
Debentures and Bonds Listed/Awaiting Listing	-	-	-
Central and State Government Securities (including treasury bills)	-	-	-
Commercial Paper	-	-	-
AIF's (Category I and Category II Only)/REITs/INVITs/Asset Backed Securities/ Commercial mortgage based Securities or Residential mortgage based securities	-	-	-
Basel III Tier I bonds	-	-	-
Others - Mutual Fund Units	21,12,405	13,82,384	1,24,305
Non Convertible Debentures classified as NPA	-	-	-
Less: Provision on Non performing investment	-	-	-
<b>Total</b>	<b>6,50,27,010</b>	<b>3,29,43,353</b>	<b>17,26,594</b>

Schedule 5	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Deposits</b>			
Deposits with Scheduled Banks	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>

Schedule 6	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Other Current Assets</b>			
Balances with bank in a current account	-	760	16,32,860
Contracts for sale of investments	-	-	-
Interest Receivable on Non-Performing Investments	-	-	-
Less: Provision for interest on Non-Performing Investment	-	-	-
Outstanding and accrued income	-	-	-
Dividend Receivable	-	-	-
Brokerage receivable from PFM	-	-	-
Application money pending allotment	-	-	-
Sundry Debtors	-	-	-
Redemption receivable on Non performing Investment	-	-	-
Less: Provision for Non Performing Investment	-	-	-
<b>Total</b>	<b>-</b>	<b>760</b>	<b>16,32,860</b>

## NATIONAL PENSION SYSTEM TRUST

### NPS Trust - A/C Tata Pension Management Private Limited Scheme E - Tier II

#### Schedule 7: Significant accounting policies & notes to unaudited accounts for the half year ended 30 September 2023

##### A. Background

1. Tata Pension Management Private 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 Protean eGov Technologies Ltd., KFin Technologies Ltd. and Computer Age Management Services Ltd. being the Central Recordkeeping Agency (CRA) provides consolidated data to PFM for allotment / redemption of units and Axis Bank, being the Trustee Bank, provides / receives funds on consolidated basis in respect of such allotment / redemption.
2. 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 Fund
  - Scheme Tax Saver - Hybrid Investment Fund

The Key features of the Scheme presented in these financial statements are as under:

Scheme name	Investment criteria and objective
NPS Trust - A/c Tata Pension Management Private Limited Scheme E Tier II	<p>This asset class will be invested in a diversified portfolio of quality and liquid stocks that provide above average return potential over the medium to long term and Liquid Funds to the limit of 10% of scheme corpus.</p> <p>Contributions of Funds by subscriber have restricted withdrawal with lock-in till 60 years of age.</p> <p>The investment objective is to optimize the returns.</p>

3. Central Record Keeping Agency (CRA) : Central Record Keeping Agency (CRA): Protean eGov Technologies Ltd., KFin Technologies Ltd., Computer Age Management Services Ltd. and PFRDA have set up Central Recordkeeping Agency (CRA) for the NPS.

CRA responsibilities 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, scanned copies of KYC documents and recording transactions relating to each subscriber PRAN,
- PRAN Transaction Statement,
- Providing Centralised Grievance Management System, periodic consolidated statement of transactions, subscriber maintenance services and claim processing cell,
- Record keeping
- An operational interface between PFRDA and other NPS intermediaries such as Pension Fund Managers, Annuity Service Providers, Trustee 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.

4. NPS Trust has designated Deutsche Bank AG as the custodian, who is responsible for safe custody of securities and settlements of trades.

## **B. Basis of preparation**

The financial statements have been prepared to comply with the PFRDA (Pension Fund) Regulations, 2015 including amendments thereof, PFRDA (Preparation of Financial Statements and Auditor's Report of Schemes under National Pension System) Guidelines - 2012, Accounting Standards notified under the Companies Act, 2013 read with Rule 3 of the Companies (Accounts) Amendment Rules, 2021 to the extent made applicable by the Authority's guidelines 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.

## **C. 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 CRISIL Limited w.e.f. effective 1st April, 2022. The Investment valuation methodology adopted by CRISIL 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.

#### **D. Income Recognition**

Dividend Income is accounted on accrual basis and 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.

Other income of a miscellaneous nature is accounted for as and when realised.

#### **E. Units Reconciliation**

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

#### **F. Investment Management Fees**

Investment management fees are recognised on daily accrual basis on closing Asset Under Management (AUM) in accordance with IMA.

The Company has charged investment management fee as per the below slab structure basis the aggregate AUM managed by the PFM under all Schemes.

<b>AUM Slab</b>	<b>Investment management fees %</b>
Upto Rs. 10,000 crores	0.09%
Rs. 10,001 crores to Rs. 50,000 crores	0.06%
Rs. 50,001 crores to Rs. 150,000 crores	0.05%
Above Rs. 150,000 crores	0.03%

The above rates of Investment Management Fee are exclusive of brokerage, custodian fee and applicable taxes thereon. The brokerage shall be adjusted against scheme NAV, subject to maximum brokerage to be charged to the scheme @ 0.03% (including applicable taxes on brokerage) on equity transactions only.

#### **G. Trustee Fees**

Trustee fees are charged at the rate of 0.005% per annum and are recognised on daily accrual basis on closing Asset Under Management.

#### **H. 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. Depository and settlement charges are recognised on transaction basis.

#### **I. 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.

#### **J. Computation of NAV**

The NAV of the units is determined by dividing the net assets, including investments recognised and valued as per the accounting policies, by the number of outstanding units on the valuation date.

#### **K. Income Taxes**

No provision for income tax has been made since the income of the Schemes is exempt under Section 10(44) of the Income Tax Act, 1961.



## L. Non-Performing Assets

Investments are classified as non-performing based on PFRDA (Identification, Income Recognition, and provisioning of NPA) Guidance Note 2013 and as per suggested SOPs. An investment is regarded as non-performing in interest / principal or both amounts have not been received or remained outstanding for 90 days for such income / instruments has fallen due.

Provisions are made for non-performing investments as per the extant prescribed in the guidelines by PFRDA as shown below:

<b>Period due from the date of classification as NPS</b>	<b>Provision to be made on book value (%)</b>
3 months	50%
6 months	75%
9 months	100%

Allocation of any recovery of NPA will be appropriated as under:

- Firstly, towards principal amount
- Excess over principal amount to be adjusted towards interest accrued in the books.
- Balance amount towards interest amount recorded in memorandum account.

## M. Notes to unaudited accounts for the half year ended 30 September 2023

### 1. Investments

All investments are performing assets and are held in the name of the NPS Trust. All investments are traded investments.

2. The Investment management fees including GST during the Current Period is ₹ 25,167. (Previous Period ₹ 7,719).

3. **Purchase/Sale of Investments:** The aggregate value of purchase and sales of investments during the period and expressed as a percentage of average daily net asset are as under:

Current Period				Previous Period			
Purchase	%	Sales	%	Purchase	%	Sales	%
3,60,14,046	75.78	1,01,02,949	21.26	3,41,07,664	227.97	20,03,927	13.39

4. The aggregate value of non-traded investments (other than government securities) where investments have been valued "in good faith" exceed 5% of the NAV as at 30th September, 2023 is ₹ NIL. (Previous Period ₹ NIL).

### 5. Net Asset Value:

Current Period		Previous Period
As on 30th Sept, 2023*	As on 28th Sept, 2023**	As on 31st March, 2023
₹ 11.5243	₹ 11.4163	₹ 9.9253

\* NAV not declared, being a non - business day

\*\* On last business day

6. **Income and Expenditure:** The total income and expenditure for the period as a percentage of the scheme's average net assets are as under:

Current Period				Previous Period			
Income		Expenditure		Income		Expenditure	
₹	%	₹	%	₹	%	₹	%
71,45,015	15.03	5,17,497	1.09	5,59,172	3.74	13,38,652	8.95

7. **Other disclosures:**

Particulars	Current Period	Previous Period
Non performing investments- Carrying value	Nil	Nil
Non performing investments- Market value	Nil	Nil
Contingent liabilities	Nil	Nil
Brokerage, custodial fees and other charges to entities where PFM or its subsidiaries or its major shareholders have substantial interest	Nil	Nil

8. **Investment in associates and group companies:** The Scheme has made following investment in the Associates and Group companies (Tata Consultancy Limited, Tata Consumer Products Limited and Tata Power Company Limited) of the PFM and its Sponsor Company (Tata Asset Management Private Limited):

Name of Scheme	Current Period		Previous Period	
	No. of Units 30 <sup>th</sup> Sept, 2023	Market Value as on 30 <sup>th</sup> Sept, 2023 (₹)	No. of Units 31 <sup>st</sup> March, 2023	Market Value as on 31 <sup>st</sup> March, 2023 (₹)
Tata Consultancy Services Limited	544	19,19,558	243	7,79,034
Tata Consumer Products Limited	614	5,38,417	614	4,35,234
Tata Power Company Limited	2,410	6,32,143	-	-

9. **Aggregate Unrealized Gain / Loss as at the end of the Financial Period and percentage to net assets:**

Particular	As on 30 <sup>th</sup> Sept, 2023		As on 31 <sup>st</sup> March, 2023	
	₹	% to Net Assets	₹	% to Net Assets
Unrealized Gain	66,63,095	10.26	4,71,603	1.43
Unrealized Loss	4,90,979	0.76	13,30,531	4.05
Net Unrealized Gain/(Loss)	61,72,116	9.50	(8,58,928)	(2.62)

10. As at the end of the current period, there are no open positions of derivatives in the scheme.

## 11. Details of transactions with sponsor and its related parties

Nature of relationship	Name of the related party
Pension Fund Manager	Tata Pension Management Private Limited
Sponsor and Holding Company	Tata Asset Management Private Limited

The following represents significant transactions between the Company and its related parties

Name of Related Party	Name of Transaction	Current Period	Previous Period
Tata Consultancy Services Limited	Equity Investments	10,18,368	7,97,167
Tata Power Company Limited	Equity Investments	5,72,994	-
Tata Consumer Products Limited	Equity Investments	-	4,40,656
Tata Mutual Fund	MF Investments	-	1,99,990
Tata Mutual Fund	MF Redemptions	-	2,06,749
Tata Pension Management Private Limited	Investment Management Fees	25,167	7,719

The following amounts are outstanding at the end of the period

Name of Related Party	Name of Transaction	As on 30 <sup>th</sup> Sept, 2023	As on 31 <sup>st</sup> March, 2023
Tata Pension Management Private Limited	Investment Management Fees	5,026	2,460

## 12. Provisions

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

## 13. Investments falling under 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.

Equity	As at 30 <sup>th</sup> Sept, 2023		As at 31 <sup>st</sup> March, 2023	
	Market value	% of industry	Market value	% of industry
Monetary intermediation of commercial banks, saving banks. Postal savings bank and discount houses	1,59,82,371	25.40%	86,02,901	27.27%

Manufacture of Other Petroleum n.e.c.	53,46,600	8.50%	28,90,502	9.16%
Manufacture of clinkers and cement	35,25,989	5.60%	8,38,437	2.66%
Electric power generation by coal based thermal power plants	33,09,866	5.26%	8,37,153	2.65%
Writing, modifying, testing of computer program to meet the need of a particular client excluding web-page designing	26,61,324	4.23%	20,97,659	6.65%
Others	3,20,88,455	51.01%	1,62,94,318	51.61%
<b>Total</b>	<b>6,29,14,605</b>	<b>100.00%</b>	<b>3,15,60,969</b>	<b>100.00%</b>

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

#### 14. Risk profiling

As per the PFRDA Circular dated 12th May, 2022 on Risk Profiling of Schemes managed by Pension Funds under NPS, the following table shows change in risk profiling in the Scheme

Scheme Name	Risk Profile level at start of the financial period	Risk Profile level at end of the financial period	Number of changes in Risk Profile during the current period
NPS Trust - A/c Tata Pension Management Private Limited Scheme E Tier II	Very High	Very High	No change from March 2023 quarter to September 2023 quarter

#### 15. Age wise disclosure for Shares / debentures / other application money pending allotment

Security Name	Asset Type	Ageing	As on 30-Sept-2023	As on 31-March-2023
NIL				

#### 16. Portfolio: The full portfolio is given in Annexure A.

**17. Previous period figures**

Previous period figures have been regrouped and rearranged, wherever necessary.

**18.** Figures have been rounded off to the nearest rupee.

## NATIONAL PENSION SYSTEM TRUST

## NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME E - TIER II

## Portfolio statement for the half year ended 30th September 2023

Name of the Instrument	As on 30th Sept, 2023		As on 31st March, 2023	
	Market Value (₹)	% of Portfolio	Market Value (₹)	% of Portfolio
<b>Equity Instruments -</b>				
<b>Shares</b>				
HDFC BANK LTD.	57,83,151	8.90	26,62,196	8.10
RELIANCE INDUSTRY LIMITED	53,46,600	8.23	28,90,502	8.79
LARSEN AND TOURBO	27,21,195	4.19	12,40,087	3.77
NTPC LIMITED	26,77,723	4.12	8,37,153	2.55
INFOSYS TECHNOLOGIES LIMITED	26,61,324	4.10	20,97,659	6.38
ICICI EQUITY	25,59,659	3.94	19,34,336	5.88
STATE BANK OF INDIA	22,84,665	3.52	8,91,946	2.71
ULTRATECH CEMENT LIMITED	20,30,693	3.13	8,38,431	2.55
BHARTI AIRTEL	19,63,042	3.02	11,72,185	3.56
AXIS BANK	19,36,556	2.98	9,22,888	2.81
TATA CONSULTANCY LIMITED	19,19,558	2.96	7,79,034	2.37
MAHINDRA & MAHINDRA LIMITED	18,97,739	2.92	7,50,838	2.28
ITC LIMITED	18,81,145	2.90	12,41,773	3.78
DLF LIMITED	18,57,619	2.86	8,02,575	2.44
AMBUJA CEMENTS LTD	14,95,296	2.30	-	-
COAL INDIA LTD.	14,30,244	2.20	5,08,487	1.55
HINDUSTAN UNILEVER LIMITED	14,27,582	2.20	8,24,433	2.51
THERMAX LIMITED	13,90,394	2.14	6,64,883	2.02
SUN PHARMACEUTICALS	12,93,053	1.99	4,98,432	1.52
POWER GRID CORPORATION	12,73,007	1.96	6,10,519	1.86
CUMMINS INDIA LIMITED	12,67,136	1.95	5,37,768	1.64
CIPLA LIMITED	12,63,250	1.95	5,04,280	1.53
INDUSIND BANK LIMITED	12,30,240	1.89	7,32,614	2.23
SBI LIFE INSURANCE COMPANY LTD	12,07,495	1.86	4,78,979	1.46
KOTAK BANK	11,33,412	1.75	9,27,075	2.82
FEDERAL BANK	10,54,688	1.62	5,31,846	1.62
DABUR INDIA LTD.	10,28,734	1.58	5,74,870	1.75
HINDALCO EQUITY	9,58,204	1.48	7,88,406	2.40
EICHER MOTORS LIMITED	9,54,805	1.47	4,86,560	1.48
APOLLO HOSPITALS ENTERPRISE LTD	9,24,795	1.42	4,52,645	1.38
POWER FINANCE CORPORATION	7,58,723	1.17	-	-
BAJAJ FINANCE LIMITED	7,18,589	1.11	5,16,741	1.57
TATA POWER CO. LTD.	6,32,143	0.97	-	-
GRASIM INDUSTRIES LTD	6,31,280	0.97	4,65,320	1.42
TATA CONSUMER PRODUCTS LIMITED	5,38,417	0.83	4,35,234	1.32
DIVIS LABORATORIES LTD.	5,04,530	0.78	3,07,745	0.94
MARUTI SUZUKI INDIA LIMITED	4,88,088	0.75	-	-
ADANI PORTS AND SPECIAL ECONOMIC ZONE LTD	3,96,072	0.61	3,03,312	0.92
SBI CARDS AND PAYMENT SERVICE LTD	3,91,595	0.60	-	-
JIO FINANCIAL SERVICES LIMITED	3,62,290	0.56	-	-
ICICI LOMBARD GENERAL INSURANCE COMPANY LTD	3,60,126	0.55	-	-
TECH MAHINDRA LIMITED	2,32,332	0.36	-	-
ASIAN PAINTS LIMITED	47,416	0.07	2,07,124	0.63
HOUSING DEVELOPMENT FINANCE CORPORATION LIMITED	-	-	11,42,093	3.47
<b>Cash / Cash Equivalent &amp; Net Current Assets</b>				
Money Market Mutual Funds				
AXIS OVERNIGHT FUND - DIRECT PLAN - GROWTH OPTION	21,12,405	3.25	13,82,384	4.20
Net Current Assets	-80,385	-0.12	-59,425	-0.18
<b>GRAND TOTAL</b>	<b>6,49,46,625</b>	<b>100.00</b>	<b>3,28,83,928</b>	<b>100.00</b>

**NPS TRUST – A/C TATA PENSION MANAGEMENT PRIVATE LIMITED**  
**SCHEME C - TIER I**

**Unaudited Financial Statements for the half year ended**  
**30 September 2023**

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Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts



**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME C - TIER I**  
**UNAUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2023**

Particulars	Schedules	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Liabilities</b>				
Unit Capital	1	37,26,76,552	19,79,21,308	2,74,98,721
Reserves and Surplus	2	2,45,61,023	47,90,408	83,938
Current Liabilities and Provisions	3	1,81,868	7,90,281	16,428
<b>Total</b>		<b>39,74,19,443</b>	<b>20,35,01,997</b>	<b>2,75,99,087</b>
<b>Assets</b>				
Investments	4	38,23,20,535	19,78,26,545	2,75,82,754
Deposits	5	-	-	-
Other Current Assets	6	1,50,98,908	56,75,452	16,333
<b>Total</b>		<b>39,74,19,443</b>	<b>20,35,01,997</b>	<b>2,75,99,087</b>
(a) Net assets as per Balance Sheets		39,72,37,575	20,27,11,716	2,75,82,659
(b) Number of units outstanding		3,72,67,655	1,97,92,131	27,49,872
Significant Accounting Policies and Notes to Accounts	7			

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME C - TIER I**  
**UNAUDITED REVENUE ACCOUNT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2023**

Particulars	Schedules	Half Year ended Sept 30, 2023 ₹	Half Year ended March 31, 2023 ₹	Period ended Sept 30, 2022 ₹
<b>Income</b>				
Dividend		-	-	-
Interest		1,05,46,093	28,16,602	-
Profit on sale/redemption of investments		3,88,417	6,28,030	28,387
Profit on inter-scheme transfer/sale of investments		-	-	-
Unrealized gain on appreciation in investments		15,24,731	1,14,700	25,751
Other income				
- Miscellaneous Income		-	-	-
<b>Total Income (A)</b>		<b>1,24,59,241</b>	<b>35,59,332</b>	<b>54,138</b>
<b>Expenses and Losses</b>				
Unrealized losses in value of investments		13,83,046	13,04,636	-
Loss on sale/redemption of investments		1,87,123	-	-
Loss on inter-scheme transfer/sale of investments		-	-	-
Management fees (including GST)		1,54,508	51,262	1,324
NPS Trust fees		7,277	2,414	62
Custodian fees (including GST)		-	-	-
Depository and settlement charges (including GST)		4,647	231	-
Stamp Duty on Bond/Mutual Fund		-	-	-
CRA Fees		1,41,233	1,00,625	8,216
Less: Amount recoverable on sale of units on account of CRA Charges		(1,41,233)	(1,00,625)	(8,216)
Provision for Non-Performing Assets		-	-	-
Other Expenses		-	-	-
<b>Total Expenditure (B)</b>		<b>17,36,601</b>	<b>13,58,543</b>	<b>1,386</b>
<b>Surplus/(Deficit) for the year (A-B)</b>		<b>1,07,22,640</b>	<b>22,00,789</b>	<b>52,752</b>
Less: Amount transferred (to) / from Unrealised Appreciation Reserve		(1,41,685)	11,89,936	(25,751)
Less: Amount transferred (to) / from General Reserve		(1,05,80,955)	(33,90,725)	(27,001)
<b>Amount carried forward to Balance Sheet</b>		<b>-</b>	<b>-</b>	<b>-</b>

Significant Accounting Policies and Notes to Accounts

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME C - TIER I**  
**NOTES ANNEXED TO AND FORMING PART OF THE UNAUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2023**

Schedule 1	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Unit Capital</b>			
Outstanding at the beginning of the year	19,79,21,308	2,74,98,721	-
Add :Units issued during the year	25,05,28,423	19,82,31,322	2,82,75,869
Less: Units redeemed during the year	(7,57,73,179)	(2,78,08,735)	(7,77,148)
<b>Outstanding at the end of the year</b>	<b>37,26,76,552</b>	<b>19,79,21,308</b>	<b>2,74,98,721</b>
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>			
Outstanding units at the beginning of the year	1,97,92,131	27,49,872	-
Add :Units issued during the year	2,50,52,842	1,98,23,132	28,27,587
Less: Units redeemed during the year	(75,77,318)	(27,80,873)	(77,715)
<b>Outstanding units at the end of the year</b>	<b>3,72,67,655</b>	<b>1,97,92,131</b>	<b>27,49,872</b>
Schedule 2	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Reserves and Surplus</b>			
<b>Unit Premium Reserve</b>			
Opening Balance	25,36,867	31,186	-
Add: Premium on Units issued	1,26,46,147	29,54,815	32,832
Less: Premium on Units redeemed	(35,98,172)	(4,49,134)	(1,646)
Add: Transfer from General Reserve	-	-	-
Closing Balance	<b>1,15,84,842</b>	<b>25,36,867</b>	<b>31,186</b>
<b>General Reserve</b>			
Opening Balance	34,17,726	27,001	-
Add: Transfer from Revenue Account	1,05,80,955	33,90,725	27,001
Less: Transfer to Unit Premium Reserve	-	-	-
Closing Balance	<b>1,39,98,681</b>	<b>34,17,726</b>	<b>27,001</b>
<b>Unrealised Appreciation Reserve</b>			
Opening Balance	(11,64,185)	25,751	-
Add: Adjustment for Previous years unrealised appreciation reserve	-	-	-
Add/(Less): Transfer from/(to) Revenue Account	1,41,685	(11,89,936)	25,751
Closing Balance	<b>(10,22,500)</b>	<b>(11,64,185)</b>	<b>25,751</b>
<b>Total</b>	<b>2,45,61,023</b>	<b>47,90,408</b>	<b>83,938</b>
Schedule 3	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Current Liabilities and Provisions</b>			
<b>Current Liabilities</b>			
Sundry Creditors for expenses	32,936	15,973	1,274
Book Overdraft	-	-	-
Redemption Payable	1,42,810	7,72,919	15,042
TDS Payable	2,750	1,389	112
Contracts for Purchase of Investments	-	-	-
Amount Payable to Other Schemes	-	-	-
Provision for Interest overdue	-	-	-
Provision on upgraded assets	-	-	-
Interest received in Advance	3,372	-	-
<b>Total</b>	<b>1,81,868</b>	<b>7,90,281</b>	<b>16,428</b>

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME C - TIER I**  
**NOTES ANNEXED TO AND FORMING PART OF THE UNAUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2023**

Schedule 4	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Investments (Long Term and Short Term)</b>			
Equity Shares	-	-	-
Preference Shares	-	-	-
Debentures and Bonds Listed/Awaiting Listing	36,25,55,196	18,43,46,464	-
Central and State Government Securities (including treasury bills)	-	-	-
Commercial Paper	-	-	-
AIF's (Category I and Category II Only)/REITs/INVITs/Asset Backed Securities/ Commercial mortgage based Securities or Residential mortgage based securities	-	-	-
Basel III Tier I bonds	-	-	-
Others - Mutual Fund Units	1,97,65,339	1,34,80,081	2,75,82,754
Non Convertible Debentures classified as NPA	-	-	-
Less: Provision on Non performing investment	-	-	-
<b>Total</b>	<b>38,23,20,535</b>	<b>19,78,26,545</b>	<b>2,75,82,754</b>

Schedule 5	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Deposits</b>			
Deposits with Scheduled Banks	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>

Schedule 6	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Other Current Assets</b>			
Balances with bank in a current account	5,90,000	23,324	16,333
Contracts for sale of investments	-	-	-
Interest Receivable on Non-Performing Investments	-	-	-
Less: Provision for interest on Non-Performing Investment	-	-	-
Outstanding and accrued income	1,45,08,908	56,52,128	-
Dividend Receivable	-	-	-
Brokerage receivable from PFM	-	-	-
Application money pending allotment	-	-	-
Sundry Debtors	-	-	-
Redemption receivable on Non performing Investment	-	-	-
Less: Provision for Non Performing Investment	-	-	-
<b>Total</b>	<b>1,50,98,908</b>	<b>56,75,452</b>	<b>16,333</b>

## NATIONAL PENSION SYSTEM TRUST

### NPS Trust - A/C Tata Pension Management Private Limited Scheme C - Tier I

#### Schedule 7: Significant accounting policies & notes to unaudited accounts for the half year ended 30 September 2023

##### A. Background

1. Tata Pension Management Private 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 Protean eGov Technologies Ltd., KFin Technologies Ltd. and Computer Age Management Services Ltd. being the Central Recordkeeping Agency (CRA) provides consolidated data to PFM for allotment / redemption of units and Axis Bank, being the Trustee Bank, provides / receives funds on consolidated basis in respect of such allotment / redemption.
2. 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 Fund
  - Scheme Tax Saver - Hybrid Investment Fund

The Key features of the Scheme presented in these financial statements are as under:

Scheme name	Investment criteria and objective
NPS Trust - A/c Tata Pension Management Private Limited Scheme C Tier I	<p>This asset class will be invested in a diversified portfolio of quality and liquid stocks that provide above average return potential over the medium to long term and Liquid Funds to the limit of 10% of scheme corpus.</p> <p>Contributions of Funds by subscriber have restricted withdrawal with lock-in till 60 years of age.</p> <p>The investment objective is to optimize the returns.</p>

3. Central Record Keeping Agency (CRA) : Central Record Keeping Agency (CRA): Protean eGov Technologies Ltd., KFin Technologies Ltd., Computer Age Management Services Ltd. and PFRDA have set up Central Recordkeeping Agency (CRA) for the NPS.

CRA responsibilities 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, scanned copies of KYC documents and recording transactions relating to each subscriber PRAN,
- PRAN Transaction Statement,
- Providing Centralised Grievance Management System, periodic consolidated statement of transactions, subscriber maintenance services and claim processing cell,
- Record keeping
- An operational interface between PFRDA and other NPS intermediaries such as Pension Fund Managers, Annuity Service Providers, Trustee 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.

4. NPS Trust has designated Deutsche Bank AG as the custodian, who is responsible for safe custody of securities and settlements of trades.

## **B. Basis of preparation**

The financial statements have been prepared to comply with the PFRDA (Pension Fund) Regulations, 2015 including amendments thereof, PFRDA (Preparation of Financial Statements and Auditor's Report of Schemes under National Pension System) Guidelines - 2012, Accounting Standards notified under the Companies Act, 2013 read with Rule 3 of the Companies (Accounts) Amendment Rules, 2021 to the extent made applicable by the Authority's guidelines 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.

## **C. 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 CRISIL Limited w.e.f. effective 1st April, 2022. The Investment valuation methodology adopted by CRISIL 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.

**Debentures, corporate bonds, commercial papers and certificate of deposits:  
Valuation of Debt Securities (other than government securities)**

Debt securities are valued at clean price, which means excluding accrued interest component of the security. If corporate bonds and debentures are quoted cum interest on the exchange, the valuation is done by excluding the accrued interest portion (i.e. from the last due date of interest till date) from the quoted price, since the interest is accrued and accounted separately on a daily basis.

**i) All Instruments/Securities with residual maturity of more than 30 days :**

- a. In respect of the Traded Securities, the traded price are taken subject to the fulfilment of the conditions practiced/adopted by the valuation agency after consultation with NPS Trust and PFs.
- b. In respect of the non traded Securities, the securities are valued on the basis of scrip level prices released by the valuation agency in consultation with NPS Trust and PFs.
- c. In case of new security purchased for which price is not available, such security valued on the basis of scrip level price (for coupon bearing securities) / scrip level yield (for discounted securities) at which the securities are purchased.

**ii) All Instruments/Securities with residual maturity of upto 30 days:** The securities are valued by amortisation on a straight-line basis to maturity from last valuation price as long as it is within the prescribed range, (presently  $\pm 0.025\%$ , i.e.  $\pm 2.5$  basis points) of the reference price provided by the valuation agency.

**iii) Only Callable Bonds (single/multiple call options),** which are callable by the issuer, are valued at lowest value on each call option date.

**iv) Only Puttable Bonds (single/multiple put options),** which are puttable by the investor, are valued at highest value on each put option date.

**v) Securities with both Put and Call option (single/multiple)** on the same day is deemed to mature on the Put/Call option day and is valued accordingly.

**vi) Partly paid bonds** are valued at cost till it is fully paid.



vii) Perpetual bond with single/multiple call options are valued at lowest price on each option date.

#### **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.

#### **Valuation policy for securities below investment grade (securities which were of investment grade at the time of purchase but which have fallen below the investment grade):**

In the cases of securities below BBB -, the same are valued as below:

All non-investment grade debt securities except with default rating (other than Government securities) and securities where credit rating agencies have suspended the ratings but are performing assets as per PFRDA guidelines are valued at a discount of 25% of the face value.

All non-investment grade debt securities (other than Government securities) not covered above are valued at the indicative haircut matrix or price provided by the valuation agency. In case the security is traded where the haircut has been applied, lower of the haircut matrix based price and trade price are considered.

#### **D. Income Recognition**

Dividend Income is accounted on accrual basis and 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.

Other income of a miscellaneous nature is accounted for as and when realised.

#### **E. Units Reconciliation**

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

#### **F. Investment Management Fees**

Investment management fees are recognised on daily accrual basis on closing Asset Under Management (AUM) in accordance with IMA.

The Company has charged investment management fee as per the below slab structure basis the aggregate AUM managed by the PFM under all Schemes.

<b>AUM Slab</b>	<b>Investment management fees %</b>
Upto Rs. 10,000 crores	0.09%
Rs. 10,001 crores to Rs. 50,000 crores	0.06%
Rs. 50,001 crores to Rs. 150,000 crores	0.05%
Above Rs. 150,000 crores	0.03%

The above rates of Investment Management Fee are exclusive of brokerage, custodian fee and applicable taxes thereon. The brokerage shall be adjusted against scheme NAV, subject to maximum brokerage to be charged to the scheme @ 0.03% (including applicable taxes on brokerage) on equity transactions only.

#### **G. Trustee Fees**

Trustee fees are charged at the rate of 0.005% per annum and are recognised on daily accrual basis on closing Asset Under Management

#### **H. 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. Depository and settlement charges are recognised on transaction basis.

#### **I. 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.

#### **J. Computation of NAV**

The NAV of the units is determined by dividing the net assets, including investments recognised and valued as per the accounting policies, by the number of outstanding units on the valuation date.

#### **K. Income Taxes**

No provision for income tax has been made since the income of the Schemes is exempt under Section 10(44) of the Income Tax Act, 1961.

#### **L. Non-Performing Assets**

Investments are classified as non-performing based on PFRDA (Identification, Income Recognition, and provisioning of NPA) Guidance Note 2013 and as per suggested SOPs. An investment is regarded as non-performing in interest / principal or both amounts have not been received or remained outstanding for 90 days for such income / instruments has fallen due.

Provisions are made for non-performing investments as per the extant prescribed in the guidelines by PFRDA as shown below:

<b>Period due from the date of classification as NPS</b>	<b>Provision to be made on book value (%)</b>
3 months	50%
6 months	75%
9 months	100%

Allocation of any recovery of NPA will be appropriated as under:

- Firstly, towards principal amount
- Excess over principal amount to be adjusted towards interest accrued in the books.
- Balance amount towards interest amount recorded in memorandum account.

## M. Notes to unaudited accounts for the half year ended 30 September 2023

### 1. Investments

All investments are performing assets and are held in the name of the NPS Trust. All investments are traded investments.

2. The Investment management fees including GST during the Current Period is ₹ 1,54,508. (Previous Period ₹ 51,262).

3. **Purchase/Sale of Investments:** The aggregate value of purchase and sales of investments during the period and expressed as a percentage of average daily net asset are as under:

₹ in Crores

Current Period				Previous Period			
Purchase	%	Sales	%	Purchase	%	Sales	%
55.26	189.30	36.82	126.14	33.38	332.27	16.24	161.67

4. The aggregate value of non-traded investments (other than government securities) where investments have been valued "in good faith" exceed 5% of the NAV as at 30th September, 2023 is ₹ 24.07 Crores. (Previous Period ₹ 9.43 Crores).

### 5. Net Asset Value:

Current Period		Previous Period
As on 30th Sept, 2023*	As on 28th Sept, 2023**	As on 31st March, 2023
₹ 10.6590	₹ 10.6471	₹ 10.2420

\* NAV not declared, being a non - business day

\*\* On last business day

6. **Income and Expenditure:** The total income and expenditure for the period as a percentage of the scheme's average net assets are as under:

Current Period				Previous Period			
Income		Expenditure		Income		Expenditure	
₹	%	₹	%	₹	%	₹	%
1,24,59,241	4.27	17,36,601	0.59	35,59,332	3.54	13,58,543	1.35

**7. Other disclosures:**

Particulars	Current Period	Previous Period
Non performing investments- Carrying value	Nil	Nil
Non performing investments- Market value	Nil	Nil
Contingent liabilities	Nil	Nil
Brokerage, custodial fees and other charges to entities where PFM or its subsidiaries or its major shareholders have substantial interest	Nil	Nil

**8. Investment in associates and group companies:** The Scheme has made following investment in the Associates and Group companies (Tata Capital Financial Services Limited) of the PFM and its Sponsor Company (Tata Asset Management Private Limited):

Name of Scheme	Current Period		Previous Period	
	No. of Units 30 <sup>th</sup> Sept, 2023	Market Value as on 30 <sup>th</sup> Sept, 2023 (₹)	No. of Units 31 <sup>st</sup> March, 2023	Market Value as on 31 <sup>st</sup> March, 2023 (₹)
7.10% TCFL SERIES H FY 21 22 29 SEP 2031	2	19,10,298	2	18,74,708
7.9873% TCFSL M SERIES 17 APR 2026	2	19,95,236	2	19,90,638
8.00% TCFSL SERIES FY 22 23 OPTION I 01 JUN 2032	1	10,08,093	1	9,91,488
7.89% TCFSL SERIES E OPTION II 26 JUL 2027	4	39,80,396	-	-
8.50 TCFSL NCD H FY2019-20 06- 11-2029	3	30,58,674	-	-

9. Aggregate Unrealized Gain / Loss as at the end of the Financial Period and percentage to net assets:

Particular	As on 30 <sup>th</sup> Sept, 2023		As on 31 <sup>st</sup> March, 2023	
	₹	% to Net Assets	₹	% to Net Assets
Unrealized Gain	15,24,731	0.38	1,14,700	0.06
Unrealized Loss	13,83,046	0.35	13,04,636	0.64
Net Unrealized Gain/(Loss)	1,41,685	0.03	(11,89,936)	(0.58)

10. As at the end of the current period, there are no open positions of derivatives in the scheme.

**11. Details of transactions with sponsor and its related parties**

Nature of relationship	Name of the related party
Pension Fund Manager	Tata Pension Management Private Limited
Sponsor and Holding Company	Tata Asset Management Private Limited

The following represents significant transactions between the Company and its related parties

Name of Related Party	Name of Transaction	Current Period	Previous Period
Tata Capital Financial Services Limited	Bonds Investments	70,60,122	49,18,361
Tata Mutual Fund	MF Investments	-	64,14,679
Tata Mutual Fund	MF Redemptions	-	1,22,16,682
Tata Pension Management Private Limited	Investment Management Fees	1,54,508	51,262

The following amounts are outstanding at the end of the period

Name of Related Party	Name of Transaction	As on 30 <sup>th</sup> Sept, 2023	As on 31 <sup>st</sup> March, 2023
Tata Pension Management Private Limited	Investment Management Fees	29,696	14,998

**12. Provisions**

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

### 13. Investments falling under 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.

Corporate Bonds	As at 30 <sup>th</sup> Sept, 2023		As at 31 <sup>st</sup> March, 2023	
	Market value	% of industry	Market value	% of industry
Other credit granting	18,31,14,992	50.51%	7,75,53,431	42.06%
Activities of specialized institutions granting credit for house purchases that also take deposits	4,50,33,597	12.42%	2,98,79,848	16.21%
Construction and maintenance of motorways, streets, roads, other vehicular and pedestrian ways, highways, bridges, tunnels and subways	2,94,13,603	8.11%	82,69,226	4.49%
Other monetary intermediation services n.e.c.	2,87,67,559	7.93%	1,80,47,123	9.79%
Electric power generation by hydroelectric power plants	1,99,72,360	5.51%	-	-
Electric power generation and transmission by nuclear power plant	1,99,20,352	5.49%	1,35,95,733	7.38%
Monetary intermediation of commercial banks, saving banks, postal savings bank and discount houses	98,41,660	2.71%	2,29,30,376	12.44%
Others	2,64,91,073	7.32%	1,40,70,727	7.63%
<b>Total</b>	<b>36,25,55,196</b>	<b>100.00%</b>	<b>18,43,46,464</b>	<b>100.00%</b>

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



**14. Risk profiling**

As per the PFRDA Circular dated 12th May, 2022 on Risk Profiling of Schemes managed by Pension Funds under NPS, the following table shows change in risk profiling in the Scheme

<b>Scheme Name</b>	<b>Risk Profile level at start of the financial period</b>	<b>Risk Profile level at end of the financial period</b>	<b>Number of changes in Risk Profile during the current period</b>
NPS Trust - A/c Tata Pension Management Private Limited Scheme C Tier I	Moderate	Moderate	No change from March 2023 quarter to September 2023 quarter

**15. Age wise disclosure for Shares / debentures / other application money pending allotment**

<b>Security Name</b>	<b>Asset Type</b>	<b>Ageing</b>	<b>As on 30-Sept-2023</b>	<b>As on 31-March-2023</b>
NIL				

**16. Portfolio:** The full portfolio is given in Annexure A.

**17. Previous period figures**

Previous period figures have been regrouped and rearranged, wherever necessary.

**18.** Figures have been rounded off to the nearest rupee.

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME C - TIER I**  
**Portfolio statement for the half year ended 30th September 2023**

Name of the Instrument	As on 30th Sept, 2023		As on 31st March, 2023	
	Market Value (₹)	% of Portfolio	Market Value (₹)	% of Portfolio
<b>Debt Instruments -</b>				
<b>Bonds</b>				
08.27% NHAI SERIES 6 28 MAR 2029	1,85,72,155	4.68	82,69,226	4.08
8.40% MUTHOOT FIN SERIES 28 A OPTION I 28 AUG 2028	1,50,72,105	3.79	-	-
8.12% ADITYA BIRLA FINANCE LTD SERIES H3 18 NOV 2032	1,41,72,227	3.57	1,40,07,994	6.91
7.82% LIC HF 18 NOVEMBER 2032	1,30,20,361	3.28	1,28,80,158	6.35
NPCL 09.18% SERIESXXVIII TRANCHE E 23 JAN 2029	1,18,23,588	2.98	86,45,237	4.26
08.51% NABARD SERIES LTIF 3-C 19-DEC-2033	1,06,11,134	2.67	52,81,583	2.61
8.12% EXIM BANK SERIES T 02-203 25 APR 2031	1,02,84,355	2.59	-	-
08.40% CHOLAMANDALAM INVESTMENT FIN SERIES 5 04 MAY 2028	1,02,83,520	2.59	-	-
07.59% NHPC SERIES AD STRPP F 20 FEB 2032	1,00,08,510	2.52	-	-
SHRIRAM FINANCE LIMITED SR F-15 OPT III 8.72 NCD 26 MAY 2025	1,00,01,218	2.52	-	-
7.59% NHPC SERIES AD STRPP D 20 FEB 2030	99,63,850	2.51	-	-
7.27% NABARD SERIES 20J 14 FEB 2030	78,45,950	1.98	78,23,285	3.86
7.97% KOTAK INFRA DEBT FUND 17 DEC 2027	69,32,523	1.75	69,77,213	3.44
6.40% JAMNAGAR UTILITIES & POWER PVT LTD 29 SEP 2026	67,29,090	1.69	66,41,466	3.28
8.94% PFC SERIES 103 25 MAR 2028	62,72,971	1.58	63,10,554	3.11
08.00% HDFC SERIES AA 009 27 JUL 2032	60,67,229	1.53	60,07,507	2.96
07.85% LICHF 424 OPTION I 18 AUG 2032	60,20,664	1.52	19,85,697	0.98
7.97% KOTAK INFRA DEBT FUND 17 FEB 2028	59,40,423	1.50	59,81,522	2.95
8.83% IRFC SERIES- 71 E 14 MAY 2035	55,73,319	1.40	-	-
9.30% PGC SERIES - XLVI 04 SEP 2029	54,22,252	1.36	54,39,403	2.68
08.62% NABARD SERIES LTIF 3E 14 MAR 2034	53,40,352	1.34	-	-
08.93% PGC SERIES XLVII STRPP K 20 OCT 2028	52,82,767	1.33	-	-
08.70% LICHF TRANCHE 382 23 MAR 2029	51,88,359	1.31	-	-
IRFC 07.64% SERIES 165 28 NOV 2037	50,68,536	1.28	49,77,251	2.46
8.30% KOTAK INFRA DEBT FUND 19 MAY 2028	50,08,615	1.26	-	-
07.47% IRFC SERIES 166 15 APR 2033	50,04,671	1.26	49,56,175	2.44
8.40% CHOLAMANDALAM INVESTMENT & FIN SERIES V 09 AUG 2028	50,04,000	1.26	-	-
7.51% SBI LTB 06 DEC 2032	49,88,250	1.26	50,10,155	2.47
07.55% NPCL SERIES XXXVII 23 DEC 2032	49,82,953	1.25	49,50,498	2.44
7.54% NABARD SERIES 23E 15 APR 2033	49,70,124	1.25	49,42,256	2.44
6.80% SBI SERIES I BASEL III TIER II 21 AUG 2035	48,53,410	1.22	47,27,405	2.33
7% PFC TRCNC I SER III IV 22 JANUARY 2031	48,25,500	1.21	48,01,000	2.37
07.90% NHIT STRPP B 25 OCT 2040	42,05,544	1.06	-	-
7.82% BAJAJ FINANCE SERIES 286 TRANCH 7 08 SEP 2032	40,01,850	1.01	39,65,992	1.96
07.89% TCFSL SERIES E OPTION II 26 JUL 2027	39,80,396	1.00	-	-
07.53% RECL 31 MAR 2033	39,77,220	1.00	39,47,564	1.95
6.94% NHAI SERIES VII 27 NOV 2037	37,87,488	0.95	-	-
6.85% IRFC SERIES 153 29 OCT 2040	37,61,087	0.95	-	-
9.47% IRFC SERIES 76 B10 MAY 2031	33,64,644	0.85	-	-
9.18% NPCL SERIES-XXVIII TRANCHE B 23 JAN 2026	31,13,812	0.78	-	-
8.50 TCFSL NCD H FY2019-20 06-11-2029	30,58,674	0.77	-	-
07.79% IOC SERIES XXIII 12 APR 2032	30,36,111	0.76	-	-
7.97% HDFC SERIES AA-02 17 FEB 2033	30,30,942	0.76	-	-
07.75% PFC SERIES 203 B 11 JUN 2030	30,18,856	0.76	-	-

Name of the Instrument	As on 30th Sept, 2023		As on 31st March, 2023	
	Market Value (₹)	% of Portfolio	Market Value (₹)	% of Portfolio
7.95% LICHF LTD 29 JAN 2028	30,15,103	0.76	-	-
7.90% M&M FINANCIAL SERVICES LTD 30 AUG 2027	29,81,055	0.75	29,48,453	1.45
7.60% BAJAJ FINANCE SER 286 OPTION II 25 AUG 2027	29,69,025	0.75	29,44,133	1.45
07.13% LICHF TRANCHE 417 OPTION III 28 NOV 2031	28,82,521	0.73	-	-
07.02% BAJAJ FINANCE SERIES 278 18 APR 2031	28,63,373	0.72	28,38,317	1.40
07.03% NHAI 2020-21 SERIES-VIII 15 DEC 2040	28,48,416	0.72	-	-
8.25% CHOLAMANDALAM INVESTMENT & FIN SERIES I TRANCHE II 09/06/2025	26,01,560	0.65	-	-
08.83% IRFC SERIES 71 A 14 MAY 2031	21,69,721	0.55	-	-
9.05% POWER FINANCE CORPORATION LIMITED 15 DEC 2030	21,53,727	0.54	-	-
8.79% IRFC SERIES 70TH AA 04 MAY 2030	21,47,753	0.54	-	-
8.25% PFC SERIES 190 06 SEP 2034	20,89,417	0.53	-	-
8.63% RECL SERIES163 OPTION A 25 AUG 2028	20,73,937	0.52	-	-
9.30% MMFSL SERIES III CATEGORY III & IV 18 JAN 2027	20,67,000	0.52	-	-
7.93% PFC BOND SERIES 193 31 DEC 2029	20,31,296	0.51	-	-
7.65% IRFC SERIES 167 30 DEC 2032	20,21,157	0.51	20,07,008	0.99
8.15% HDFC CREDILA 07 JULY 2032	20,19,876	0.51	20,16,233	0.99
7.74% HPCL SER 1 02 MAR 2028	20,15,410	0.51	-	-
07.64% HPCL SERIES IV 04 NOV 2027	20,08,401	0.51	-	-
7.54% HPCL SERIES V 15 APR 2033	19,97,042	0.50	19,89,858	0.98
7.9873% TCFSL M SERIES 17 APR 2026	19,95,236	0.50	19,90,638	0.98
7.15% PFC TRANCHE I SERIES VII CATEGORY III & IV 22 JAN 2036	19,24,000	0.48	-	-
7.10% TCFL SERIES H FY 21 22 29 SEP 2031	19,10,298	0.48	18,74,708	0.92
07.05% HDFC SERIES AA001 01 DEC 2031	19,09,625	0.48	-	-
06.88% HDFC SERIES Z 004 24 SEP 2031	18,92,137	0.48	18,74,800	0.92
8.30% CHOLAMANDALAM INVESTMENT AND FIN CO LTD SR III TR II NCD 09 SEP 26	12,36,606	0.31	-	-
10.04% IRFC SERIES 54 B 07 JUN 2027	10,84,081	0.27	-	-
8.85% PFC SERIES 66C 15 JUN 2030	10,62,382	0.27	-	-
08.95% POWER FINANCE CORP SERIES 178 10 OCT 2028	10,51,280	0.26	-	-
8.37% REC LIMITED SERIES 169 MAT 07 DEC 2028	10,34,164	0.26	10,36,824	0.51
8.30% RECL OPTION B SERIES 180 25 JUN 2029	10,29,161	0.26	10,29,520	0.51
07.85% POWER FINANCE CORP SERIES 177 03 APR 2028	10,12,114	0.25	-	-
07.79% PFC SERIES 202 C 22 JULY 2030	10,08,623	0.25	-	-
8.00% TCFSL SERIES FY 22 23 OPTION I 01 JUN 2032	10,08,093	0.25	9,91,488	0.49
07.99% LICHF TRANCH 386 12 JUL 2029	10,07,617	0.25	9,95,548	0.49
07.48% IRFC SERIES 141 29 AUG 2034	9,99,617	0.25	-	-
07.80% HDFC SERIES AA-010 06 SEP 2032	9,99,039	0.25	9,88,282	0.49
7.59% PFC SERIES 221B 17 JAN 2028	9,96,459	0.25	9,97,231	0.49
07.45% MMFSL SERIES AF2021 17 NOV 2031	9,67,273	0.24	9,53,612	0.47
8.40% CANARA BANK 27 APR 2026	-	-	1,31,92,816	6.51
8.55% HDFC SERIES V 27 MARCH 2029	-	-	51,47,854	2.54
<b>Cash / Cash Equivalent &amp; Net Current Assets</b>				
Money Market Mutual Funds				
AXIS OVERNIGHT FUND - DIRECT PLAN - GROWTH OPTION	1,81,29,327	4.56	1,18,99,559	5.87
BARODA BNP PARIBAS LIQUID FUND DIRECT GROWTH	16,36,012	0.41	15,80,522	0.78
Net Current Assets	1,49,17,040	3.76	48,85,171	2.41
<b>GRAND TOTAL</b>	<b>39,72,37,575</b>	<b>100.00</b>	<b>20,27,11,716</b>	<b>100.00</b>

**NPS TRUST – A/C TATA PENSION MANAGEMENT PRIVATE LIMITED**  
**SCHEME C - TIER II**

**Unaudited Financial Statements for the half year ended**  
**30 September 2023**

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Revenue Account

Accounting Policies and Notes to Accounts

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME C - TIER II**  
**UNAUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2023**

Particulars	Schedules	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Liabilities</b>				
Unit Capital	1	1,90,33,782	1,17,06,894	5,42,092
Reserves and Surplus	2	14,36,480	3,86,877	2,433
Current Liabilities and Provisions	3	11,820	1,46,077	44
<b>Total</b>		<b>2,04,82,082</b>	<b>1,22,39,848</b>	<b>5,44,569</b>
<b>Assets</b>				
Investments	4	1,97,61,718	1,19,72,442	5,44,164
Deposits	5	-	-	-
Other Current Assets	6	7,20,364	2,67,406	405
<b>Total</b>		<b>2,04,82,082</b>	<b>1,22,39,848</b>	<b>5,44,569</b>
(a) Net assets as per Balance Sheets		2,04,70,262	1,20,93,771	5,44,525
(b) Number of units outstanding		19,03,378	11,70,689	54,209
Significant Accounting Policies and Notes to Accounts	7			

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME C - TIER II**  
**UNAUDITED REVENUE ACCOUNT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2023**

Particulars	Schedules	Half Year ended Sept 30, 2023 ₹	Half Year ended March 31, 2023 ₹	Period ended Sept 30, 2022 ₹
<b>Income</b>				
Dividend		-	-	-
Interest		5,35,840	93,609	-
Profit on sale/redemption of investments		67,145	46,546	9
Profit on inter-scheme transfer/sale of investments		-	-	-
Unrealized gain on appreciation in investments		99,507	40,592	1,255
Other income				
- Miscellaneous Income		-	-	-
<b>Total Income (A)</b>		<b>7,02,492</b>	<b>1,80,747</b>	<b>1,264</b>
<b>Expenses and Losses</b>				
Unrealized losses in value of investments		65,972	38,901	-
Loss on sale/redemption of investments		-	-	-
Loss on inter-scheme transfer/sale of investments		-	-	-
Management fees (including GST)		8,729	2,599	29
NPS Trust fees		412	122	1
Custodian fees (including GST)		-	-	-
Depository and settlement charges (including GST)		428	5	-
Stamp Duty on Bond/Mutual Fund		-	-	-
CRA Fees		4,629	3,703	479
Less: Amount recoverable on sale of units on account of CRA Charges		(4,629)	(3,703)	(479)
Provision for Non-Performing Assets		-	-	-
Other Expenses		-	-	-
<b>Total Expenditure (B)</b>		<b>75,541</b>	<b>41,627</b>	<b>30</b>
<b>Surplus/(Deficit) for the year (A-B)</b>		<b>6,26,951</b>	<b>1,39,120</b>	<b>1,234</b>
Less: Amount transferred (to) / from Unrealised Appreciation Reserve		(33,535)	(1,691)	(1,255)
Less: Amount transferred (to) / from General Reserve		(5,93,416)	(1,37,429)	21
<b>Amount carried forward to Balance Sheet</b>		<b>-</b>	<b>-</b>	<b>-</b>

Significant Accounting Policies and Notes to Accounts 7

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME C - TIER II**  
**NOTES ANNEXED TO AND FORMING PART OF THE UNAUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2023**

Schedule 1	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Unit Capital</b>			
Outstanding at the beginning of the year	1,17,06,894	5,42,092	-
Add :Units issued during the year	1,05,28,533	1,28,88,880	5,68,120
Less: Units redeemed during the year	(32,01,645)	(17,24,078)	(26,028)
<b>Outstanding at the end of the year</b>	<b>1,90,33,782</b>	<b>1,17,06,894</b>	<b>5,42,092</b>
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>			
Outstanding units at the beginning of the year	11,70,689	54,209	-
Add :Units issued during the year	10,52,853	12,88,888	56,812
Less: Units redeemed during the year	(3,20,165)	(1,72,408)	(2,603)
<b>Outstanding units at the end of the year</b>	<b>19,03,378</b>	<b>11,70,689</b>	<b>54,209</b>
<b>Schedule 2</b>			
	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Reserves and Surplus</b>			
<b>Unit Premium Reserve</b>			
Opening Balance	2,46,523	1,199	-
Add: Premium on Units issued	6,11,375	2,87,119	1,276
Less: Premium on Units redeemed	(1,88,723)	(41,795)	(77)
Add: Transfer from General Reserve	-	-	-
Closing Balance	<b>6,69,175</b>	<b>2,46,523</b>	<b>1,199</b>
<b>General Reserve</b>			
Opening Balance	1,37,408	(21)	-
Add: Transfer from Revenue Account	5,93,416	1,37,429	(21)
Less: Transfer to Unit Premium Reserve	-	-	-
Closing Balance	<b>7,30,824</b>	<b>1,37,408</b>	<b>(21)</b>
<b>Unrealised Appreciation Reserve</b>			
Opening Balance	2,946	1,255	-
Add: Adjustment for Previous years unrealised appreciation reserve	-	-	-
Add/(Less): Transfer from/(to) Revenue Account	33,535	1,691	1,255
Closing Balance	<b>36,481</b>	<b>2,946</b>	<b>1,255</b>
<b>Total</b>	<b>14,36,480</b>	<b>3,86,877</b>	<b>2,433</b>
<b>Schedule 3</b>			
	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Current Liabilities and Provisions</b>			
<b>Current Liabilities</b>			
Sundry Creditors for expenses	1,779	962	28
Book Overdraft	-	-	-
Redemption Payable	9,892	1,45,031	14
TDS Payable	149	84	2
Contracts for Purchase of Investments	-	-	-
Amount Payable to Other Schemes	-	-	-
Provision for Interest overdue	-	-	-
Provision on upgraded assets	-	-	-
Interest received in Advance	-	-	-
<b>Total</b>	<b>11,820</b>	<b>1,46,077</b>	<b>44</b>

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME C - TIER II**  
**NOTES ANNEXED TO AND FORMING PART OF THE UNAUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2023**

Schedule 4	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Investments (Long Term and Short Term)</b>			
Equity Shares	-	-	-
Preference Shares	-	-	-
Debentures and Bonds Listed/Awaiting Listing	1,71,19,890	79,37,755	-
Central and State Government Securities (including treasury bills)	-	-	-
Commercial Paper	-	-	-
AIF's (Category I and Category II Only)/REITs/INVITs/Asset Backed Securities/ Commercial mortgage based Securities or Residential mortgage based securities	-	-	-
Basel III Tier I bonds	-	-	-
Others - Mutual Fund Units	26,41,828	40,34,687	5,44,164
Non Convertible Debentures classified as NPA	-	-	-
Less: Provision on Non performing investment	-	-	-
<b>Total</b>	<b>1,97,61,718</b>	<b>1,19,72,442</b>	<b>5,44,164</b>

Schedule 5	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Deposits</b>			
Deposits with Scheduled Banks	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>

Schedule 6	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Other Current Assets</b>			
Balances with bank in a current account	-	557	405
Contracts for sale of investments	-	-	-
Interest Receivable on Non-Performing Investments	-	-	-
Less: Provision for interest on Non-Performing Investment	-	-	-
Outstanding and accrued income	7,20,364	2,66,849	-
Dividend Receivable	-	-	-
Brokerage receivable from PFM	-	-	-
Application money pending allotment	-	-	-
Sundry Debtors	-	-	-
Redemption receivable on Non performing Investment	-	-	-
Less: Provision for Non Performing Investment	-	-	-
<b>Total</b>	<b>7,20,364</b>	<b>2,67,406</b>	<b>405</b>



## NATIONAL PENSION SYSTEM TRUST

### NPS Trust – A/C Tata Pension Management Private Limited Scheme C – Tier II

#### Schedule 7: Significant accounting policies & notes to unaudited accounts for the half year ended 30 September 2023

##### A. Background

1. Tata Pension Management Private 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 Protean eGov Technologies Ltd., KFin Technologies Ltd. and Computer Age Management Services Ltd. being the Central Recordkeeping Agency (CRA) provides consolidated data to PFM for allotment / redemption of units and Axis Bank, being the Trustee Bank, provides / receives funds on consolidated basis in respect of such allotment / redemption.
2. 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 Fund
  - Scheme Tax Saver - Hybrid Investment Fund

The Key features of the Scheme presented in these financial statements are as under:

Scheme name	Investment criteria and objective
NPS Trust - A/c Tata Pension Management Private Limited Scheme C Tier II	<p>This asset class will be invested in a diversified portfolio of quality and liquid stocks that provide above average return potential over the medium to long term and Liquid Funds to the limit of 10% of scheme corpus.</p> <p>Contributions of Funds by subscriber have restricted withdrawal with lock-in till 60 years of age.</p> <p>The investment objective is to optimize the returns.</p>

3. Central Record Keeping Agency (CRA) : Central Record Keeping Agency (CRA): Protean eGov Technologies Ltd., KFin Technologies Ltd., Computer Age Management Services Ltd. and PFRDA have set up Central Recordkeeping Agency (CRA) for the NPS.

CRA responsibilities 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, scanned copies of KYC documents and recording transactions relating to each subscriber PRAN,
- PRAN Transaction Statement,
- Providing Centralised Grievance Management System, periodic consolidated statement of transactions, subscriber maintenance services and claim processing cell,
- Record keeping
- An operational interface between PFRDA and other NPS intermediaries such as Pension Fund Managers, Annuity Service Providers, Trustee 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.

4. NPS Trust has designated Deutsche Bank AG as the custodian, who is responsible for safe custody of securities and settlements of trades.

## **B. Basis of preparation**

The financial statements have been prepared to comply with the PFRDA (Pension Fund) Regulations, 2015 including amendments thereof, PFRDA (Preparation of Financial Statements and Auditor's Report of Schemes under National Pension System) Guidelines - 2012, Accounting Standards notified under the Companies Act, 2013 read with Rule 3 of the Companies (Accounts) Amendment Rules, 2021 to the extent made applicable by the Authority's guidelines 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.

## **C. 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 CRISIL Limited w.e.f. effective 1st April, 2022. The Investment valuation methodology adopted by CRISIL 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.

**Debentures, corporate bonds, commercial papers and certificate of deposits:  
Valuation of Debt Securities (other than government securities)**

Debt securities are valued at clean price, which means excluding accrued interest component of the security. If corporate bonds and debentures are quoted cum interest on the exchange, the valuation is done by excluding the accrued interest portion (i.e. from the last due date of interest till date) from the quoted price, since the interest is accrued and accounted separately on a daily basis.

**i) All Instruments/Securities with residual maturity of more than 30 days :**

- a. In respect of the Traded Securities, the traded price are taken subject to the fulfilment of the conditions practiced/adopted by the valuation agency after consultation with NPS Trust and PFs.
- b. In respect of the non traded Securities, the securities are valued on the basis of scrip level prices released by the valuation agency in consultation with NPS Trust and PFs.
- c. In case of new security purchased for which price is not available, such security valued on the basis of scrip level price (for coupon bearing securities) / scrip level yield (for discounted securities) at which the securities are purchased.

**ii) All Instruments/Securities with residual maturity of upto 30 days:** The securities are valued by amortisation on a straight-line basis to maturity from last valuation price as long as it is within the prescribed range, (presently  $\pm 0.025\%$ , i.e.  $\pm 2.5$  basis points) of the reference price provided by the valuation agency.

**iii) Only Callable Bonds (single/multiple call options),** which are callable by the issuer, are valued at lowest value on each call option date.

**iv) Only Puttable Bonds (single/multiple put options),** which are puttable by the investor, are valued at highest value on each put option date.

**v) Securities with both Put and Call option (single/multiple)** on the same day is deemed to mature on the Put/Call option day and is valued accordingly.

**vi) Partly paid bonds** are valued at cost till it is fully paid.

vii) Perpetual bond with single/multiple call options are valued at lowest price on each option date.

#### **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.

#### **Valuation policy for securities below investment grade (securities which were of investment grade at the time of purchase but which have fallen below the investment grade):**

In the cases of securities below BBB -, the same are valued as below:

All non-investment grade debt securities except with default rating (other than Government securities) and securities where credit rating agencies have suspended the ratings but are performing assets as per PFRDA guidelines are valued at a discount of 25% of the face value.

All non-investment grade debt securities (other than Government securities) not covered above are valued at the indicative haircut matrix or price provided by the valuation agency. In case the security is traded where the haircut has been applied, lower of the haircut matrix based price and trade price are considered.

#### **D. Income Recognition**

Dividend Income is accounted on accrual basis and 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.

Other income of a miscellaneous nature is accounted for as and when realised.

#### **E. Units Reconciliation**

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

#### **F. Investment Management Fees**

Investment management fees are recognised on daily accrual basis on closing Asset Under Management (AUM) in accordance with IMA.

The Company has charged investment management fee as per the below slab structure basis the aggregate AUM managed by the PFM under all Schemes.

<b>AUM Slab</b>	<b>Investment management fees %</b>
Upto Rs. 10,000 crores	0.09%
Rs. 10,001 crores to Rs. 50,000 crores	0.06%
Rs. 50,001 crores to Rs. 150,000 crores	0.05%
Above Rs. 150,000 crores	0.03%

The above rates of Investment Management Fee are exclusive of brokerage, custodian fee and applicable taxes thereon. The brokerage shall be adjusted against scheme NAV, subject to maximum brokerage to be charged to the scheme @ 0.03% (including applicable taxes on brokerage) on equity transactions only.

#### **G. Trustee Fees**

Trustee fees are charged at the rate of 0.005% per annum and are recognised on daily accrual basis on closing Asset Under Management

#### **H. 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. Depository and settlement charges are recognised on transaction basis.

#### **I. 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.

#### **J. Computation of NAV**

The NAV of the units is determined by dividing the net assets, including investments recognised and valued as per the accounting policies, by the number of outstanding units on the valuation date.

#### **K. Income Taxes**

No provision for income tax has been made since the income of the Schemes is exempt under Section 10(44) of the Income Tax Act, 1961.

#### **L. Non-Performing Assets**

Investments are classified as non-performing based on PFRDA (Identification, Income Recognition, and provisioning of NPA) Guidance Note 2013 and as per suggested SOPs. An investment is regarded as non-performing in interest / principal or both amounts have not been received or remained outstanding for 90 days for such income / instruments has fallen due.

Provisions are made for non-performing investments as per the extant prescribed in the guidelines by PFRDA as shown below:

<b>Period due from the date of classification as NPS</b>	<b>Provision to be made on book value (%)</b>
3 months	50%
6 months	75%
9 months	100%

Allocation of any recovery of NPA will be appropriated as under:

- Firstly, towards principal amount
- Excess over principal amount to be adjusted towards interest accrued in the books.
- Balance amount towards interest amount recorded in memorandum account.



## M. Notes to unaudited accounts for the half year ended 30 September 2023

### 1. Investments

All investments are performing assets and are held in the name of the NPS Trust. All investments are traded investments.

2. The Investment management fees including GST during the Current Period is ₹ 8,729. (Previous Period ₹ 2,599).

3. **Purchase/Sale of Investments:** The aggregate value of purchase and sales of investments during the period and expressed as a percentage of average daily net asset are as under:

Current Period				Previous Period			
Purchase	%	Sales	%	Purchase	%	Sales	%
2,68,07,557	162.71	1,90,73,547	115.77	1,86,91,448	371.26	72,44,385	143.89

4. The aggregate value of non-traded investments (other than government securities) where investments have been valued "in good faith" exceed 5% of the NAV as at 30th September, 2023 is ₹ 1,30,37,768. (Previous Period ₹ 39,67,393).

### 5. Net Asset Value:

Current Period		Previous Period
As on 30th Sept, 2023*	As on 28th Sept, 2023**	As on 31st March, 2023
₹ 10.7547	₹ 10.7421	₹ 10.3305

\* NAV not declared, being a non - business day

\*\* On last business day

6. **Income and Expenditure:** The total income and expenditure for the period as a percentage of the scheme's average net assets are as under:

Current Period				Previous Period			
Income		Expenditure		Income		Expenditure	
₹	%	₹	%	₹	%	₹	%
7,02,492	4.26	75,541	0.46	1,80,747	3.59	41,627	0.83

**7. Other disclosures:**

Particulars	Current Period	Previous Period
Non performing investments- Carrying value	Nil	Nil
Non performing investments- Market value	Nil	Nil
Contingent liabilities	Nil	Nil
Brokerage, custodial fees and other charges to entities where PFM or its subsidiaries or its major shareholders have substantial interest	Nil	Nil

**8. Investment in associates and group companies:** The Scheme has made following investment in the Associates and Group companies of the PFM and its Sponsor Company:

Name of Scheme	Current Period		Previous Period	
	No. of Units 30 <sup>th</sup> Sept, 2023	Market Value as on 30 <sup>th</sup> Sept, 2023 (₹)	No. of Units 31 <sup>st</sup> March, 2023	Market Value as on 31 <sup>st</sup> March, 2023 (₹)
Nil				

**9. Aggregate Unrealized Gain / Loss as at the end of the Financial Period and percentage to net assets:**

Particular	As on 30 <sup>th</sup> Sept, 2023		As on 31 <sup>st</sup> March, 2023	
	₹	% to Net Assets	₹	% to Net Assets
Unrealized Gain	99,507	0.49	40,592	0.34
Unrealized Loss	65,972	0.32	38,901	0.32
Net Unrealized Gain/(Loss)	33,535	0.17	1,691	0.02

**10. As at the end of the current period, there are no open positions of derivatives in the scheme.**

**11. Details of transactions with sponsor and its related parties**

Nature of relationship	Name of the related party
Pension Fund Manager	Tata Pension Management Private Limited
Sponsor and Holding Company	Tata Asset Management Private Limited

The following represents significant transactions between the Company and its related parties

Name of Related Party	Name of Transaction	Current Period	Previous Period
Tata Mutual Fund	MF Redemptions	-	3,98,909
Tata Pension Management Private Limited	Investment Management Fees	8,729	2,599

The following amounts are outstanding at the end of the period

Name of Related Party	Name of Transaction	As on 30 <sup>th</sup> Sept, 2023	As on 31 <sup>st</sup> March, 2023
Tata Pension Management Private Limited	Investment Management Fees	1,598	911

## 12. Provisions

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

## 13. Investments falling under 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.

Corporate Bonds	As at 30 <sup>th</sup> Sept, 2023		As at 31 <sup>st</sup> March, 2023	
	Market value	% of industry	Market value	% of industry
Other credit granting	1,21,12,286	70.74%	49,71,431	62.63%
Other monetary intermediation services n.e.c.	20,41,857	11.93%	9,77,911	12.32%
Activities of specialized institutions granting credit for house purchases that also take deposits	10,45,593	6.11%	10,42,932	13.14%
Monetary intermediation of commercial banks, saving banks, postal savings bank and discount houses	9,70,682	5.67%	9,45,481	11.91%

Construction and maintenance of motorways, streets, roads, other vehicular and pedestrian ways, highways, bridges, tunnels and subways	9,49,472	5.55%	-	-
<b>Total</b>	<b>1,71,19,890</b>	<b>100.00%</b>	<b>79,37,755</b>	<b>100.00%</b>

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

#### 14. Risk profiling

As per the PFRDA Circular dated 12th May, 2022 on Risk Profiling of Schemes managed by Pension Funds under NPS, the following table shows change in risk profiling in the Scheme

Scheme Name	Risk Profile level at start of the financial period	Risk Profile level at end of the financial period	Number of changes in Risk Profile during the current period
NPS Trust - A/c Tata Pension Management Private Limited Scheme C Tier II	Moderate	Moderate	No change from March 2023 quarter to September 2023 quarter

#### 15. Age wise disclosure for Shares / debentures / other application money pending allotment

Security Name	Asset Type	Ageing	As on 30-Sept-2023	As on 31-March-2023
NIL				

16. **Portfolio:** The full portfolio is given in Annexure A.

#### 17. Previous period figures

Previous period figures have been regrouped and rearranged, wherever necessary.

18. Figures have been rounded off to the nearest rupee.

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME C - TIER II**  
**Portfolio statement for the half year ended 30th September 2023**

Name of the Instrument	As on 30th Sept, 2023		As on 31st March, 2023	
	Market Value (₹)	% of Portfolio	Market Value (₹)	% of Portfolio
<b>Debt Instruments -</b>				
<b>Bonds</b>				
07.85% POWER FINANCE CORP SERIES 177 03 APR 2028	20,24,228	9.89	-	-
8.15% HDFC CREDILA 07 JULY 2032	20,19,876	9.87	-	-
8.30% KOTAK INFRA DEBT FUND 19 MAY 2028	20,03,446	9.79	-	-
07.47% IRFC SERIES 166 15 APR 2033	20,01,868	9.78	19,82,470	16.39
08.51% NABARD SERIES LTIF 3-C 19-DEC-2033	10,61,113	5.18	-	-
08.85% RECL SERIES 176 16 APR 2029	10,52,267	5.14	-	-
9.00% HDFC SERIES U 005 29 NOV 2028	10,45,593	5.11	10,42,932	8.62
8.12% ADITYA BIRLA FINANCE LTD SERIES H3 18 NOV 2032	10,12,302	4.95	10,00,571	8.27
07.79% PFC SERIES 202 C 22 JULY 2030	10,08,623	4.93	10,07,012	8.33
7.60% BAJAJ FINANCE SER 286 OPTION II 25 AUG 2027	9,89,675	4.83	9,81,378	8.11
7.27% NABARD SERIES 20J 14 FEB 2030	9,80,744	4.79	9,77,911	8.09
6.80% SBI SERIES I BASEL III TIER II 21 AUG 2035	9,70,682	4.74	9,45,481	7.82
07.03% NHAI 2020-21 SERIES-VIII 15 DEC 2040	9,49,472	4.64	-	-
<b>Cash / Cash Equivalent &amp; Net Current Assets</b>				
Money Market Mutual Funds				
AXIS OVERNIGHT FUND - DIRECT PLAN - GROWTH OPTION	19,24,835	9.40	23,70,914	19.60
BARODA BNP PARIBAS LIQUID FUND DIRECT GROWTH	7,16,993	3.50	6,92,675	5.73
UTI LIQUID CASH FUND DIRECT GROWTH	-	-	9,71,098	8.03
Net Current Assets	7,08,543	3.46	1,21,329	1.00
<b>GRAND TOTAL</b>	<b>2,04,70,262</b>	<b>100.00</b>	<b>1,20,93,771</b>	<b>100.00</b>

**NPS TRUST – A/C TATA PENSION MANAGEMENT PRIVATE LIMITED**  
**SCHEME G - TIER I**

**Unaudited Financial Statements for the half year ended**  
**30 September 2023**

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Accounting Policies and Notes to Accounts

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME G - TIER I**  
**UNAUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2023**

Particulars	Schedules	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b><u>Liabilities</u></b>				
Unit Capital	1	64,01,74,983	34,95,09,940	4,76,17,517
Reserves and Surplus	2	5,44,07,418	1,49,68,924	56,805
Current Liabilities and Provisions	3	1,13,10,164	1,04,09,082	2,859
<b>Total</b>		<b>70,58,92,565</b>	<b>37,48,87,946</b>	<b>4,76,77,181</b>
<b><u>Assets</u></b>				
Investments	4	69,30,85,419	36,63,49,537	4,76,76,654
Deposits	5	-	-	-
Other Current Assets	6	1,28,07,146	85,38,409	527
<b>Total</b>		<b>70,58,92,565</b>	<b>37,48,87,946</b>	<b>4,76,77,181</b>
(a) Net assets as per Balance Sheets		69,45,82,401	36,44,78,864	4,76,74,322
(b) Number of units outstanding		6,40,17,498	3,49,50,994	47,61,752
Significant Accounting Policies and Notes to Accounts	7			

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME G - TIER I**  
**UNAUDITED REVENUE ACCOUNT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2023**

Particulars	Schedules	Half Year ended Sept 30, 2023 ₹	Half Year ended March 31, 2023 ₹	Period ended Sept 30, 2022 ₹
<b>Income</b>				
Dividend		-	-	-
Interest		1,79,54,261	52,44,674	-
Profit on sale/redemption of investments		6,65,925	4,31,556	56,375
Profit on inter-scheme transfer/sale of investments		-	2,223	-
Unrealized gain on appreciation in investments		18,61,878	12,74,889	59,165
Other income				
- Miscellaneous Income		-	-	-
<b>Total Income (A)</b>		<b>2,04,82,064</b>	<b>69,53,342</b>	<b>1,15,540</b>
<b>Expenses and Losses</b>				
Unrealized losses in value of investments		22,25,391	90,398	-
Loss on sale/redemption of investments		17,355	-	-
Loss on inter-scheme transfer/sale of investments		-	-	-
Management fees (including GST)		2,74,334	83,262	2,528
NPS Trust fees		12,920	3,922	119
Custodian fees (including GST)		-	-	-
Depository and settlement charges (including GST)		10,234	1,462	-
Stamp Duty on Bond/Mutual Fund		-	-	-
CRA Fees		1,87,432	1,36,282	10,248
Less: Amount recoverable on sale of units on account of CRA Charges		(1,87,432)	(1,36,282)	(10,248)
Provision for Non-Performing Assets		-	-	-
Other Expenses		-	-	-
<b>Total Expenditure (B)</b>		<b>25,40,234</b>	<b>1,79,044</b>	<b>2,647</b>
<b>Surplus/(Deficit) for the year (A-B)</b>		<b>1,79,41,830</b>	<b>67,74,298</b>	<b>1,12,893</b>
Less: Amount transferred (to) / from Unrealised Appreciation Reserve		3,63,513	(11,84,491)	(59,165)
Less: Amount transferred (to) / from General Reserve		(1,83,05,343)	(55,89,807)	(53,728)
<b>Amount carried forward to Balance Sheet</b>		<b>-</b>	<b>-</b>	<b>-</b>

Significant Accounting Policies and Notes to Accounts

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**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME G - TIER I**  
**NOTES ANNEXED TO AND FORMING PART OF THE UNAUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2023**

Schedule 1	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Unit Capital</b>			
Outstanding at the beginning of the year	34,95,09,940	4,76,17,517	-
Add :Units issued during the year	42,58,65,761	37,47,59,474	4,84,14,371
Less: Units redeemed during the year	(13,52,00,718)	(7,28,67,051)	(7,96,854)
<b>Outstanding at the end of the year</b>	<b>64,01,74,983</b>	<b>34,95,09,940</b>	<b>4,76,17,517</b>
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>			
Outstanding units at the beginning of the year	3,49,50,994	47,61,752	-
Add :Units issued during the year	4,25,86,576	3,74,75,947	48,41,437
Less: Units redeemed during the year	(1,35,20,072)	(72,86,705)	(79,685)
<b>Outstanding units at the end of the year</b>	<b>6,40,17,498</b>	<b>3,49,50,994</b>	<b>47,61,752</b>
Schedule 2	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Reserves and Surplus</b>			
<b>Unit Premium Reserve</b>			
Opening Balance	80,81,733	(56,088)	-
Add: Premium on Units issued	3,12,85,624	1,01,85,778	(56,963)
Less: Premium on Units redeemed	(97,88,960)	(20,47,957)	875
Add: Transfer from General Reserve	-	-	-
Closing Balance	<b>2,95,78,397</b>	<b>80,81,733</b>	<b>(56,088)</b>
<b>General Reserve</b>			
Opening Balance	56,43,535	53,728	-
Add: Transfer from Revenue Account	1,83,05,343	55,89,807	53,728
Less: Transfer to Unit Premium Reserve	-	-	-
Closing Balance	<b>2,39,48,878</b>	<b>56,43,535</b>	<b>53,728</b>
<b>Unrealised Appreciation Reserve</b>			
Opening Balance	12,43,656	59,165	-
Add: Adjustment for Previous years unrealised appreciation reserve	-	-	-
Add/(Less): Transfer from/(to) Revenue Account	(3,63,513)	11,84,491	59,165
Closing Balance	<b>8,80,143</b>	<b>12,43,656</b>	<b>59,165</b>
<b>Total</b>	<b>5,44,07,418</b>	<b>1,49,68,924</b>	<b>56,805</b>
Schedule 3	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Current Liabilities and Provisions</b>			
<b>Current Liabilities</b>			
Sundry Creditors for expenses	58,899	29,986	2,433
Book Overdraft	-	-	-
Redemption Payable	11,98,783	1,03,76,564	212
TDS Payable	4,858	2,532	214
Contracts for Purchase of Investments	1,00,47,624	-	-
Amount Payable to Other Schemes	-	-	-
Provision for Interest overdue	-	-	-
Provision on upgraded assets	-	-	-
Interest received in Advance	-	-	-
<b>Total</b>	<b>1,13,10,164</b>	<b>1,04,09,082</b>	<b>2,859</b>

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME G - TIER I**  
**NOTES ANNEXED TO AND FORMING PART OF THE UNAUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2023**

Schedule 4	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Investments (Long Term and Short Term)</b>			
Equity Shares	-	-	-
Preference Shares	-	-	-
Debentures and Bonds Listed/Awaiting Listing	-	-	-
Central and State Government Securities (including treasury bills)	66,31,43,460	34,99,64,924	-
Commercial Paper	-	-	-
AIF's (Category I and Category II Only)/REITs/INVITs/Asset Backed Securities/ Commercial mortgage based Securities or Residential mortgage based securities	-	-	-
Basel III Tier I bonds	-	-	-
Others - Mutual Fund Units	2,99,41,959	1,63,84,613	4,76,76,654
Non Convertible Debentures classified as NPA	-	-	-
Less: Provision on Non performing investment	-	-	-
<b>Total</b>	<b>69,30,85,419</b>	<b>36,63,49,537</b>	<b>4,76,76,654</b>

Schedule 5	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Deposits</b>			
Deposits with Scheduled Banks	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>

Schedule 6	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Other Current Assets</b>			
Balances with bank in a current account	2,40,714	8,426	527
Contracts for sale of investments	-	-	-
Interest Receivable on Non-Performing Investments	-	-	-
Less: Provision for interest on Non-Performing Investment	-	-	-
Outstanding and accrued income	1,24,06,432	70,29,983	-
Dividend Receivable	-	-	-
Brokerage receivable from PFM	-	-	-
Application money pending allotment	-	-	-
Sundry Debtors	1,60,000	15,00,000	-
Redemption receivable on Non performing Investment	-	-	-
Less: Provision for Non Performing Investment	-	-	-
<b>Total</b>	<b>1,28,07,146</b>	<b>85,38,409</b>	<b>527</b>

## NATIONAL PENSION SYSTEM TRUST

### NPS Trust - A/C Tata Pension Management Private Limited Scheme G - Tier I

#### Schedule 7: Significant accounting policies & notes to unaudited accounts for the half year ended 30 September 2023

##### A. Background

1. Tata Pension Management Private 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 Protean eGov Technologies Ltd., KFin Technologies Ltd. and Computer Age Management Services Ltd. being the Central Recordkeeping Agency (CRA) provides consolidated data to PFM for allotment / redemption of units and Axis Bank, being the Trustee Bank, provides / receives funds on consolidated basis in respect of such allotment / redemption.
2. 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 Fund
  - Scheme Tax Saver - Hybrid Investment Fund

The Key features of the Scheme presented in these financial statements are as under:

Scheme name	Investment criteria and objective
NPS Trust - A/c Tata Pension Management Private Limited Scheme G Tier I	<p>This asset class will be invested in a diversified portfolio of quality and liquid stocks that provide above average return potential over the medium to long term and Liquid Funds to the limit of 10% of scheme corpus.</p> <p>Contributions of Funds by subscriber have restricted withdrawal with lock-in till 60 years of age.</p> <p>The investment objective is to optimize the returns.</p>

3. Central Record Keeping Agency (CRA) : Central Record Keeping Agency (CRA): Protean eGov Technologies Ltd., KFin Technologies Ltd., Computer Age Management Services Ltd. and PFRDA have set up Central Recordkeeping Agency (CRA) for the NPS.

CRA responsibilities 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, scanned copies of KYC documents and recording transactions relating to each subscriber PRAN,
- PRAN Transaction Statement,
- Providing Centralised Grievance Management System, periodic consolidated statement of transactions, subscriber maintenance services and claim processing cell,
- Record keeping
- An operational interface between PFRDA and other NPS intermediaries such as Pension Fund Managers, Annuity Service Providers, Trustee 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.

4. NPS Trust has designated Deutsche Bank AG as the custodian, who is responsible for safe custody of securities and settlements of trades.

## **B. Basis of preparation**

The financial statements have been prepared to comply with the PFRDA (Pension Fund) Regulations, 2015 including amendments thereof, PFRDA (Preparation of Financial Statements and Auditor's Report of Schemes under National Pension System) Guidelines - 2012, Accounting Standards notified under the Companies Act, 2013 read with Rule 3 of the Companies (Accounts) Amendment Rules, 2021 to the extent made applicable by the Authority's guidelines 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.

## **C. 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 CRISIL Limited w.e.f. effective 1st April, 2022. The Investment valuation methodology adopted by CRISIL 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.

**Debentures, corporate bonds, commercial papers and certificate of deposits:  
Valuation of Debt Securities (other than government securities)**

Debt securities are valued at clean price, which means excluding accrued interest component of the security. If corporate bonds and debentures are quoted cum interest on the exchange, the valuation is done by excluding the accrued interest portion (i.e. from the last due date of interest till date) from the quoted price, since the interest is accrued and accounted separately on a daily basis.

**i) All Instruments/Securities with residual maturity of more than 30 days :**

- a. In respect of the Traded Securities, the traded price are taken subject to the fulfilment of the conditions practiced/adopted by the valuation agency after consultation with NPS Trust and PFs.
- b. In respect of the non traded Securities, the securities are valued on the basis of scrip level prices released by the valuation agency in consultation with NPS Trust and PFs.
- c. In case of new security purchased for which price is not available, such security valued on the basis of scrip level price (for coupon bearing securities) / scrip level yield (for discounted securities) at which the securities are purchased.

**ii) All Instruments/Securities with residual maturity of upto 30 days:** The securities are valued by amortisation on a straight-line basis to maturity from last valuation price as long as it is within the prescribed range, (presently  $\pm 0.025\%$ , i.e.  $\pm 2.5$  basis points) of the reference price provided by the valuation agency.

**iii) Only Callable Bonds (single/multiple call options),** which are callable by the issuer, are valued at lowest value on each call option date.

**iv) Only Puttable Bonds (single/multiple put options),** which are puttable by the investor, are valued at highest value on each put option date.

**v) Securities with both Put and Call option (single/multiple)** on the same day is deemed to mature on the Put/Call option day and is valued accordingly.

**vi) Partly paid bonds** are valued at cost till it is fully paid.

vii) Perpetual bond with single/multiple call options are valued at lowest price on each option date.

**Central and State Government Securities:**

i) **Securities with residual maturity of more than 30 days:** The security is valued on the basis of scrip level prices released by the valuation agency on the same basis as debt securities maturing greater than 30 days.

ii) **Securities with residual maturity of upto 30 days :** The security is valued through amortization on the same basis as debt securities maturing upto 30 days.

**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.

**Valuation policy for securities below investment grade (securities which were of investment grade at the time of purchase but which have fallen below the investment grade):**

In the cases of securities below BBB -, the same are valued as below:

All non-investment grade debt securities except with default rating (other than Government securities) and securities where credit rating agencies have suspended the ratings but are performing assets as per PFRDA guidelines are valued at a discount of 25% of the face value.

All non-investment grade debt securities (other than Government securities) not covered above are valued at the indicative haircut matrix or price provided by the valuation agency. In case the security is traded where the haircut has been applied, lower of the haircut matrix based price and trade price are considered.

**D. Income Recognition**

Dividend Income is accounted on accrual basis and 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.

Other income of a miscellaneous nature is accounted for as and when realised.

#### **E. Units Reconciliation**

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

#### **F. Investment Management Fees**

Investment management fees are recognised on daily accrual basis on closing Asset Under Management (AUM) in accordance with IMA.

The Company has charged investment management fee as per the below slab structure basis the aggregate AUM managed by the PFM under all Schemes.

<b>AUM Slab</b>	<b>Investment management fees %</b>
Upto Rs. 10,000 crores	0.09%
Rs. 10,001 crores to Rs. 50,000 crores	0.06%
Rs. 50,001 crores to Rs. 150,000 crores	0.05%
Above Rs. 150,000 crores	0.03%



The above rates of Investment Management Fee are exclusive of brokerage, custodian fee and applicable taxes thereon. The brokerage shall be adjusted against scheme NAV, subject to maximum brokerage to be charged to the scheme @ 0.03% (including applicable taxes on brokerage) on equity transactions only.

**G. Trustee Fees**

Trustee fees are charged at the rate of 0.005% per annum and are recognised on daily accrual basis on closing Asset Under Management

**H. 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. Depository and settlement charges are recognised on transaction basis.

**I. 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.

**J. Computation of NAV**

The NAV of the units is determined by dividing the net assets, including investments recognised and valued as per the accounting policies, by the number of outstanding units on the valuation date.

**K. Income Taxes**

No provision for income tax has been made since the income of the Schemes is exempt under Section 10(44) of the Income Tax Act, 1961.

**L. Non-Performing Assets**

Investments are classified as non-performing based on PFRDA (Identification, Income Recognition, and provisioning of NPA) Guidance Note 2013 and as per suggested SOPs. An investment is regarded as non-performing in interest / principal or both amounts have not been received or remained outstanding for 90 days for such income / instruments has fallen due.

Provisions are made for non-performing investments as per the extant prescribed in the guidelines by PFRDA as shown below:

<b>Period due from the date of classification as NPS</b>	<b>Provision to be made on book value (%)</b>
3 months	50%
6 months	75%
9 months	100%

Allocation of any recovery of NPA will be appropriated as under:

- Firstly, towards principal amount
- Excess over principal amount to be adjusted towards interest accrued in the books.
- Balance amount towards interest amount recorded in memorandum account.

## M. Notes to unaudited accounts for the half year ended 30 September 2023

### 1. Investments

All investments are performing assets and are held in the name of the NPS Trust. All investments are traded investments.

2. The Investment management fees including GST during the Current Period is ₹ 2,74,334 (Previous Period ₹ 83,262).

3. **Purchase/Sale of Investments:** The aggregate value of purchase and sales of investments during the period and expressed as a percentage of average daily net asset are as under:

₹ in Crores

Current Period				Previous Period			
Purchase	%	Sales	%	Purchase	%	Sales	%
111.88	215.88	79.17	152.76	49.87	303.94	18.13	110.47

4. The aggregate value of non-traded investments (other than government securities) where investments have been valued "in good faith" exceed 5% of the NAV as at 30th September, 2023 is ₹ 47,02,182. (Previous Period ₹ 1,00,34,009).

### 5. Net Asset Value:

Current Period		Previous Period
As on 30th Sept, 2023*	As on 28th Sept, 2023**	As on 31st March, 2023
₹ 10.8499	₹ 10.8272	₹ 10.4282

\* NAV not declared, being a non - business day

\*\* On last business day

6. **Income and Expenditure:** The total income and expenditure for the period as a percentage of the scheme's average net assets are as under:

Current Period				Previous Period			
Income		Expenditure		Income		Expenditure	
₹	%	₹	%	₹	%	₹	%
2,04,82,064	3.95	25,40,234	0.49	69,53,342	4.24	1,79,044	0.11

**7. Other disclosures:**

Particulars	Current Period	Previous Period
Non performing investments- Carrying value	Nil	Nil
Non performing investments- Market value	Nil	Nil
Contingent liabilities	Nil	Nil
Brokerage, custodial fees and other charges to entities where PFM or its subsidiaries or its major shareholders have substantial interest	Nil	Nil

**8. Investment in associates and group companies:** The Scheme has made following investment in the Associates and Group companies of the PFM and its Sponsor Company:

Name of Scheme	Current Period		Previous Period	
	No. of Units 30 <sup>th</sup> Sept, 2023	Market Value as on 30 <sup>th</sup> Sept, 2023 (₹)	No. of Units 31 <sup>st</sup> March, 2023	Market Value as on 31 <sup>st</sup> March, 2023 (₹)
Nil				

**9. Aggregate Unrealized Gain / Loss as at the end of the Current Period and percentage to net assets:**

Particular	As on 30 <sup>th</sup> Sept, 2023		As on 31 <sup>st</sup> March, 2023	
	₹	% to Net Assets	₹	% to Net Assets
Unrealized Gain	18,61,878	0.27	12,74,889	0.35
Unrealized Loss	22,25,391	0.32	90,398	0.02
Net Unrealized Gain/(Loss)	(3,63,513)	(0.05)	11,84,491	0.33

**10. As at the end of the current period, there are no open positions of derivatives in the scheme.**

**11. Details of transactions with sponsor and its related parties**

Nature of relationship	Name of the related party
Pension Fund Manager	Tata Pension Management Private Limited
Sponsor and Holding Company	Tata Asset Management Private Limited

The following represents significant transactions between the Company and its related parties

Name of Related Party	Name of Transaction	Current Period	Previous Period
Tata Mutual Fund	MF Investments	-	17,99,910
Tata Mutual Fund	MF Redemptions	-	1,54,88,899
Tata Pension Management Private Limited	Investment Management Fees	2,74,334	83,262

The following amounts are outstanding at the end of the period

Name of Related Party	Name of Transaction	As on 30 <sup>th</sup> Sept, 2023	As on 31 <sup>st</sup> March, 2023
Tata Pension Management Private Limited	Investment Management Fees	52,462	27,350

## 12. Provisions

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

## 13. Investments falling under 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.

Govt. of India - Fully Serviced Bonds	As at 30 <sup>th</sup> Sept, 2023		As at 31 <sup>st</sup> March, 2023	
	Market value	% of industry	Market value	% of industry
Regulation of and contribution to efficient operation of business	75,86,704	38.96%	28,29,005	13.31%
Activities of basic telecom services: telephone, telex and telegraph	71,82,865	36.89%	-	-
Other monetary intermediation services n.e.c.	47,02,182	24.15%	1,84,32,027	86.69%
<b>Total</b>	<b>1,94,71,751</b>	<b>100.00%</b>	<b>2,12,61,032</b>	<b>100.00%</b>

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

**14. Risk profiling**

As per the PFRDA Circular dated 12th May, 2022 on Risk Profiling of Schemes managed by Pension Funds under NPS, the following table shows change in risk profiling in the Scheme

<b>Scheme Name</b>	<b>Risk Profile level at start of the current period</b>	<b>Risk Profile level at end of the current period</b>	<b>Number of changes in Risk Profile during the current period</b>
NPS Trust - A/c Tata Pension Management Private Limited Scheme G Tier I	Moderate	Moderate	No change from March 2023 quarter to September 2023 quarter

**15. Age wise disclosure for Shares / debentures / other application money pending allotment**

<b>Security Name</b>	<b>Asset Type</b>	<b>Ageing</b>	<b>As on 30-Sept-2023</b>	<b>As on 31-March-2023</b>
NIL				

**16. Portfolio:** The full portfolio is given in Annexure A.

**17. Previous period figures**

Previous period figures have been regrouped and rearranged, wherever necessary.

**18.** Figures have been rounded off to the nearest rupee.

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME G - TIER I**  
**Portfolio statement for the half year ended 30th September 2023**

Name of the Instrument	As on 30th Sept, 2023		As on 31st March, 2023	
	Market Value (₹)	% of Portfolio	Market Value (₹)	% of Portfolio
<b>Debt Instruments -</b>				
<b>Central Government Securities</b>				
7.41% GSEC 19 DEC 2036	9,20,38,264	13.25	9,06,27,635	24.86
7.26% GSEC 22 AUG 2032	5,78,22,590	8.32	5,76,24,145	15.81
07.26% GOVT. STOCK 06 FEB 2033	5,17,69,936	7.45	-	-
7.54% GSEC 23 MAY 2036	4,99,39,812	7.19	4,97,50,097	13.65
07.18% GOVT. STOCK 2037	4,42,90,100	6.38	-	-
07.30% GOVT. STOCK 19 JUNE 2053	2,97,99,688	4.29	-	-
07.25% GOVT. STOCK 12 JUNE 2063	2,93,61,480	4.23	-	-
07.10% GSEC 18 APR 2029	2,65,79,477	3.83	2,65,93,797	7.30
7.38% GSEC 20 JUN 2027	2,45,24,200	3.53	2,96,24,954	8.13
7.18% GOVT STOCK 14 AUG 2033	2,33,09,005	3.36	-	-
6.54% GSEC 17 JAN 2032	1,75,72,110	2.53	1,74,67,240	4.79
7.36 GSEC 12 SEP 2052	1,05,74,270	1.52	55,96,214	1.54
8.15% GOI 24 NOV 2026	1,02,41,910	1.47	1,03,11,480	2.83
06.99% GSEC 15 DEC 2051	95,28,040	1.37	-	-
6.64% C GSE 16 JUN 2035	80,76,496	1.16	33,06,786	0.91
8.33% C GSE 07 JUN 2036	64,62,483	0.93	64,28,442	1.76
6.67% GSEC 15 DEC 2035	57,47,476	0.83	57,05,165	1.57
6.79% GSEC 26 DEC 2029	48,73,390	0.70	-	-
7.69% GSEC 17 JUNE 2043	43,95,998	0.63	-	-
8.24% GOI 15 FEB 2027	30,86,805	0.44	31,06,803	0.85
8.97% GSEC 05 DEC 2030	15,29,310	0.22	15,40,697	0.42
8.33% GOI 09 JUL 2026	10,25,711	0.15	10,32,915	0.28
6.62% GOI 28 NOV 2051	8,14,858	0.12	8,14,028	0.22
7.88% GSEC 19 MAR 2030	4,84,805	0.07	4,84,946	0.13
<b>State Development Loans</b>				
7.10 % SDL MH 04 AUG 2036	77,75,832	1.12	-	-
07.74% SDL HR 29 MAR 2031	63,13,281	0.91	-	-
08.50% SDL GUJARAT 28 NOV 2028	61,55,039	0.89	-	-
07.78% SDL UP 23 MAR 2036	61,00,332	0.88	-	-
7.70% MAHARASHTRA SDL 25 MAY 2032	60,91,008	0.88	60,32,742	1.66
7.70% MAHARASHTRA SGS 19 OCT 2030	60,23,512	0.87	59,90,081	1.64
07.39% TAMIL NADU SDL 30 MAR 2042	59,69,880	0.86	-	-
7.78% SDL UP 23 MAR 2035	59,59,490	0.86	-	-
7.39% SDL TELANGANA 07 JUN 2039	49,72,845	0.72	-	-
7.28% UP SDL 25 JAN 2032	49,35,115	0.71	48,74,920	1.34
07.29% SDL TAMIL NADU 07 JUN 2053	49,15,835	0.71	-	-
07.63% SDL KARNATAKA 30 NOV 2037	48,53,516	0.70	-	-
06.99% TAMIL NADU SDL 25 MAY 2041	47,75,310	0.69	-	-
07.39% TAMIL NADU SGS 26 JULY 2033	43,39,861	0.62	-	-
7.72% MADHYA PRADESH SDL 01 02 2038	35,42,641	0.51	-	-
06.96% TAMIL NADU SDL 19 MAY 2056	33,01,715	0.48	-	-

Name of the Instrument	As on 30th Sept, 2023		As on 31st March, 2023	
	Market Value (₹)	% of Portfolio	Market Value (₹)	% of Portfolio
7.74% KARNATAKA SDL 23 NOV 2037	31,05,423	0.45	-	-
07.60% KARNATAKA SGS 28 DEC 2032	30,27,912	0.44	-	-
7.64% SDL UTTAR PRADESH 08 FEB 2036	28,02,879	0.40	-	-
07.64% MAHARASHTRA SDL 25 01 2033	25,29,128	0.36	-	-
7.75% UTTAR PRADESH SDL 08 MAR 2038	23,14,882	0.33	-	-
07.88% MADHYA PRADESH SGS 27 OCT 2033	21,59,772	0.31	-	-
7.74% UP SDL 15 MAR 2037	20,89,417	0.30	-	-
06.61% MADHYA PRADESH SDL 20 JAN 2037	20,46,200	0.29	-	-
7.13% SDL KARNATAKA 23 FEB 2038	19,40,192	0.28	-	-
07.03% TELANGANA SDL 16 JUNE 2051	19,10,746	0.28	-	-
06.63% KARNATAKA SDL 23 DEC 2034	18,76,826	0.27	-	-
07.61% SDL TAMIL NADU 30 AUG 2032	18,17,170	0.26	-	-
07.69% SDL TAMIL NADU 01 MARCH 2043	17,03,721	0.25	-	-
7.57% GUJARAT SDL 18 JAN 2032	16,30,133	0.23	16,11,331	0.44
08.37% MADHYA PRADESH SDL 05 DEC 2028	15,56,492	0.22	-	-
08.60% UTTAR PRADESH SDL 14 NOV 2028	12,55,571	0.18	-	-
8.08% GUJARAT SDL 26 DEC 2028	12,31,000	0.18	-	-
07.07% HARYANA SDL 23 JUNE 2037	11,84,125	0.17	-	-
07.62% UTTAR PRADESH SDL 18 JAN 2035	11,71,370	0.17	-	-
08.16% SDL KA 20 MAR 2029	10,93,086	0.16	-	-
07.72% SDL MAHARASHTRA 25 MAY 2034	10,18,732	0.15	-	-
07.41% SDL UP 14 JUNE 2034	9,94,803	0.14	-	-
06.91% MAHARASHTRA SDL 15 SEPT 2034	9,59,285	0.14	-	-
06.57% MAHARASHTRA SDL 03 JUNE 2031	9,47,174	0.14	-	-
7.82% GUJARAT SDL 29 JUN 2032	8,79,206	0.13	-	-
07.12% UTTAR PRADESH SDL 05 JAN 2032	3,71,396	0.05	-	-
7.61% GUJARAT SDL 03 AUG 2032	1,81,642	0.03	1,79,474	0.05
<b>Government Guaranteed Bond</b>				
06.65% FCI SERIES IX 23 OCT 2030	75,86,704	1.09	28,29,005	0.78
8.00% MTNL GOI GUARANTEE SERIES VII A 15 NOV 2032	71,82,865	1.03	-	-
6.42% NABARD SERIES PMAY G PD2 25 NOV 2030	47,02,182	0.68	-	-
7.60% NABARD SERIES LTIF B 2 23 NOV 2032	-	-	1,00,34,009	2.75
8.50% NABARD SERIES SBM-G SA-3 27 FEB 2029	-	-	83,98,018	2.30
<b>Cash / Cash Equivalent &amp; Net Current Assets</b>				
Money Market Mutual Funds				
AXIS OVERNIGHT FUND - DIRECT PLAN - GROWTH OPTION	2,99,41,959	4.31	1,63,84,613	4.50
Net Current Assets	14,96,982	0.22	-18,70,673	-0.51
<b>GRAND TOTAL</b>	<b>69,45,82,401</b>	<b>100.00</b>	<b>36,44,78,864</b>	<b>100.00</b>



**NPS TRUST – A/C TATA PENSION MANAGEMENT PRIVATE LIMITED**  
**SCHEME G - TIER II**

**Unaudited Financial Statements for the half year ended**  
**30 September 2023**

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Accounting Policies and Notes to Accounts

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME G - TIER II**  
**UNAUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2023**

Particulars	Schedules	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Liabilities</b>				
Unit Capital	1	4,08,29,461	1,33,15,305	8,57,114
Reserves and Surplus	2	37,76,538	6,21,054	3,867
Current Liabilities and Provisions	3	13,306	3,86,395	61
<b>Total</b>		<b>4,46,19,305</b>	<b>1,43,22,754</b>	<b>8,61,042</b>
<b>Assets</b>				
Investments	4	4,39,06,905	1,40,56,172	8,60,795
Deposits	5	-	-	-
Other Current Assets	6	7,12,400	2,66,582	247
<b>Total</b>		<b>4,46,19,305</b>	<b>1,43,22,754</b>	<b>8,61,042</b>
(a) Net assets as per Balance Sheets		4,46,05,999	1,39,36,359	8,60,981
(b) Number of units outstanding		40,82,946	13,31,530	85,711
Significant Accounting Policies and Notes to Accounts	7			

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME G - TIER II**  
**UNAUDITED REVENUE ACCOUNT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2023**

Particulars	Schedules	Half Year ended Sept 30, 2023 ₹	Half Year ended March 31, 2023 ₹	Period ended Sept 30, 2022 ₹
<b>Income</b>				
Dividend		-	-	-
Interest		11,11,420	1,85,453	-
Profit on sale/redemption of investments		90,746	17,225	11
Profit on inter-scheme transfer/sale of investments		-	-	-
Unrealized gain on appreciation in investments		1,44,005	54,817	2,184
Other income				
- Miscellaneous Income		-	-	-
<b>Total Income (A)</b>		<b>13,46,171</b>	<b>2,57,495</b>	<b>2,195</b>
<b>Expenses and Losses</b>				
Unrealized losses in value of investments		1,35,109	3,930	-
Loss on sale/redemption of investments		-	453	-
Loss on inter-scheme transfer/sale of investments		-	205	-
Management fees (including GST)		18,017	3,128	50
NPS Trust fees		849	147	2
Custodian fees (including GST)		-	-	-
Depository and settlement charges (including GST)		1,878	341	-
Stamp Duty on Bond/Mutual Fund		-	-	-
CRA Fees		6,933	5,107	645
Less: Amount recoverable on sale of units on account of CRA Charges		(6,933)	(5,107)	(645)
Provision for Non-Performing Assets		-	-	-
Other Expenses		-	-	-
<b>Total Expenditure (B)</b>		<b>1,55,853</b>	<b>8,204</b>	<b>52</b>
<b>Surplus/(Deficit) for the year (A-B)</b>		<b>11,90,318</b>	<b>2,49,291</b>	<b>2,143</b>
Less: Amount transferred (to) / from Unrealised Appreciation Reserve		(8,896)	(50,887)	(2,184)
Less: Amount transferred (to) / from General Reserve		(11,81,422)	(1,98,404)	41
<b>Amount carried forward to Balance Sheet</b>		<b>-</b>	<b>-</b>	<b>-</b>

Significant Accounting Policies and Notes to Accounts

7

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME G - TIER II**  
**NOTES ANNEXED TO AND FORMING PART OF THE UNAUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2023**

Schedule 1	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Unit Capital</b>			
Outstanding at the beginning of the year	1,33,15,305	8,57,114	-
Add :Units issued during the year	3,25,75,280	1,47,73,361	8,81,404
Less: Units redeemed during the year	(50,61,124)	(23,15,170)	(24,290)
<b>Outstanding at the end of the year</b>	<b>4,08,29,461</b>	<b>1,33,15,305</b>	<b>8,57,114</b>
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>			
Outstanding units at the beginning of the year	13,31,530	85,711	-
Add :Units issued during the year	32,57,528	14,77,336	88,140
Less: Units redeemed during the year	(5,06,112)	(2,31,517)	(2,429)
<b>Outstanding units at the end of the year</b>	<b>40,82,946</b>	<b>13,31,530</b>	<b>85,711</b>

Schedule 2	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Reserves and Surplus</b>			
<b>Unit Premium Reserve</b>			
Opening Balance	3,69,620	1,724	-
Add: Premium on Units issued	23,81,235	4,41,661	1,794
Less: Premium on Units redeemed	(4,16,069)	(73,765)	(70)
Add: Transfer from General Reserve	-	-	-
Closing Balance	<b>23,34,786</b>	<b>3,69,620</b>	<b>1,724</b>
<b>General Reserve</b>			
Opening Balance	1,98,363	(41)	-
Add: Transfer from Revenue Account	11,81,422	1,98,404	(41)
Less: Transfer to Unit Premium Reserve	-	-	-
Closing Balance	<b>13,79,785</b>	<b>1,98,363</b>	<b>(41)</b>
<b>Unrealised Appreciation Reserve</b>			
Opening Balance	53,071	2,184	-
Add: Adjustment for Previous years unrealised appreciation reserve	-	-	-
Add/(Less): Transfer from/(to) Revenue Account	8,896	50,887	2,184
Closing Balance	<b>61,967</b>	<b>53,071</b>	<b>2,184</b>
<b>Total</b>	<b>37,76,538</b>	<b>6,21,054</b>	<b>3,867</b>

Schedule 3	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Current Liabilities and Provisions</b>			
<b>Current Liabilities</b>			
Sundry Creditors for expenses	3,980	1,383	47
Book Overdraft	-	-	-
Redemption Payable	9,001	3,84,920	10
TDS Payable	325	92	4
Contracts for Purchase of Investments	-	-	-
Amount Payable to Other Schemes	-	-	-
Provision for Interest overdue	-	-	-
Provision on upgraded assets	-	-	-
Interest received in Advance	-	-	-
<b>Total</b>	<b>13,306</b>	<b>3,86,395</b>	<b>61</b>

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME G - TIER II**  
**NOTES ANNEXED TO AND FORMING PART OF THE UNAUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2023**

Schedule 4	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Investments (Long Term and Short Term)</b>			
Equity Shares	-	-	-
Preference Shares	-	-	-
Debentures and Bonds Listed/Awaiting Listing	-	-	-
Central and State Government Securities (including treasury bills)	4,29,98,020	1,23,79,253	-
Commercial Paper	-	-	-
AIF's (Category I and Category II Only)/REITs/INVITs/Asset Backed Securities/ Commercial mortgage based Securities or Residential mortgage based securities	-	-	-
Basel III Tier I bonds	-	-	-
Others - Mutual Fund Units	9,08,885	16,76,919	8,60,795
Non Convertible Debentures classified as NPA	-	-	-
Less: Provision on Non performing investment	-	-	-
<b>Total</b>	<b>4,39,06,905</b>	<b>1,40,56,172</b>	<b>8,60,795</b>

Schedule 5	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Deposits</b>			
Deposits with Scheduled Banks	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>

Schedule 6	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Other Current Assets</b>			
Balances with bank in a current account	38,850	1,805	247
Contracts for sale of investments	-	-	-
Interest Receivable on Non-Performing Investments	-	-	-
Less: Provision for interest on Non-Performing Investment	-	-	-
Outstanding and accrued income	6,33,550	2,64,777	-
Dividend Receivable	-	-	-
Brokerage receivable from PFM	-	-	-
Application money pending allotment	-	-	-
Sundry Debtors	40,000	-	-
Redemption receivable on Non performing Investment	-	-	-
Less: Provision for Non Performing Investment	-	-	-
<b>Total</b>	<b>7,12,400</b>	<b>2,66,582</b>	<b>247</b>

## NATIONAL PENSION SYSTEM TRUST

### NPS Trust - A/C Tata Pension Management Private Limited Scheme G - Tier II

#### Schedule 7: Significant accounting policies & notes to unaudited accounts for the half year ended 30 September 2023

##### A. Background

1. Tata Pension Management Private 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 Protean eGov Technologies Ltd., KFin Technologies Ltd. and Computer Age Management Services Ltd. being the Central Recordkeeping Agency (CRA) provides consolidated data to PFM for allotment / redemption of units and Axis Bank, being the Trustee Bank, provides / receives funds on consolidated basis in respect of such allotment / redemption.
2. 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 Fund
  - Scheme Tax Saver - Hybrid Investment Fund

The Key features of the Scheme presented in these financial statements are as under:

Scheme name	Investment criteria and objective
NPS Trust - A/c Tata Pension Management Private Limited Scheme G Tier II	<p>This asset class will be invested in a diversified portfolio of quality and liquid stocks that provide above average return potential over the medium to long term and Liquid Funds to the limit of 10% of scheme corpus.</p> <p>Contributions of Funds by subscriber have restricted withdrawal with lock-in till 60 years of age.</p> <p>The investment objective is to optimize the returns.</p>

3. Central Record Keeping Agency (CRA) : Central Record Keeping Agency (CRA): Protean eGov Technologies Ltd., KFin Technologies Ltd., Computer Age Management Services Ltd. and PFRDA have set up Central Recordkeeping Agency (CRA) for the NPS.

CRA responsibilities 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, scanned copies of KYC documents and recording transactions relating to each subscriber PRAN,
- PRAN Transaction Statement,
- Providing Centralised Grievance Management System, periodic consolidated statement of transactions, subscriber maintenance services and claim processing cell,
- Record keeping
- An operational interface between PFRDA and other NPS intermediaries such as Pension Fund Managers, Annuity Service Providers, Trustee 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.

4. NPS Trust has designated Deutsche Bank AG as the custodian, who is responsible for safe custody of securities and settlements of trades.

## **B. Basis of preparation**

The financial statements have been prepared to comply with the PFRDA (Pension Fund) Regulations, 2015 including amendments thereof, PFRDA (Preparation of Financial Statements and Auditor's Report of Schemes under National Pension System) Guidelines - 2012, Accounting Standards notified under the Companies Act, 2013 read with Rule 3 of the Companies (Accounts) Amendment Rules, 2021 to the extent made applicable by the Authority's guidelines 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.

## **C. 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 CRISIL Limited w.e.f. effective 1st April, 2022. The Investment valuation methodology adopted by CRISIL 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.

**Debentures, corporate bonds, commercial papers and certificate of deposits:  
Valuation of Debt Securities (other than government securities)**

Debt securities are valued at clean price, which means excluding accrued interest component of the security. If corporate bonds and debentures are quoted cum interest on the exchange, the valuation is done by excluding the accrued interest portion (i.e. from the last due date of interest till date) from the quoted price, since the interest is accrued and accounted separately on a daily basis.

- i) All Instruments/Securities with residual maturity of more than 30 days :**
  - a. In respect of the Traded Securities, the traded price are taken subject to the fulfilment of the conditions practiced/adopted by the valuation agency after consultation with NPS Trust and PFs.
  - b. In respect of the non traded Securities, the securities are valued on the basis of scrip level prices released by the valuation agency in consultation with NPS Trust and PFs.
  - c. In case of new security purchased for which price is not available, such security valued on the basis of scrip level price (for coupon bearing securities) / scrip level yield (for discounted securities) at which the securities are purchased.
- ii) All Instruments/Securities with residual maturity of upto 30 days:** The securities are valued by amortisation on a straight-line basis to maturity from last valuation price as long as it is within the prescribed range, (presently  $\pm 0.025\%$ , i.e.  $\pm 2.5$  basis points) of the reference price provided by the valuation agency.
- iii) Only Callable Bonds (single/multiple call options),** which are callable by the issuer, are valued at lowest value on each call option date.
- iv) Only Puttable Bonds (single/multiple put options),** which are puttable by the investor, are valued at highest value on each put option date.
- v) Securities with both Put and Call option (single/multiple)** on the same day is deemed to mature on the Put/Call option day and is valued accordingly.
- vi) Partly paid bonds** are valued at cost till it is fully paid.
- vii) Perpetual bond with single/multiple call options** are valued at lowest price on each option date.

### **Central and State Government Securities:**

**i) Securities with residual maturity of more than 30 days:** The security is valued on the basis of scrip level prices released by the valuation agency on the same basis as debt securities maturing greater than 30 days.

**ii) Securities with residual maturity of upto 30 days :** The security is valued through amortization on the same basis as debt securities maturing upto 30 days.

### **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.

### **Valuation policy for securities below investment grade (securities which were of investment grade at the time of purchase but which have fallen below the investment grade):**

In the cases of securities below BBB -, the same are valued as below:

All non-investment grade debt securities except with default rating (other than Government securities) and securities where credit rating agencies have suspended the ratings but are performing assets as per PFRDA guidelines are valued at a discount of 25% of the face value.

All non-investment grade debt securities (other than Government securities) not covered above are valued at the indicative haircut matrix or price provided by the valuation agency. In case the security is traded where the haircut has been applied, lower of the haircut matrix based price and trade price are considered.

## **D. Income Recognition**

Dividend Income is accounted on accrual basis and 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.

Other income of a miscellaneous nature is accounted for as and when realised.

#### **E. Units Reconciliation**

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

#### **F. Investment Management Fees**

Investment management fees are recognised on daily accrual basis on closing Asset Under Management (AUM) in accordance with IMA.

The Company has charged investment management fee as per the below slab structure basis the aggregate AUM managed by the PFM under all Schemes.

<b>AUM Slab</b>	<b>Investment management fees %</b>
Upto Rs. 10,000 crores	0.09%
Rs. 10,001 crores to Rs. 50,000 crores	0.06%
Rs. 50,001 crores to Rs. 150,000 crores	0.05%
Above Rs. 150,000 crores	0.03%

The above rates of Investment Management Fee are exclusive of brokerage, custodian fee and applicable taxes thereon. The brokerage shall be adjusted against scheme NAV, subject to maximum brokerage to be charged to the scheme @ 0.03% (including applicable taxes on brokerage) on equity transactions only.

**G. Trustee Fees**

Trustee fees are charged at the rate of 0.005% per annum and are recognised on daily accrual basis on closing Asset Under Management

**H. 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. Depository and settlement charges are recognised on transaction basis.

**I. 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.

**J. Computation of NAV**

The NAV of the units is determined by dividing the net assets, including investments recognised and valued as per the accounting policies, by the number of outstanding units on the valuation date.

**K. Income Taxes**

No provision for income tax has been made since the income of the Schemes is exempt under Section 10(44) of the Income Tax Act, 1961.

**L. Non-Performing Assets**

Investments are classified as non-performing based on PFRDA (Identification, Income Recognition, and provisioning of NPA) Guidance Note 2013 and as per suggested SOPs. An investment is regarded as non-performing in interest / principal or both amounts have not been received or remained outstanding for 90 days for such income / instruments has fallen due.

Provisions are made for non-performing investments as per the extant prescribed in the guidelines by PFRDA as shown below:

<b>Period due from the date of classification as NPS</b>	<b>Provision to be made on book value (%)</b>
3 months	50%
6 months	75%
9 months	100%

Allocation of any recovery of NPA will be appropriated as under:

- Firstly, towards principal amount
- Excess over principal amount to be adjusted towards interest accrued in the books.
- Balance amount towards interest amount recorded in memorandum account.

## M. Notes to unaudited accounts for the half year ended 30 September 2023

### 1. Investments

All investments are performing assets and are held in the name of the NPS Trust. All investments are traded investments.

2. The Investment management fees including GST during the Current Period is ₹ 18,017. (Previous Period ₹ 3,128).

3. **Purchase/Sale of Investments:** The aggregate value of purchase and sales of investments during the period and expressed as a percentage of average daily net asset are as under:

Current Period				Previous Period			
Purchase	%	Sales	%	Purchase	%	Sales	%
9,83,10,948	288.43	6,84,68,218	200.87	1,95,42,912	321.19	64,01,498	105.21

4. The aggregate value of non-traded investments (other than government securities) where investments have been valued "in good faith" exceed 5% of the NAV as at 30th September, 2023 is Nil. (Previous Period ₹ Nil).

### 5. Net Asset Value:

Current Period		Previous Period
As on 30th Sept, 2023*	As on 28th Sept, 2023**	As on 31st March, 2023
₹ 10.9250	₹ 10.9012	₹ 10.4668

\* NAV not declared, being a non - business day

\*\* On last business day

6. **Income and Expenditure:** The total income and expenditure for the period as a percentage of the scheme's average net assets are as under:

Current Period				Previous Period			
Income		Expenditure		Income		Expenditure	
₹	%	₹	%	₹	%	₹	%
13,46,171	3.95	1,55,853	0.46	2,57,495	4.23	8,204	0.13

**7. Other disclosures:**

Particulars	Current Period	Previous Period
Non performing investments- Carrying value	Nil	Nil
Non performing investments- Market value	Nil	Nil
Contingent liabilities	Nil	Nil
Brokerage, custodial fees and other charges to entities where PFM or its subsidiaries or its major shareholders have substantial interest	Nil	Nil

**8. Investment in associates and group companies:** The Scheme has made following investment in the Associates and Group companies of the PFM and its Sponsor Company:

Name of Scheme	Current Period		Previous Period	
	No. of Units 30 <sup>th</sup> Sept, 2023	Market Value as on 30 <sup>th</sup> Sept, 2023 (₹)	No. of Units 31 <sup>st</sup> March, 2023	Market Value as on 31 <sup>st</sup> March, 2023 (₹)
Nil				

**9. Aggregate Unrealized Gain / Loss as at the end of the Current Period and percentage to net assets:**

Particular	As on 30 <sup>th</sup> Sept, 2023		As on 31 <sup>st</sup> March, 2023	
	₹	% to Net Assets	₹	% to Net Assets
Unrealized Gain	1,44,005	0.32	54,817	0.39
Unrealized Loss	1,35,109	0.30	3,930	0.03
Net Unrealized Gain/(Loss)	8,896	0.02	50,887	0.36

**10. As at the end of the financial period, there are no open positions of derivatives in the scheme.**

**11. Details of transactions with sponsor and its related parties**

Nature of relationship	Name of the related party
Pension Fund Manager	Tata Pension Management Private Limited
Sponsor and Holding Company	Tata Asset Management Private Limited

The following represents significant transactions between the Company and its related parties

Name of Related Party	Name of Transaction	Current Period	Previous Period
Tata Mutual Fund	MF Investments	-	99,995
Tata Mutual Fund	MF Redemptions	-	7,71,106
Tata Pension Management Private Limited	Investment Management Fees	18,017	3,128

The following amounts are outstanding at the end of the period

Name of Related Party	Name of Transaction	As on 30 <sup>th</sup> Sept, 2023	As on 31 <sup>st</sup> March, 2023
Tata Pension Management Private Limited	Investment Management Fees	3,498	993

## 12. Provisions

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

## 13. Investments falling under 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) as on 30<sup>th</sup> September, 2023 is Nil. (Previous Period ₹ Nil).

## 14. Risk profiling

As per the PFRDA Circular dated 12th May, 2022 on Risk Profiling of Schemes managed by Pension Funds under NPS, the following table shows change in risk profiling in the Scheme

Scheme Name	Risk Profile level at start of the current period	Risk Profile level at end of the current period	Number of changes in Risk Profile during the current period
NPS Trust - A/c Tata Pension Management Private Limited Scheme G Tier II	Moderate	Moderate	No change from March 2023 quarter to September 2023 quarter



**15. Age wise disclosure for Shares / debentures / other application money pending allotment**

<b>Security Name</b>	<b>Asset Type</b>	<b>Ageing</b>	<b>As on 30-Sept-2023</b>	<b>As on 31-March-2023</b>
NIL				

**16. Portfolio:** The full portfolio is given in Annexure A.

**17. Previous period figures**

Previous period figures have been regrouped and rearranged, wherever necessary.

**18.** Figures have been rounded off to the nearest rupee.

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME G - TIER II**  
**Portfolio statement for the half year ended 30th September 2023**

Name of the Instrument	As on 30th Sept, 2023		As on 31st March, 2023	
	Market Value (₹)	% of Portfolio	Market Value (₹)	% of Portfolio
<b>Debt Instruments -</b>				
<b>Central Government Securities</b>				
07.26% GOVT. STOCK 06 FEB 2033	54,04,169	12.12	-	-
07.30% GOVT. STOCK 19 JUNE 2053	49,32,090	11.06	-	-
7.41% GSEC 19 DEC 2036	37,48,849	8.40	37,32,257	26.78
6.64% C GSE 16 JUN 2035	19,47,861	4.37	9,44,796	6.78
07.18% GOVT. STOCK 2037	18,65,574	4.18	-	-
7.26% GSEC 22 AUG 2032	18,19,452	4.08	18,13,128	13.01
7.54% GSEC 23 MAY 2036	16,27,035	3.65	16,20,854	11.63
07.10% GSEC 18 APR 2029	14,70,016	3.30	14,70,808	10.55
7.18% GOVT STOCK 14 AUG 2033	9,97,817	2.24	-	-
6.67% GSEC 15 DEC 2035	9,78,496	2.19	9,71,292	6.97
5.63% GOI 12 APR 2026	9,63,070	2.16	9,59,136	6.88
7.38% GSEC 20 JUN 2027	3,51,493	0.79	3,52,438	2.53
6.54% GSEC 17 JAN 2032	2,48,302	0.56	2,46,358	1.77
6.95% GSEC 16 DEC 2061	1,79,465	0.40	-	-
7.26% GOI 14 JAN 2029	1,60,000	0.36	1,60,507	1.15
07.25% GOVT. STOCK 12 JUNE 2063	1,46,807	0.33	-	-
8.33% C GSE 07 JUN 2036	1,08,249	0.24	1,07,679	0.77
<b>State Development Loans</b>				
06.61% SDL KARNATAKA 02 SEP 2035	28,00,485	6.28	-	-
07.64% MAHARASHTRA SDL 25 01 2033	20,23,302	4.54	-	-
7.75% UTTAR PRADESH SDL 08 MAR 2038	16,79,826	3.77	-	-
08.64% SDL MADHYA PRADESH 03 SEP 2033	16,21,083	3.63	-	-
07.64 SDL MADHYA PRADESH 08 FEB 2033	15,87,338	3.56	-	-
06.61% SDL MADHYA PRADESH 12 AUG 2035	13,44,675	3.01	-	-
7.77% SDL HR 29 MAR 2033	10,20,338	2.29	-	-
7.64% SDL MH 28 SEP 2032	10,11,844	2.27	-	-
07.35% KARNATAKA SDL 24 FEB 2039	9,89,755	2.22	-	-
6.95% SDL MAHARASHTRA 30 JUN 2032	7,45,154	1.67	-	-
08.53% TAMIL NADU SDL 28 NOV 2028	7,31,137	1.64	-	-
07.29 SDL KARNATAKA 12 JAN 2034	4,94,339	1.11	-	-
<b>Cash / Cash Equivalent &amp; Net Current Assets</b>				
Money Market Mutual Funds				
AXIS OVERNIGHT FUND - DIRECT PLAN - GROWTH OPTION	9,08,885	2.04	16,76,919	12.03
Net Current Assets	6,99,094	1.57	-1,19,813	-0.86
<b>GRAND TOTAL</b>	<b>4,46,05,999</b>	<b>100.00</b>	<b>1,39,36,359</b>	<b>100.00</b>

**NPS TRUST – A/C TATA PENSION MANAGEMENT PRIVATE LIMITED**  
**SCHEME A - TIER I**

**Unaudited Financial Statements for the half year ended**  
**30 September 2023**

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Accounting Policies and Notes to Accounts

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME A - TIER I**  
**UNAUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2023**

Particulars	Schedules	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b><u>Liabilities</u></b>				
Unit Capital	1	68,37,459	40,68,486	8,00,832
Reserves and Surplus	2	5,09,739	1,49,488	3,226
Current Liabilities and Provisions	3	698	360	17,159
<b>Total</b>		<b>73,47,896</b>	<b>42,18,334</b>	<b>8,21,217</b>
<b><u>Assets</u></b>				
Investments	4	72,99,677	42,17,134	8,03,413
Deposits	5	-	-	-
Other Current Assets	6	48,219	1,200	17,804
<b>Total</b>		<b>73,47,896</b>	<b>42,18,334</b>	<b>8,21,217</b>
(a) Net assets as per Balance Sheets		73,47,198	42,17,974	8,04,058
(b) Number of units outstanding		6,83,746	4,06,849	80,083
Significant Accounting Policies and Notes to Accounts	7			

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME A - TIER I**  
**UNAUDITED REVENUE ACCOUNT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2023**

Particulars	Schedules	Half Year ended Sept 30, 2023 ₹	Half Year ended March 31, 2023 ₹	Period ended Sept 30, 2022 ₹
<b>Income</b>				
Dividend		-	-	-
Interest		81,086	-	-
Profit on sale/redemption of investments		1,77,179	1,130	-
Profit on inter-scheme transfer/sale of investments		-	-	-
Unrealized gain on appreciation in investments		33,075	71,409	1,313
Other income				
- Miscellaneous Income		-	-	-
<b>Total Income (A)</b>		<b>2,91,340</b>	<b>72,539</b>	<b>1,313</b>
<b>Expenses and Losses</b>				
Unrealized losses in value of investments		89,484	-	-
Loss on sale/redemption of investments		-	-	-
Loss on inter-scheme transfer/sale of investments		-	-	-
Management fees (including GST)		3,012	1,153	30
NPS Trust fees		143	54	1
Custodian fees (including GST)		-	-	-
Depository and settlement charges (including GST)		95	-	-
Stamp Duty on Bond/Mutual Fund		-	-	-
CRA Fees		3,519	2,759	218
Less: Amount recoverable on sale of units on account of CRA Charges		(3,519)	(2,759)	(218)
Provision for Non-Performing Assets		-	-	-
Other Expenses		-	-	-
<b>Total Expenditure (B)</b>		<b>92,734</b>	<b>1,207</b>	<b>31</b>
<b>Surplus/(Deficit) for the year (A-B)</b>		<b>1,98,606</b>	<b>71,332</b>	<b>1,282</b>
Less: Amount transferred (to) / from Unrealised Appreciation Reserve		56,409	(71,409)	(1,313)
Less: Amount transferred (to) / from General Reserve		(2,55,015)	77	31
<b>Amount carried forward to Balance Sheet</b>		<b>-</b>	<b>-</b>	<b>-</b>

Significant Accounting Policies and Notes to Accounts 7

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME A - TIER I**  
**NOTES ANNEXED TO AND FORMING PART OF THE UNAUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2023**

Schedule 1	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Unit Capital</b>			
Outstanding at the beginning of the year	40,68,486	8,00,832	-
Add :Units issued during the year	32,36,530	33,64,512	8,18,100
Less: Units redeemed during the year	(4,67,557)	(96,858)	(17,268)
<b>Outstanding at the end of the year</b>	<b>68,37,459</b>	<b>40,68,486</b>	<b>8,00,832</b>
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>			
Outstanding units at the beginning of the year	4,06,849	80,083	-
Add :Units issued during the year	3,23,653	3,36,451	81,810
Less: Units redeemed during the year	(46,756)	(9,686)	(1,727)
<b>Outstanding units at the end of the year</b>	<b>6,83,746</b>	<b>4,06,849</b>	<b>80,083</b>
Schedule 2	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Reserves and Surplus</b>			
<b>Unit Premium Reserve</b>			
Opening Balance	76,874	1,944	-
Add: Premium on Units issued	1,88,597	77,571	2,008
Less: Premium on Units redeemed	(26,952)	(2,641)	(64)
Add: Transfer from General Reserve	-	-	-
Closing Balance	<b>2,38,519</b>	<b>76,874</b>	<b>1,944</b>
<b>General Reserve</b>			
Opening Balance	(108)	(31)	-
Add: Transfer from Revenue Account	2,55,015	(77)	(31)
Less: Transfer to Unit Premium Reserve	-	-	-
Closing Balance	<b>2,54,907</b>	<b>(108)</b>	<b>(31)</b>
<b>Unrealised Appreciation Reserve</b>			
Opening Balance	72,722	1,313	-
Add: Adjustment for Previous years unrealised appreciation reserve	-	-	-
Add/(Less): Transfer from/(to) Revenue Account	(56,409)	71,409	1,313
Closing Balance	<b>16,313</b>	<b>72,722</b>	<b>1,313</b>
<b>Total</b>	<b>5,09,739</b>	<b>1,49,488</b>	<b>3,226</b>
Schedule 3	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Current Liabilities and Provisions</b>			
<b>Current Liabilities</b>			
Sundry Creditors for expenses	645	331	29
Book Overdraft	-	-	-
Redemption Payable	1	-	17,127
TDS Payable	52	29	3
Contracts for purchase of investments	-	-	-
Amount Payable to Other Schemes	-	-	-
Provision for Interest overdue	-	-	-
Provision on upgraded assets	-	-	-
Interest received in Advance	-	-	-
<b>Total</b>	<b>698</b>	<b>360</b>	<b>17,159</b>

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME A - TIER I**  
**NOTES ANNEXED TO AND FORMING PART OF THE UNAUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2023**

Schedule 4	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Investments (Long Term and Short Term)</b>			
Equity Shares	-	-	-
Preference Shares	-	-	-
Debentures and Bonds Listed/Awaiting Listing	-	-	-
Central and State Government Securities (including treasury bills)	-	-	-
Commercial Paper	-	-	-
AIF's (Category I and Category II Only)/REITs/INVITs/Asset Backed Securities/ Commercial mortgage based Securities or Residential mortgage based securities	-	-	-
Basel III Tier I bonds	49,89,829	-	-
Others - Mutual Fund Units	23,09,848	42,17,134	8,03,413
Non Convertible Debentures classified as NPA	-	-	-
Less: Provision on Non performing investment	-	-	-
<b>Total</b>	<b>72,99,677</b>	<b>42,17,134</b>	<b>8,03,413</b>

Schedule 5	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Deposits</b>			
Deposits with Scheduled Banks	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>

Schedule 6	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Other Current Assets</b>			
Balances with bank in a current account	-	1,200	17,804
Contracts for sale of investments	-	-	-
Interest Receivable on Non-Performing Investments	-	-	-
Less: Provision for interest on Non-Performing Investment	-	-	-
Outstanding and accrued income	48,219	-	-
Dividend Receivable	-	-	-
Brokerage receivable from PFM	-	-	-
Application money pending allotment	-	-	-
Sundry Debtors	-	-	-
Redemption receivable on Non performing Investment	-	-	-
Less: Provision for Non Performing Investment	-	-	-
<b>Total</b>	<b>48,219</b>	<b>1,200</b>	<b>17,804</b>

## NATIONAL PENSION SYSTEM TRUST

### NPS Trust - A/C Tata Pension Management Private Limited Scheme A - Tier I

#### Schedule 7: Significant accounting policies & notes to unaudited accounts for the half year ended 30 September 2023

##### A. Background

1. Tata Pension Management Private 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 Protean eGov Technologies Ltd., KFin Technologies Ltd. and Computer Age Management Services Ltd. being the Central Recordkeeping Agency (CRA) provides consolidated data to PFM for allotment / redemption of units and Axis Bank, being the Trustee Bank, provides / receives funds on consolidated basis in respect of such allotment / redemption.
2. 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 Fund
  - Scheme Tax Saver - Hybrid Investment Fund

The Key features of the Scheme presented in these financial statements are as under:



Scheme name	Investment criteria and objective
NPS Trust - A/c Tata Pension Management Private Limited Scheme A Tier I	<p>This asset class will be invested in a diversified portfolio of quality and liquid stocks that provide above average return potential over the medium to long term and Liquid Funds to the limit of 10% of scheme corpus.</p> <p>Contributions of Funds by subscriber have restricted withdrawal with lock-in till 60 years of age.</p> <p>The investment objective is to optimize the returns.</p>

3. Central Record Keeping Agency (CRA) : Central Record Keeping Agency (CRA): Protean eGov Technologies Ltd., KFin Technologies Ltd., Computer Age Management Services Ltd. and PFRDA have set up Central Recordkeeping Agency (CRA) for the NPS.

CRA responsibilities 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, scanned copies of KYC documents and recording transactions relating to each subscriber PRAN,
- PRAN Transaction Statement,
- Providing Centralised Grievance Management System, periodic consolidated statement of transactions, subscriber maintenance services and claim processing cell,
- Record keeping
- An operational interface between PFRDA and other NPS intermediaries such as Pension Fund Managers, Annuity Service Providers, Trustee 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.

4. NPS Trust has designated Deutsche Bank AG as the custodian, who is responsible for safe custody of securities and settlements of trades.

## **B. Basis of preparation**

The financial statements have been prepared to comply with the PFRDA (Pension Fund) Regulations, 2015 including amendments thereof, PFRDA (Preparation of Financial Statements and Auditor's Report of Schemes under National Pension System) Guidelines - 2012, Accounting Standards notified under the Companies Act, 2013 read with Rule 3 of the Companies (Accounts) Amendment Rules, 2021 to the extent made applicable by the Authority's guidelines 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.

## **C. 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 CRISIL Limited w.e.f. effective 1st April, 2022. The Investment valuation methodology adopted by CRISIL 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.

**Debentures, corporate bonds, commercial papers and certificate of deposits:**

**Valuation of Debt Securities (other than government securities)**

Debt securities are valued at clean price, which means excluding accrued interest component of the security. If corporate bonds and debentures are quoted cum interest on the exchange, the valuation is done by excluding the

accrued interest portion (i.e. from the last due date of interest till date) from the quoted price, since the interest is accrued and accounted separately on a daily basis.

- i) All Instruments/Securities with residual maturity of more than 30 days :**
  - a.** In respect of the Traded Securities, the traded price are taken subject to the fulfilment of the conditions practiced/adopted by the valuation agency after consultation with NPS Trust and PFs.
  - b.** In respect of the non traded Securities, the securities are valued on the basis of scrip level prices released by the valuation agency in consultation with NPS Trust and PFs.
  - c.** In case of new security purchased for which price is not available, such security valued on the basis of scrip level price (for coupon bearing securities) / scrip level yield (for discounted securities) at which the securities are purchased.
- ii) All Instruments/Securities with residual maturity of upto 30 days:** The securities are valued by amortisation on a straight-line basis to maturity from last valuation price as long as it is within the prescribed range, (presently  $\pm 0.025\%$ , i.e.  $\pm 2.5$  basis points) of the reference price provided by the valuation agency.
- iii)** Only Callable Bonds (single/multiple call options), which are callable by the issuer, are valued at lowest value on each call option date.
- iv)** Only Puttable Bonds (single/multiple put options), which are puttable by the investor, are valued at highest value on each put option date.
- v)** Securities with both Put and Call option (single/multiple) on the same day is deemed to mature on the Put/Call option day and is valued accordingly.
- vi)** Partly paid bonds are valued at cost till it is fully paid.
- vii)** Perpetual bond with single/multiple call options are valued at lowest price on each option date.
- viii)** Investment in "Additional Tier 1 (Basel III Compliant) Perpetual Bonds" [AT1 Bonds], Asset-Backed Security, Mortgage-backed security shall be valued at scrip level prices as above.

### **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.

**Valuation policy for securities below investment grade (securities which were of investment grade at the time of purchase but which have fallen below the investment grade):**

In the cases of securities below BBB -, the same are valued as below:

All non-investment grade debt securities except with default rating (other than Government securities) and securities where credit rating agencies have suspended the ratings but are performing assets as per PFRDA guidelines are valued at a discount of 25% of the face value.

All non-investment grade debt securities (other than Government securities) not covered above are valued at the indicative haircut matrix or price provided by the valuation agency. In case the security is traded where the haircut has been applied, lower of the haircut matrix based price and trade price are considered.

**REIT/InVIT:** The investments in units of REIT/InVIT shall be valued on the basis of last closing price at the principal stock exchange (last closing price should not be later than 30 days). If not traded on principal stock exchange, the closing price on any other stock exchange where units are traded will be used.

**D. Income Recognition**

Dividend Income is accounted on accrual basis and 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.

Other income of a miscellaneous nature is accounted for as and when realised.

#### **E. Units Reconciliation**

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

#### **F. Investment Management Fees**

Investment management fees are recognised on daily accrual basis on closing Asset Under Management (AUM) in accordance with IMA.

The Company has charged investment management fee as per the below slab structure basis the aggregate AUM managed by the PFM under all Schemes.

<b>AUM Slab</b>	<b>Investment management fees %</b>
Upto Rs. 10,000 crores	0.09%
Rs. 10,001 crores to Rs. 50,000 crores	0.06%
Rs. 50,001 crores to Rs. 150,000 crores	0.05%
Above Rs. 150,000 crores	0.03%

The above rates of Investment Management Fee are exclusive of brokerage, custodian fee and applicable taxes thereon. The brokerage shall be adjusted against scheme NAV, subject to maximum brokerage to be charged to the scheme @ 0.03% (including applicable taxes on brokerage) on equity transactions only.

#### **G. Trustee Fees**

Trustee fees are charged at the rate of 0.005% per annum and are recognised on daily accrual basis on closing Asset Under Management

#### **H. 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. Depository and settlement charges are recognised on transaction basis.

**I. 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.

**J. Computation of NAV**

The NAV of the units is determined by dividing the net assets, including investments recognised and valued as per the accounting policies, by the number of outstanding units on the valuation date.

**K. Income Taxes**

No provision for income tax has been made since the income of the Schemes is exempt under Section 10(44) of the Income Tax Act, 1961.

**L. Non-Performing Assets**

Investments are classified as non-performing based on PFRDA (Identification, Income Recognition, and provisioning of NPA) Guidance Note 2013 and as per suggested SOPs. An investment is regarded as non-performing in interest / principal or both amounts have not been received or remained outstanding for 90 days for such income / instruments has fallen due.

Provisions are made for non-performing investments as per the extant prescribed in the guidelines by PFRDA as shown below:

<b>Period due from the date of classification as NPS</b>	<b>Provision to be made on book value (%)</b>
3 months	50%
6 months	75%
9 months	100%

Allocation of any recovery of NPA will be appropriated as under:

- Firstly, towards principal amount
- Excess over principal amount to be adjusted towards interest accrued in the books.
- Balance amount towards interest amount recorded in memorandum account.

## M. Notes to unaudited accounts for the half year ended 30 September 2023

### 1. Investments

All investments are performing assets and are held in the name of the NPS Trust. All investments are traded investments.

2. The Investment management fees including GST during the Current Period is ₹ 3,012. (Previous Period ₹ 1,153).

3. **Purchase/Sale of Investments:** The aggregate value of purchase and sales of investments during the period and expressed as a percentage of average daily net asset are as under:

Current Period				Previous Period			
Purchase	%	Sales	%	Purchase	%	Sales	%
94,65,782	166.60	63,25,069	111.32	34,01,330	150.39	62,093	2.75

4. The aggregate value of non-traded investments (other than government securities) where investments have been valued "in good faith" exceed 5% of the NAV as at 30th September, 2023 is ₹ 29,99,576. (Previous Period ₹ Nil).

### 5. Net Asset Value:

Current Period		Previous Period
As on 30th Sept, 2023*	As on 28th Sept, 2023**	As on 31st March, 2023
₹ 10.7455	₹ 10.7482	₹ 10.3674

\* NAV not declared, being a non - business day

\*\* On last business day

6. **Income and Expenditure:** The total income and expenditure for the period as a percentage of the scheme's average net assets are as under:

Current Period				Previous Period			
Income		Expenditure		Income		Expenditure	
₹	%	₹	%	₹	%	₹	%
2,91,340	5.13	92,734	1.63	72,539	3.21	1,207	0.05



**7. Other disclosures:**

Particulars	Current Period	Previous Period
Non performing investments- Carrying value	Nil	Nil
Non performing investments- Market value	Nil	Nil
Contingent liabilities	Nil	Nil
Brokerage, custodial fees and other charges to entities where PFM or its subsidiaries or its major shareholders have substantial interest	Nil	Nil

**8. Investment in associates and group companies:** The Scheme has made following investment in the Associates and Group companies (Tata Mutual Fund) of the PFM and its Sponsor Company (Tata Asset Management Private Limited):

Name of Scheme	Current Period		Previous Period	
	No. of Units 30 <sup>th</sup> Sept, 2023	Market Value as on 30 <sup>th</sup> Sept, 2023 (₹)	No. of Units 31 <sup>st</sup> March, 2023	Market Value as on 31 <sup>st</sup> March, 2023 (₹)
Tata Liquid Fund - Direct Plan - Growth	-	-	125.631	4,45,960
Tata Overnight Fund - Direct Plan - Growth	-	-	21.825	25,805

**9. Aggregate Unrealized Gain / Loss as at the end of the Current Period and percentage to net assets:**

Particular	As on 30 <sup>th</sup> Sept, 2023		As on 31 <sup>st</sup> March, 2023	
	₹	% to Net Assets	₹	% to Net Assets
Unrealized Gain	33,075	0.45	71,409	1.69
Unrealized Loss	89,484	1.22	-	-
Net Unrealized Gain/(Loss)	(56,409)	(0.77)	71,409	1.69

**10. As at the end of the current period, there are no open positions of derivatives in the scheme.**

## 11. Details of transactions with sponsor and its related parties

Nature of relationship	Name of the related party
Pension Fund Manager	Tata Pension Management Private Limited
Sponsor and Holding Company	Tata Asset Management Private Limited

The following represents significant transactions between the Company and its related parties

Name of Related Party	Name of Transaction	Current Period	Previous Period
Tata Mutual Fund	MF Redemptions	4,55,586	56,014
Tata Pension Management Private Limited	Investment Management Fees	3,012	1,153

The following amounts are outstanding at the end of the period

Name of Related Party	Name of Transaction	As on 30 <sup>th</sup> Sept, 2023	As on 31 <sup>st</sup> March, 2023
Tata Pension Management Private Limited	Investment Management Fees	551	314

## 12. Provisions

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

## 13. Investments falling under 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.

Corporate Bonds	As at 30 <sup>th</sup> Sept, 2023		As at 31 <sup>st</sup> March, 2023	
	Market value	% of industry	Market value	% of industry
Monetary intermediation of commercial banks, saving banks, postal savings bank and discount houses	49,89,829	100.00%	-	-
<b>Total</b>	<b>49,89,829</b>	<b>100.00%</b>	<b>-</b>	<b>-</b>

#### 14. Risk profiling

As per the PFRDA Circular dated 12th May, 2022 on Risk Profiling of Schemes managed by Pension Funds under NPS, the following table shows change in risk profiling in the Scheme

<b>Scheme Name</b>	<b>Risk Profile level at start of the current period</b>	<b>Risk Profile level at end of the current period</b>	<b>Number of changes in Risk Profile during the current period</b>
NPS Trust - A/c Tata Pension Management Private Limited Scheme A Tier I	Low to Moderate	Moderately High	Two time change - From Low to Moderate in the March 2023 quarter to Moderate in the June 2023 quarter and from Moderate in the June 2023 quarter to Moderately High in the September 2023 quarter

#### 15. Age wise disclosure for Shares / debentures / other application money pending allotment

<b>Security Name</b>	<b>Asset Type</b>	<b>Ageing</b>	<b>As on 30-Sept-2023</b>	<b>As on 31-March-2023</b>
NIL				

16. **Portfolio:** The full portfolio is given in Annexure A.

#### 17. Previous period figures

Previous period figures have been regrouped and rearranged, wherever necessary.

18. Figures have been rounded off to the nearest rupee.

**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME A - TIER I**  
**Portfolio statement for the half year ended 30th September 2023**

Name of the Instrument	As on 30th Sept, 2023		As on 31st March, 2023	
	Market Value (₹)	% of Portfolio	Market Value (₹)	% of Portfolio
<b>Debt Instruments -</b>				
<b>Bonds</b>				
07.74% SBI SERIES I PERPETUAL AT1 BONDS BASEL III 09 SEP 2025	29,99,576	40.83	-	-
08.25% BANK OF BARODA PERPETUAL BASEL III AT1 SERIES XII C 17 JUL 2025	19,90,253	27.09	-	-
<b>Cash / Cash Equivalent &amp; Net Current Assets</b>				
Money Market Mutual Funds				
AXIS OVERNIGHT FUND - DIRECT PLAN - GROWTH OPTION	23,09,848	31.44	-	-
UTI LIQUID CASH FUND DIRECT GROWTH	-	-	21,34,148	50.60
BARODA BNP PARIBAS LIQUID FUND DIRECT GROWTH	-	-	9,26,823	21.97
TATA LIQUID FUND DIRECT GROWTH	-	-	4,45,962	10.57
AXIS LIQUID FUND DIRECT GROWTH PLAN	-	-	3,80,577	9.02
DSP LIQUIDITY FUND DIRECT GROWTH PLAN	-	-	3,03,819	7.20
TATA OVERNIGHT FUND DIRECT GROWTH	-	-	25,805	0.61
Net Current Assets	47,522	0.65	840	0.02
<b>GRAND TOTAL</b>	<b>73,47,198</b>	<b>100.00</b>	<b>42,17,974</b>	<b>100.00</b>

**NPS TRUST – A/C TATA PENSION MANAGEMENT PRIVATE LIMITED**  
**SCHEME TAX SAVER - TIER II**

**Unaudited Financial Statements for the half year ended**  
**30 September 2023**

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**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME TAX SAVER - TIER II**  
**UNAUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2023**

Particulars	Schedules	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b><u>Liabilities</u></b>				
Unit Capital	1	28,14,121	21,61,651	40,975
Reserves and Surplus	2	1,90,629	80,472	188
Current Liabilities and Provisions	3	278	191	3
<b>Total</b>		<b>30,05,028</b>	<b>22,42,314</b>	<b>41,166</b>
<b><u>Assets</u></b>				
Investments	4	29,68,301	22,40,893	41,141
Deposits	5	-	-	-
Other Current Assets	6	36,727	1,421	25
<b>Total</b>		<b>30,05,028</b>	<b>22,42,314</b>	<b>41,166</b>
(a) Net assets as per Balance Sheets		30,04,750	22,42,123	41,163
(b) Number of units outstanding		2,81,412	2,16,165	4,098
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**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME TAX SAVER - TIER II**  
**UNAUDITED REVENUE ACCOUNT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2023**

Particulars	Schedules	Half Year ended Sept 30, 2023 ₹	Half Year ended March 31, 2023 ₹	Period ended Sept 30, 2022 ₹
<b>Income</b>				
Dividend		2,175	-	-
Interest		38,726	-	-
Profit on sale/redemption of investments		67,957	301	-
Profit on inter-scheme transfer/sale of investments		-	-	-
Unrealized gain on appreciation in investments		36,022	28,470	141
Other income				
- Miscellaneous Income		-	-	-
<b>Total Income (A)</b>		<b>1,44,880</b>	<b>28,771</b>	<b>141</b>
<b>Expenses and Losses</b>				
Unrealized losses in value of investments		66,675	-	-
Loss on sale/redemption of investments		-	-	-
Loss on inter-scheme transfer/sale of investments		-	-	-
Management fees (including GST)		1,421	449	3
NPS Trust fees		68	20	-
Custodian fees (including GST)		-	-	-
Depository and settlement charges (including GST)		64	-	-
Stamp Duty on Bond/Mutual Fund		-	-	-
CRA Fees		-	1	-
Less: Amount recoverable on sale of units on account of CRA Charges		-	(1)	-
Provision for Non-Performing Assets		-	-	-
Other Expenses		-	-	-
<b>Total Expenditure (B)</b>		<b>68,228</b>	<b>469</b>	<b>3</b>
<b>Surplus/(Deficit) for the year (A-B)</b>		<b>76,652</b>	<b>28,302</b>	<b>138</b>
Less: Amount transferred (to) / from Unrealised Appreciation Reserve		30,653	(28,470)	(141)
Less: Amount transferred (to) / from General Reserve		(1,07,305)	168	3
<b>Amount carried forward to Balance Sheet</b>		<b>-</b>	<b>-</b>	<b>-</b>

Significant Accounting Policies and Notes to Accounts

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**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME TAX SAVER - TIER II**  
**NOTES ANNEXED TO AND FORMING PART OF THE UNAUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2023**

Schedule 1	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Unit Capital</b>			
Outstanding at the beginning of the year	21,61,651	40,975	-
Add :Units issued during the year	6,52,470	21,20,676	41,025
Less: Units redeemed during the year	-	-	(50)
<b>Outstanding at the end of the year</b>	<b>28,14,121</b>	<b>21,61,651</b>	<b>40,975</b>
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>			
Outstanding units at the beginning of the year	2,16,165	4,098	-
Add :Units issued during the year	65,247	2,12,068	4,103
Less: Units redeemed during the year	(0)	-	(5)
<b>Outstanding units at the end of the year</b>	<b>2,81,412</b>	<b>2,16,165</b>	<b>4,098</b>
<b>Schedule 2</b>			
	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Reserves and Surplus</b>			
<b>Unit Premium Reserve</b>			
Opening Balance	52,032	50	-
Add: Premium on Units issued	33,505	51,982	50
Less: Premium on Units redeemed	-	-	-
Add: Transfer from General Reserve	-	-	-
Closing Balance	<b>85,537</b>	<b>52,032</b>	<b>50</b>
<b>General Reserve</b>			
Opening Balance	(171)	(3)	-
Add: Transfer from Revenue Account	1,07,305	(168)	(3)
Less: Transfer to Unit Premium Reserve	-	-	-
Closing Balance	<b>1,07,134</b>	<b>(171)</b>	<b>(3)</b>
<b>Unrealised Appreciation Reserve</b>			
Opening Balance	28,611	141	-
Add: Adjustment for Previous years unrealised appreciation reserve	-	-	-
Add/(Less): Transfer from/(to) Revenue Account	(30,653)	28,470	141
Closing Balance	<b>(2,042)</b>	<b>28,611</b>	<b>141</b>
<b>Total</b>	<b>1,90,629</b>	<b>80,472</b>	<b>188</b>
<b>Schedule 3</b>			
	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Current Liabilities and Provisions</b>			
<b>Current Liabilities</b>			
Sundry Creditors for expenses	255	175	2
Book Overdraft	-	-	-
Redemption Payable	-	-	-
TDS Payable	23	16	1
Contracts for purchase of investments	-	-	-
Amount Payable to Other Schemes	-	-	-
Provision for Interest overdue	-	-	-
Provision on upgraded assets	-	-	-
Interest received in Advance	-	-	-
<b>Total</b>	<b>278</b>	<b>191</b>	<b>3</b>



**NATIONAL PENSION SYSTEM TRUST**  
**NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME TAX SAVER - TIER II**  
**NOTES ANNEXED TO AND FORMING PART OF THE UNAUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2023**

Schedule 4	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Investments (Long Term and Short Term)</b>			
Equity Shares	5,56,209	-	-
Preference Shares	-	-	-
Debentures and Bonds Listed/Awaiting Listing	-	-	-
Central and State Government Securities (including treasury bills)	19,90,682	-	-
Commercial Paper	-	-	-
AIF's (Category I and Category II Only)/REITs/INVITs/Asset Backed Securities/ Commercial mortgage based Securities or Residential mortgage based securities	-	-	-
Basel III Tier I bonds	-	-	-
Others - Mutual Fund Units	4,21,410	22,40,893	41,141
Non Convertible Debentures classified as NPA	-	-	-
Less: Provision on Non performing investment	-	-	-
<b>Total</b>	<b>29,68,301</b>	<b>22,40,893</b>	<b>41,141</b>

Schedule 5	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Deposits</b>			
Deposits with Scheduled Banks	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>

Schedule 6	As at Sept 30, 2023 ₹	As at March 31, 2023 ₹	As at Sept 30, 2022 ₹
<b>Other Current Assets</b>			
Balances with bank in a current account	1	1,421	25
Contracts for sale of investments	-	-	-
Interest Receivable on Non-Performing Investments	-	-	-
Less: Provision for interest on Non-Performing Investment	-	-	-
Outstanding and accrued income	36,726	-	-
Dividend Receivable	-	-	-
Brokerage receivable from PFM	-	-	-
Application money pending allotment	-	-	-
Sundry Debtors	-	-	-
Redemption receivable on Non performing Investment	-	-	-
Less: Provision for Non Performing Investment	-	-	-
<b>Total</b>	<b>36,727</b>	<b>1,421</b>	<b>25</b>

## NATIONAL PENSION SYSTEM TRUST

NPS Trust - A/C Tata Pension Management Private Limited Scheme Tax Saver - Tier II

### Schedule 7: Significant accounting policies & notes to unaudited accounts for the half year ended 30 September 2023

#### A. Background

1. Tata Pension Management Private 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 Protean eGov Technologies Ltd., KFin Technologies Ltd. and Computer Age Management Services Ltd. being the Central Recordkeeping Agency (CRA) provides consolidated data to PFM for allotment / redemption of units and Axis Bank, being the Trustee Bank, provides / receives funds on consolidated basis in respect of such allotment / redemption.
2. 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 Fund
  - Scheme Tax Saver - Hybrid Investment Fund

The Key features of the Scheme presented in these financial statements are as under:

Scheme name	Investment criteria and objective
NPS Trust - A/c Tata Pension Management Private Limited Scheme Tax Saver Tier II	<p>This asset class will be invested in a diversified portfolio of quality and liquid stocks that provide above average return potential over the medium to long term and Liquid Funds to the limit of 10% of scheme corpus.</p> <p>Contributions of Funds by subscriber have restricted withdrawal with lock-in till 60 years of age.</p> <p>The investment objective is to optimize the returns.</p>

3. Central Record Keeping Agency (CRA) : Central Record Keeping Agency (CRA): Protean eGov Technologies Ltd., KFin Technologies Ltd., Computer Age Management Services Ltd. and PFRDA have set up Central Recordkeeping Agency (CRA) for the NPS.

CRA responsibilities 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, scanned copies of KYC documents and recording transactions relating to each subscriber PRAN,
- PRAN Transaction Statement,
- Providing Centralised Grievance Management System, periodic consolidated statement of transactions, subscriber maintenance services and claim processing cell,
- Record keeping
- An operational interface between PFRDA and other NPS intermediaries such as Pension Fund Managers, Annuity Service Providers, Trustee 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.

4. NPS Trust has designated Deutsche Bank AG as the custodian, who is responsible for safe custody of securities and settlements of trades.

## **B. Basis of preparation**

The financial statements have been prepared to comply with the PFRDA (Pension Fund) Regulations, 2015 including amendments thereof, PFRDA (Preparation of Financial Statements and Auditor's Report of Schemes under National Pension System) Guidelines - 2012, Accounting Standards notified under the Companies Act, 2013 read with Rule 3 of the Companies (Accounts) Amendment Rules, 2021 to the extent made applicable by the Authority's guidelines 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.

## **C. 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 CRISIL Limited w.e.f. effective 1st April, 2022. The Investment valuation methodology adopted by CRISIL 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.

**Debentures, corporate bonds, commercial papers and certificate of deposits:**

**Valuation of Debt Securities (other than government securities)**

Debt securities are valued at clean price, which means excluding accrued interest component of the security. If corporate bonds and debentures are quoted cum interest on the exchange, the valuation is done by excluding the

accrued interest portion (i.e. from the last due date of interest till date) from the quoted price, since the interest is accrued and accounted separately on a daily basis.

- i) All Instruments/Securities with residual maturity of more than 30 days :**
  - a. In respect of the Traded Securities, the traded price are taken subject to the fulfilment of the conditions practiced/adopted by the valuation agency after consultation with NPS Trust and PFs.
  - b. In respect of the non traded Securities, the securities are valued on the basis of scrip level prices released by the valuation agency in consultation with NPS Trust and PFs.
  - c. In case of new security purchased for which price is not available, such security valued on the basis of scrip level price (for coupon bearing securities) / scrip level yield (for discounted securities) at which the securities are purchased.
- ii) All Instruments/Securities with residual maturity of upto 30 days:** The securities are valued by amortisation on a straight-line basis to maturity from last valuation price as long as it is within the prescribed range, (presently  $\pm 0.025\%$ , i.e.  $\pm 2.5$  basis points) of the reference price provided by the valuation agency.
- iii) Only Callable Bonds (single/multiple call options),** which are callable by the issuer, are valued at lowest value on each call option date.
- iv) Only Puttable Bonds (single/multiple put options),** which are puttable by the investor, are valued at highest value on each put option date.
- v) Securities with both Put and Call option (single/multiple) on the same day** is deemed to mature on the Put/Call option day and is valued accordingly.
- vi) Partly paid bonds** are valued at cost till it is fully paid.
- vii) Perpetual bond with single/multiple call options** are valued at lowest price on each option date.

#### **Central and State Government Securities:**

- i) Securities with residual maturity of more than 30 days:** The security is valued on the basis of scrip level prices released by the valuation agency on the same basis as debt securities maturing greater than 30 days.
- ii) Securities with residual maturity of upto 30 days :** The security is valued through amortization on the same basis as debt securities maturing upto 30 days.

### **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.

### **Valuation policy for securities below investment grade (securities which were of investment grade at the time of purchase but which have fallen below the investment grade):**

In the cases of securities below BBB -, the same are valued as below:

All non-investment grade debt securities except with default rating (other than Government securities) and securities where credit rating agencies have suspended the ratings but are performing assets as per PFRDA guidelines are valued at a discount of 25% of the face value.

All non-investment grade debt securities (other than Government securities) not covered above are valued at the indicative haircut matrix or price provided by the valuation agency. In case the security is traded where the haircut has been applied, lower of the haircut matrix based price and trade price are considered.

**REIT/InVIT:** The investments in units of REIT/InVIT shall be valued on the basis of last closing price at the principal stock exchange (last closing price should not be later than 30 days). If not traded on principal stock exchange, the closing price on any other stock exchange where units are traded will be used.

### **D. Income Recognition**

Dividend Income is accounted on accrual basis and 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.

Other income of a miscellaneous nature is accounted for as and when realised.

#### **E. Units Reconciliation**

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

#### **F. Investment Management Fees**

Investment management fees are recognised on daily accrual basis on closing Asset Under Management (AUM) in accordance with IMA.

The Company has charged investment management fee as per the below slab structure basis the aggregate AUM managed by the PFM under all Schemes.

<b>AUM Slab</b>	<b>Investment management fees %</b>
Upto Rs. 10,000 crores	0.09%
Rs. 10,001 crores to Rs. 50,000 crores	0.06%
Rs. 50,001 crores to Rs. 150,000 crores	0.05%
Above Rs. 150,000 crores	0.03%

The above rates of Investment Management Fee are exclusive of brokerage, custodian fee and applicable taxes thereon. The brokerage shall be adjusted against scheme NAV, subject to maximum brokerage to be charged to the scheme @ 0.03% (including applicable taxes on brokerage) on equity transactions only.



#### **G. Trustee Fees**

Trustee fees are charged at the rate of 0.005% per annum and are recognised on daily accrual basis on closing Asset Under Management

#### **H. 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. Depository and settlement charges are recognised on transaction basis.

#### **I. 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.

#### **J. Computation of NAV**

The NAV of the units is determined by dividing the net assets, including investments recognised and valued as per the accounting policies, by the number of outstanding units on the valuation date.

#### **K. Income Taxes**

No provision for income tax has been made since the income of the Schemes is exempt under Section 10(44) of the Income Tax Act, 1961.

#### **L. Non-Performing Assets**

Investments are classified as non-performing based on PFRDA (Identification, Income Recognition, and provisioning of NPA) Guidance Note 2013 and as per suggested SOPs. An investment is regarded as non-performing in interest / principal or both amounts have not been received or remained outstanding for 90 days for such income / instruments has fallen due.

Provisions are made for non-performing investments as per the extant prescribed in the guidelines by PFRDA as shown below:

<b>Period due from the date of classification as NPS</b>	<b>Provision to be made on book value (%)</b>
3 months	50%
6 months	75%
9 months	100%

Allocation of any recovery of NPA will be appropriated as under:

- Firstly, towards principal amount
- Excess over principal amount to be adjusted towards interest accrued in the books.
- Balance amount towards interest amount recorded in memorandum account.

## M. Notes to unaudited accounts for the half year ended 30 September 2023

### 1. Investments

All investments are performing assets and are held in the name of the NPS Trust. All investments are traded investments.

2. The Investment management fees including GST during the Current Period is ₹ 1,421. (Previous Period ₹ 449).

3. **Purchase/Sale of Investments:** The aggregate value of purchase and sales of investments during the period and expressed as a percentage of average daily net asset are as under:

Current Period				Previous Period			
Purchase	%	Sales	%	Purchase	%	Sales	%
51,43,981	192.39	43,85,919	164.04	21,86,191	250.84	15,051	1.73

4. The aggregate value of non-traded investments (other than government securities) where investments have been valued "in good faith" exceed 5% of the NAV as at 30th September, 2023 is Nil. (Previous Period ₹ Nil).

### 5. Net Asset Value:

Current Period		Previous Period
As on 30th Sept, 2023*	As on 28th Sept, 2023**	As on 31st March, 2023
₹ 10.6774	₹ 10.6404	₹ 10.3723

\* NAV not declared, being a non - business day

\*\* On last business day

6. **Income and Expenditure:** The total income and expenditure for the period as a percentage of the scheme's average net assets are as under:

Current Period				Previous Period			
Income		Expenditure		Income		Expenditure	
₹	%	₹	%	₹	%	₹	%
1,44,880	5.42	68,228	2.55	28,771	3.30	469	0.05

**7. Other disclosures:**

<b>Particulars</b>	<b>Current Period</b>	<b>Previous Period</b>
Non performing investments- Carrying value	Nil	Nil
Non performing investments- Market value	Nil	Nil
Contingent liabilities	Nil	Nil
Brokerage, custodial fees and other charges to entities where PFM or its subsidiaries or its major shareholders have substantial interest	Nil	Nil

- 8. Investment in associates and group companies:** The Scheme has made following investment in the Associates and Group companies (Tata Consultancy Services Limited and Tata Mutual Fund) of the PFM and its Sponsor Company (Tata Asset Management Private Limited):

<b>Name of Scheme</b>	<b>Current Period</b>		<b>Previous Period</b>	
	<b>No. of Units 30<sup>th</sup> Sept, 2023</b>	<b>Market Value as on 30<sup>th</sup> Sept, 2023 (₹)</b>	<b>No. of Units 31<sup>st</sup> March, 2023</b>	<b>Market Value as on 31<sup>st</sup> March, 2023 (₹)</b>
Tata Consultancy Services Limited	10.000	35,286	-	-
Tata Liquid Fund - Direct Plan - Growth	6.130	22,517	6.130	21,760

- 9. Aggregate Unrealized Gain / Loss as at the end of the Current Period and percentage to net assets:**

<b>Particular</b>	<b>As on 30<sup>th</sup> Sept, 2023</b>		<b>As on 31<sup>st</sup> March, 2023</b>	
	<b>₹</b>	<b>% to Net Assets</b>	<b>₹</b>	<b>% to Net Assets</b>
Unrealized Gain	36,022	1.20	28,470	1.27
Unrealized Loss	66,675	2.22	-	-
Net Unrealized Gain/(Loss)	(30,653)	(1.02)	28,470	1.27

- 10. As at the end of the current period, there are no open positions of derivatives in the scheme.**

## 11. Details of transactions with sponsor and its related parties

Nature of relationship	Name of the related party
Pension Fund Manager	Tata Pension Management Private Limited
Sponsor and Holding Company	Tata Asset Management Private Limited

The following represents significant transactions between the Company and its related parties

Name of Related Party	Name of Transaction	Current Period	Previous Period
Tata Consultancy Services Limited	Equity Investments	34,945	-
Tata Mutual Fund	MF Redemptions	-	15,019
Tata Pension Management Private Limited	Investment Management Fees	1,421	449

The following amounts are outstanding at the end of the period

Name of Related Party	Name of Transaction	As on 30 <sup>th</sup> Sept, 2023	As on 31 <sup>st</sup> March, 2023
Tata Pension Management Private Limited	Investment Management Fees	238	167

## 12. Provisions

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

## 13. Investments falling under 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.

Equity	As at 30 <sup>th</sup> Sept, 2023		As at 31 <sup>st</sup> March, 2023	
	Market value	% of industry	Market value	% of industry
Other civil engineering projects n.e.c.	75,589	13.59%	-	-
Monetary intermediation of commercial banks, saving banks, postal savings bank and discount houses	75,445	13.56%	-	-

Manufacture of other petroleum n.e.c.	58,625	10.54%	-	-
Manufacture of medicinal substances used in the manufacture of pharmaceuticals: antibiotics, endocrine products, basic vitamins; opium derivatives; sulphha drugs; serums and plasmas; salicylic acid, its salts and esters; glycosides and vegetable alkal	40,828	7.34%	-	-
Manufacture of soap all forms	36,984	6.65%	-	-
Computer consultancy and computer facilities management activities	35,286	6.34%	-	-
Manufacture of motorcycles, scooters, mopeds etc. and their engine	34,470	6.20%	-	-
Life insurance	32,635	5.87%	-	-
Manufacture of other electrical equipment	31,105	5.59%	-	-
Manufacture of tractors used in agriculture and forestry	31,085	5.59%	-	-
Writing , modifying, testing of computer program to meet the needs of a particular client excluding web-page designing	28,709	5.16%	-	-
Others	75,448	13.57%	-	-
<b>Total</b>	<b>5,56,209</b>	<b>100.00%</b>	<b>-</b>	<b>-</b>

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

**14. Age wise disclosure for Shares / debentures / other application money pending allotment**

Security Name	Asset Type	Ageing	As on 30-Sept-2023	As on 31-March-2023
NIL				

**15. Portfolio:** The full portfolio is given in Annexure A.

**16. Previous period figures**

Previous period figures have been regrouped and rearranged, wherever necessary.

**17.** Figures have been rounded off to the nearest rupee.

## NATIONAL PENSION SYSTEM TRUST

## NPS TRUST - A/C TATA PENSION MANAGEMENT PRIVATE LIMITED SCHEME TAX SAVER - TIER II

## Portfolio statement for the half year ended 30th September 2023

Name of the Instrument	As on 30th Sept, 2023		As on 31st March, 2023	
	Market Value (₹)	% of Portfolio	Market Value (₹)	% of Portfolio
<b>Equity Instruments -</b>				
<b>Shares</b>				
LARSEN AND TOURBO	75,589	2.52	-	-
RELIANCE INDUSTRY LIMITED	58,625	1.95	-	-
HDFC BANK LTD.	38,158	1.27	-	-
HINDUSTAN UNILEVER LIMITED	36,984	1.23	-	-
TATA CONSULTANCY LIMITED	35,286	1.17	-	-
EICHER MOTORS LIMITED	34,470	1.15	-	-
SBI LIFE INSURANCE CO LTD	32,635	1.09	-	-
THERMAX LIMITED	31,105	1.04	-	-
MAHINDRA & MAHINDRA EQUITY	31,085	1.03	-	-
STATE BANK OF INDIA EQUITY	29,928	1.00	-	-
SUN PHARMACEUTICALS EQUITY	28,966	0.96	-	-
INFOSYS TECHNOLOGIES LIMITED	28,709	0.96	-	-
ITC	22,220	0.74	-	-
DABUR INDIA LTD.	13,790	0.46	-	-
POWER GRID CORPORATION	13,184	0.44	-	-
ICICI LOMBARD GENERAL INSURANCE COMPANY LTD	13,096	0.44	-	-
CIPLA	11,862	0.39	-	-
COAL INDIA LTD.	7,380	0.25	-	-
FEDERAL BANK	7,360	0.24	-	-
JIO FINANCIAL SERVICES LIMITED	5,780	0.19	-	-
<b>Debt Instruments -</b>				
<b>Central Government Securities</b>				
07.30% GOVT. STOCK 19 JUNE 2053	9,86,418	32.83	-	-
7.41% GSEC 19 DEC 2036	5,03,878	16.77	-	-
07.26% GOVT. STOCK 06 FEB 2033	5,00,386	16.65	-	-
<b>Cash / Cash Equivalent &amp; Net Current Assets</b>				
Money Market Mutual Funds				
AXIS OVERNIGHT FUND - DIRECT PLAN - GROWTH OPTION	3,39,333	11.29	-	-
DSP LIQUIDITY FUND DIRECT GROWTH PLAN	59,561	1.98	57,557	2.57
TATA LIQUID FUND DIRECT GROWTH	22,517	0.75	21,760	0.97
UTI LIQUID CASH FUND DIRECT GROWTH	-	-	12,69,019	56.60
BARODA BNP PARIBAS LIQUID FUND DIRECT GROWTH	-	-	5,00,209	22.31
AXIS LIQUID FUND DIRECT GROWTH PLAN	-	-	3,92,348	17.50
Net Current Assets	36,449	1.21	1,230	0.05
<b>GRAND TOTAL</b>	<b>30,04,750</b>	<b>100.00</b>	<b>22,42,123</b>	<b>100.00</b>