

**LIC PENSION FUND LIMITED**

**ANNUAL REPORT**

**COMPRISING**

**AUDITED FINANCIAL STATEMENTS**

**OF**

**ALL THE SCHEMES**

**2016-17**

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**LIC PENSION FUND LIMITED**  
**Annual Report (Schemes) 2016-17**

**Background**

LIC Pension Fund Limited was incorporated in 2007 under the Companies Act 1956 by Life Insurance Corporation of India, the sponsor, with the main objective to act as a Fund Manager for managing the funds received from NPS Trust. The Company manages the Investment portfolio as prescribed in the Investment Management Agreement (IMA) signed between NPS Trust and LIC Pension Fund Limited as well as according to Investment guidelines issued by Pension Fund Regulatory & Development Authority (PFRDA) from time to time. Till 2012-13, LIC PFL has been managing the funds for Central Government Scheme, State Government Scheme, NPS Lite Scheme (on Govt. Pattern) and Corporate CG Scheme. On 18.04.2013, LIC Pension Fund was authorized by the PFRDA to manage the NPS Funds for Private sector also and an IMA (Investment Management Agreement) was signed between the LIC Pension Fund Ltd and NPS Trust stating the terms and conditions of managing pension fund under private sector. In the year 2015-16, a new scheme Atal Pension Yojana (APY) was introduced and LIC Pension Fund Ltd was interested with managing the funds under the scheme as one of the fund manager. During the current financial year two more new schemes under private sector was introduced from 1<sup>st</sup> October 2016 by PFRDA and LIC Pension Fund Ltd is one of the fund managers to receive NPS fund under these schemes.

**Asset under Management**

Name of the Scheme	AUM as on 31.03.2017 (Rs. In Cr.)	NAV as on 31.03.2017	Amount Received during 2016-17 from NPS Trust (Rs in Cr)	AUM as on 31.03.2016 (Rs. In Cr.)	NAV as on 31.03.2016
Central Govt. Scheme	20,721.72	23.9808	3884.01	14,721.97	21.1809
State Govt. Scheme	28188.31	21.4375	6231.92	19,119.86	18.9238
NPS Lite Scheme	759.66	19.7232	64.67	607.40	17.3643
Corporate-CG-Scheme	1872.99	15.8133	1057.15	671.32	13.8870
E Tier I	220.78	16.0524	86.58	104.95	13.2415
C Tier I	137.83	15.1425	56.27	71.42	13.5637
G Tier I	175.85	15.5362	91.89	71.18	13.5910
E Tier II	3.69	13.4738	2.42	0.90	11.1234
C Tier II	3.26	14.2400	2.23	0.83	12.6788
G Tier II	4.30	15.5579	2.98	1.06	13.7035
Atal Pension Yojana (APY)	620.79	12.1823	413.58	166.87	10.7131
A Tier I	0.07	10.2511	0.07	N.A.	N.A.
A Tier II	0.01	10.1274	0.01	N.A.	N.A.
<b>Total</b>	<b>52,709.26</b>		<b>11,893.78</b>	<b>35,537.76</b>	





Allocation of Assets as on 31.03.2017

1) Central Govt. Scheme (Rs in crore)

Name of the Scheme	Govt. Security (including SDLs)	NCDs/NCBs	Equity	Money Market Instruments	Other (cash & cash equivalents)	Total
Allocation as on 31.03.2017	10,076.13 48.63%	7,243.02 34.95%	2,769.95 13.37%	138.70 0.67%	493.32 2.38%	20,721.72 100.00%
Allocation as on 31.03.2016	7,668.27 52.09%	5,151.26 34.99%	1,440.10 9.78%	61.76 0.42%	400.59 2.72%	14,721.97 100.00%

2) State Govt. Scheme (Rs in crore)

Name of the Scheme	Govt. Security (including SDL)	NCDs/NCBs	Equity	Money Market Instruments	Other (cash & cash equivalents)	Total
Allocation as on 31.03.2017	13606.28 48.27%	9888.45 35.08%	3574.59 12.68%	381.97 1.36%	737.02 2.61%	28188.31 100.00%
Allocation as on 31.03.2016	9779.21 51.15%	6859.76 35.88%	1798.55 9.41%	148.79 0.78%	533.55 2.79%	19119.86 100.00%

3) NPS Lite Scheme (Rs in crore)

Name of the Scheme	G Security (including SDL)	NCDs/NCBs	Equity	Money Market Instruments	Other (cash & cash equivalents)	Total
Allocation as on 31.03.2017	363.15 47.80%	273.58 36.02%	101.63 13.38%	12.90 1.69%	8.40 1.11%	759.66 100.00%
Allocation as on 31.03.2016	322.70 53.13%	205.50 33.83%	56.02 9.22%	6.24 1.03%	16.95 2.79%	607.40 100.00%

4) Corporate CG Scheme (Rs in crore)

Name of the Scheme	G Security (including SDL)	NCDs/NCBs	Equity	Money Market Instruments	Other (cash & cash equivalents)	Total
Allocation as on 31.03.2017	910.63 48.62%	662.74 35.38%	249.98 13.35%	8.80 0.47%	40.84 2.18%	1872.99 100.00%
Allocation as on 31.03.2016	326.28 48.60%	251.35 37.44%	72.39 10.78%	4.55 0.68%	16.75 2.50%	671.32 100.00%



5) Scheme E, Tier I (Rs in crore)

Name of the Scheme	Equity Portfolio	Money Market Instruments	Other (cash & cash equivalents)	Total
Allocation as on 31.03.2017	215.12 97.44%	6.37 2.88%	-0.71 -0.32%	220.78 100.00%
Allocation as on 31.03.2016	99.26 94.58%	4.87 4.64%	0.82 0.79%	104.95 100.00%

6) Scheme C, Tier I (Rs in crore)

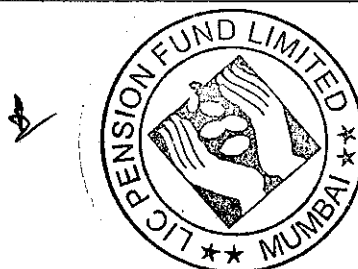
Name of the Scheme	Debt Portfolio	Money Market Instruments	Other (cash & cash equivalents)	Total
Allocation as on 31.03.2017	128.53 93.25%	5.01 3.63%	4.29 3.12%	137.83 100.00%
Allocation as on 31.03.2016	66.54 93.17%	2.1 2.94%	2.77 3.88%	71.42 100.00%

7) Scheme G, Tier I (Rs in crore)

Name of the Scheme	Govt. Securities (incl. SDLs)	Money Market Instruments	Other (cash & cash equivalents)	Total
Allocation as on 31.03.2017	162.99 92.69%	8.34 4.74%	4.52 2.57%	175.85 100.00%
Allocation as on 31.03.2016	65.28 91.72%	0.69 0.96%	5.21 7.32%	71.18 100.00%

8) Scheme E, Tier II (Rs in crore)

Name of the Scheme	Equity Portfolio	Money Market Instruments	Other (cash & cash equivalents)	Total
Allocation as on 31.03.2017	3.47 94.04%	0.10 2.76%	0.12 3.20%	3.69 100.00%
Allocation as on 31.03.2016	0.85 94.64%	0.03 3.20%	0.02 2.16%	0.90 100.00%



9) Scheme C, Tier II (Rs in crore)

Name of the Scheme	Debt Portfolio	Money Market Instruments	Other (cash & cash equivalents)	Total
Allocation as on 31.03.2017	2.90 89.01%	0.13 4.10%	0.22 6.90%	3.26 100.00%
Allocation as on 31.03.2016	0.77 92.04%	0.04 4.97%	0.02 2.99%	0.83 100.00%

10) Scheme G, Tier II (Rs in crore)

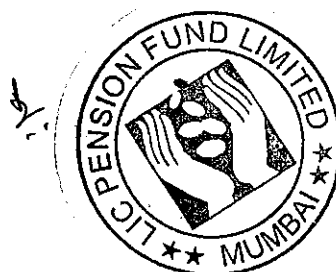
Name of the Scheme	Govt. Securities including SDL	Money Market Instruments	Other (cash & cash equivalents)	Total
Allocation as on 31.03.2017	4.13 96.19%	0.09 2.13%	0.07 1.68%	4.30 100.00%
Allocation as on 31.03.2016	0.0996 95.18%	0.0035 3.37%	0.0015 1.45%	0.1046 100.00%

11) Atal Pension Yojana (APY) (Rs in crore)

Name of the Scheme	G Security (including SDL)	NCDs/NCBs	Equity	Money Market Instruments	Other (cash & cash equivalents)	Total
Allocation as on 31.03.2017	304.41 49.04%	211.12 34.01%	84.84 13.67%	9.03 1.45%	11.39 1.83%	620.79 100.00%
Allocation as on 31.03.2016	78.89 47.27%	62.13 37.23%	18.61 11.15%	2.83 1.70%	4.41 2.64%	166.87 100.00%

12) Scheme A, Tier I (Rs in crore)

Name of the Scheme	Alternative Investments	Money Market Instruments	Other (cash & cash equivalents)	Total
Allocation as on 31.03.2017	0.00	0.06 93.47%	0.01 6.57%	0.07
Allocation as on 31.03.2016	N.A.	N.A.	N.A.	N.A.



13) Scheme A, Tier II (Rs in crore)

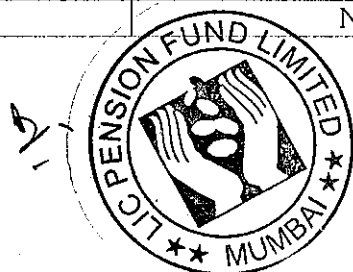
Name of the Scheme	Alternative Investments	Money Market Instruments	Other (cash & cash equivalents)	Total
Allocation as on 31.03.2017	0.00	0.01 79.01%	0.00 21.27%	0.01
Allocation as on 31.03.2016	N.A.	N.A.	N.A.	N.A.

The AUM as on 31.03.2017 was Rs 52,709.26 crore (taking all the schemes together) as against Rs 35,537.76 crore as on 31.03.2016, with a growth of 48.32%. The growth in the AUM of Central Govt. Scheme was 40.75%, State Govt. scheme was 47.43%, NPS Lite Scheme was 25.07%, Corporate CG Scheme was 179.00% and for Atal Pension Yojana growth was 272.05% for the financial year 2016-17. For private sector, the growth was 118.02% for all the Private Schemes E, C, G and A (Tier I & II) as a whole for the financial year 2016-17. During the current financial year two new scheme named A Tier and A Tier II were introduced by the NPS Trust/PFRDA from 1.10.2016.

**Investment objectives of the schemes:-** The Central Government has introduced the National Pension System (NPS) with effect from 01 January 2004, initially for the new entrants to Central Government services (excluding Armed Forces) State Government services, with an objective to promote old age income security by establishing, developing and regulating pension funds. LIC Pension fund was selected along with other two fund managers, SBI Pension Fund Pvt. Ltd and UTI Retirement Solution Ltd through a selection process to manage the NPS funds for Govt. Sector. This was further renewed pursuant to a Request for Proposal (RFP) dated 16<sup>th</sup> February, 2012 floated by PFRDA for managing the pension assets of the government employees, including employees of Central Government autonomous organizations, covered by the NPS notified from 01.01.2004. Further as per directive of PFRDA, Corporate CG scheme was carved out of Central Govt. Scheme on 1.11.2012. On 18.04.2013, LIC Pension Fund was authorized by the PFRDA to manage the NPS Funds for Private sector also.

Performance at a glance as on 31.03.2017 \*

Name of the Scheme	5 Year Rolling CAGR	3 Year Rolling CAGR	Annualized Return for 1 Yr
Central Govt Scheme	11.12%	12.60%	13.35%
State Govt Scheme	11.34%	12.76%	13.33%
NPS Lite Scheme (Govt pattern)	11.42%	12.80%	13.65%
Corporate CG Scheme	N.A.	12.90%	13.87%
Atal Pension Yojana (APY)	N.A.	N.A.	13.71%
E Tier I	N.A.	12.49%	21.22%
C Tier I	N.A.	12.15%	11.64%
G Tier I	N.A.	13.76%	14.31%
E Tier II	N.A.	10.90%	21.13%
C Tier II	N.A.	10.97%	12.31%
G Tier II	N.A.	13.33%	13.68%
A Tier I	N.A.	N.A.	5.34%
A Tier II	N.A.	N.A.	2.71%



\* Past performance may or may not be sustained in future.

The above table reflects the annualized returns of each scheme which reflects our performance. We are confident that with our steady performance & promoter credential i.e., LIC's brand name, we will be able to serve the very basic purpose of the schemes for Govt. Sector as well as of Private Sector.

**Basis and Policy of Investments underlying the scheme:-**

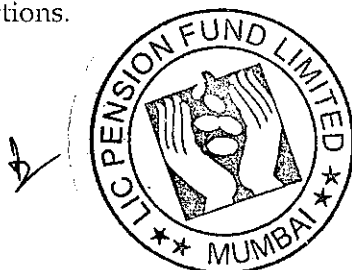
Funds received from NPS Trust through Axis Bank (the Trustee Bank) under eleven schemes managed by LIC PFL are invested as per investment pattern stipulated by PFRDA and the terms and conditions laid down in Schedule II (for Govt. and Private sector) of the Investment Management Agreement (IMA). The Investment Guidelines issued by PFRDA from time to time and the internal investment guidelines approved by the Board of LIC PFL, for the investment of funds in equity, debt & money market instruments also contain exposure norms, prudential norms, minimum required credit rating, financials of the company, price volatility, returns generated as compared to the benchmark etc which are taken into consideration before arriving at any investment decision. It is ensured that each scheme maintains appropriate mix of long/short term duration of instruments to ensure that liquidity is available to meet redemptions as and when necessary and the scheme generated market related returns. Efforts are taken to minimize the risks associated with investment by continuous monitoring of the financials of the companies in which investments have been made, identifying the risks and steps to be taken to mitigate these risks as laid down in the risk policy. The primary objective of generating reasonable returns on the long term savings of the subscribers is always kept in mind for taking any investment decision.

The investments under the schemes are made in securities such as Equity, Bonds, Debentures, Govt. Securities including State Development Loans, Fixed Deposits and Money market Instruments etc.. The valuation of all the securities is done on Marked to Market basis as provided by Stock Holding Corporation of India Ltd (SHCIL) except fixed Deposits which is valued on amortization basis. The Price and redemption value of the units can go up as well as down with the fluctuations in the market value of its underlying investment.

**Liabilities and responsibilities of the Pension Fund: -**

The Pension Fund is responsible for managing the funds received from NPS Trust through its trustee bank i.e. Axis Bank (Current Trustee Banker)/Bank of India (Previous Trustee Banker), on day to day basis in accordance with the investment Guidelines, Scheme Objectives, the Deed of Trust and provisions of the PFRDA, rules/guidelines/directions/notifications/circulars/regulations and law in force from time to time. The LICPFL acts as the Investment Manager of the Schemes with respect to the investment and reinvestment of the cash, securities and other properties comprising the assets of each scheme with full discretionary authority in accordance with the investment policies set forth in the IMA and guidelines/directions issued by NPS Trust /PFRDA from time to time. All transactions entered into by LICPFL are in accordance with the PFRDA Guidelines, Trust deed and the Code of ethics prescribed by the NPS Trust.

While taking Investment decisions for all class of assets, LIC PFL has taken all due diligence, promptness and vigilance in carrying out its duties and in protecting the rights and interest of the subscribers, with emphasis on safety and security with optimum returns. LIC PFL has not invested any amount in speculative transactions.



There is a team of well qualified and experienced professionals in the Company, who are managing the funds of the Schemes.

LICPFL was incorporated by the Sponsor exclusively to manage the Pension Schemes independently and take adequate steps to ensure that the interests of the subscribers are not compromised in any manner and does not undertake any other business activity except activities relating to Pension Fund management for pension schemes regulated by PFRDA and not charged any fees on investment of its own assets to the schemes.

LICPFL has not given any undue or unfair advantage to any associates or dealt with any of its associate company in any manner detrimental to interest of the subscribers. LICPFL has not utilised the services of the sponsor or any of its associates, employees or their relatives, for the purpose of any securities transaction and distribution and sale of securities. During last year not even a single transaction was there with LIC of India, the Sponsor (if any), and the same was reported as NIL to NPS Trust in our monthly /Quarterly statements.

LICPFL is providing information on performance of NAV, portfolio composition for all the schemes managed by the Company to subscribers through Central Record Keeping Agency (CRA) and displaying the same in the Company's website regularly.

LICPFL is complying with all the provisions of the guidelines and all investments are made in the interest of the subscribers, prescribed by the PFRDA/NPS Trust from time to time and deviations, if any, are regularly being reported to PFRDA/NPS Trust.

LICPFL has not invested any amount of the pension fund outside the territory of India either directly or indirectly.

LIC Pension Fund shall be liable to make good any such losses arising out of any breach of the clauses of the IMA or have failed to discharge of its duty with due care and diligence or have failed to observe or perform any representation, warranty or undertaking given under the agreement.

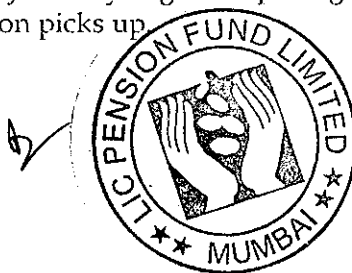
#### Evaluation of Current Economic conditions:

##### Indian Economy:

The Indian economy advanced 7 percent year-on-year in the last three months of 2016, slowing from an upwardly revised 7.4 percent rise in the previous quarter but beating expectations of a 6.4 percent growth. The expansion was mainly driven by a surge public spending and agriculture. The GDP is expected to grow at 7.1 percent in the fiscal year ending on March 2017. GDP Annual Growth Rate in India averaged 6.10 percent from 1951 until 2016, reaching an all time high of 11.40 percent in the first quarter of 2010 and a record low of -5.20 percent in the fourth quarter of 1979.

##### Industrial production surprises positively:

After a transient drop in industrial production, January 2017 IIP growth rebounded at 2.70% as against (-) 0.1% in December 2016. While the upturn was partly because of favorable base effect, quick pace of re-monetization has helped restore a sequential increase in industrial production by 4% month on month. The growth has been primarily led by higher capital goods and consumer durable goods production as the pace of re-monetization picks up.



Within manufacturing, nine out of the 22 groups have shown positive growth with 'electrical machinery' registering the highest positive growth of 42.4% followed by 21.8% in 'radio, TV and communication equipment & apparatus' and 12.4% in 'basic metals'. Meanwhile, 'office, accounting and computing machinery' has shown the highest negative growth of (-)16% followed by (-)14.8% in 'food products and beverages' and (-)13.4% in 'other transport equipment'.

Mining sector production grew 5.3% after growing 5.5% in December. Electricity production growth was at 3.9% from 6.3% in December. The cumulative IIP growth is 0.6% in 10MFY17.

Capital goods production surged 10.7% after a contraction of (-) 3.9% in December. After a brief hiatus, 'insulated cable, rubber' (weight: 0.12%) sector has again contributed the highest to the IIP growth (282.8%), followed by 'HR coils/skelp' (40.0%) and 'telephone instruments including mobile phones and accessories' (31.7%). Meanwhile, consumer durables production saw a growth of 2.9% compared to (-) 8.9% in December indicating stability in urban demand. However, non-durables sector production growth remained sluggish at (-) 3.2% suggesting that rural demand remains tepid. Overall, the deceleration in consumer goods sector slowed to (-) 1% compared to (-) 6.0% in December. Notably, some sectors like gems and jewelry and textiles continue to reel from the aftereffects of demonetization, contributing negatively to IIP growth

#### CPI inflation accelerated to 3.65% in February 2017.

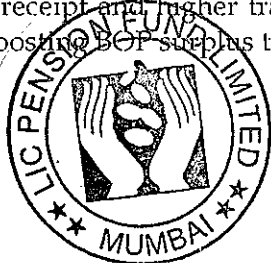
CPI inflation accelerated to 3.65% in February after the lows of 3.2% seen in January. While there was an unfavorable base effect, sequential increase in prices of some subcomponents also contributed to the rise. Food inflation contracted marginally ((-) 0.1% mom), with year-on-year print of 2.0% from 1.8% in January. On a sequential basis, the downtick was owing to continued contraction in pulses ((-)4.5% while sugar (1.6%) and fruits (1.7%) have accelerated further and vegetables and cereals seem to have bottomed out. High frequency data for mandi prices are indicating a mixed picture with pulses showing continuation of correction while cereals and vegetables prices show further pick-up.

Core inflation eased marginally to 4.75% from 4.95% in January despite printing a second consecutive month of sequential increase. Miscellaneous items inflation eased to 4.8%. Within miscellaneous, personal care and effect category eased substantially to 5.1%, even as sequentially it picked up. Transport and communication (T&C) category increased 0.3% month-on-month reflecting increase in petrol and diesel pump prices with the annual print at 5.4%. Refined core inflation (core inflation excluding petrol and diesel within T&C) would have seen further drop. While the internals of this component will be released later, we expect February 'refined' core inflation around 4.3% (in contrast to the commonly tracked core inflation)

#### Fiscal prudence:

The Union Budget for FY 2018 had maintained the trend of a lower fiscal deficit without compromising on investment requirements. The Fiscal Responsibility and Budget Management (FRBM) Review Committee has favoured total Government debt to GDP of 60% by 2023 and fiscal deficit of 3% for the next three years with an escape clause of 0.5% to provide some spending facility. FY 2018, the fiscal deficit was targeted of 3.2% and committed to achieve 3% in FY2019.

Current Account Deficit (CAD) remained broadly comfortable in Q2FY2017, at US\$ 3.4 billion (0.6% of GDP), higher than US\$ 0.3 billion (0.1% of GDP) in Q1FY2017 even as it deteriorated compared to Q1FY17 on the back of lower invisible receipt and higher trade deficit. Capital account inflows have been strong buoyed by FDI flows and boosting BOP surplus to US\$ 37.2 billion.



2QFY17 saw capital flows buoyed by net FDI flows, which increased to US\$17.2 bn compared to US\$4.1 bn in 1QFY17. Net FPI flows also strengthened with net inflows of US\$6.1 bn against US\$2.1 bn in 1QFY17 helped by robust improvement in debt flows. However, this trend has reversed in 3QFY17 and will be a drag on capital flows.

ECBs witnessed net outflow of US\$2.5 bn owing to repayments of overseas borrowings while accretion to NRI deposits increased marginally to US\$2.1 bn from US\$1.4 bn in 1QFY17. BOP surplus improved to US\$8.5 bn against US\$7 bn in 4QFY16.

On Monetary policy front, Reserve Bank of India (RBI) at its meeting held on 6<sup>th</sup> April 2017 kept policy rate unchanged at 6.25%. However, the RBI narrowed the policy rate corridor to 50 bps from 100 bps. Thus it hiked the reverse repo rate by 25 bps from 5.75% to 6.0% and cut the marginal standing facility (MSF) rate by 25 bps to 6.50% from 6.75%.

The Monetary Policy Committee (MPC) reiterated its commitment to bring headlines CPI inflation closer to its target of 4% on durable basis and in a calibrated manner. Thus, the MPC decided to keep the repo unchanged while maintaining its neutral policy stance. The future course of monetary policy will be largely data dependent on how macroeconomic conditions are evolving.

#### Global Economy:

Global growth for 2016 is now estimated at 3.1 percent, in line with the October 2016 forecast. Economic activity in both advanced economies and Economic Markets and Developing Economies (EMDEs) is forecast to accelerate in 2017-18, with global growth projected to be 3.4 percent and 3.6 percent, respectively, again unchanged from the October forecasts.

Advanced economies are now projected to grow by 1.9 percent in 2017 and 2.0 percent in 2018, 0.1 and 0.2 percentage points more than in the October forecast, respectively. As noted, this forecast is particularly uncertain in light of potential changes in the policy stance of the United States under the new administration. The projection for the United States is the one with the highest likelihood among a wide range of possible scenarios. It assumes a fiscal stimulus that leads growth to rise to 2.3 percent in 2017 and 2.5 percent in 2018, a cumulative increase in GDP of ½ percentage point relative to the October forecast. Growth projections for 2017 have also been revised upward for Germany, Japan, Spain, and the United Kingdom, mostly on account of a stronger-than-expected performance during the latter part of 2016. These upward revisions more than offset the downward revisions to the outlook for Italy and Korea.

#### Equity and Debt Market:

Nifty 50 has shown upward movement and registered a growth of 18.55 % during current Financial Year.. FII's were Net buyer to the extent of Rs. 53696.00 crore.

Market has ended at close to 52-week high at 9173.75 on 31.03.2017. The equity Market has absorbed demonetization shock and US election results and took positive cues from the Union Budget and Assembly elections in the states and rallied further. Though Profit Booking is expected at very higher level, as liquidity continues to remain in surplus in Indian banking system and excellent policy engineering undertaken by the Central Bank in the current economic scenario, it is expected that the Equity Market may touch new high in next financial year on account of following reasons:



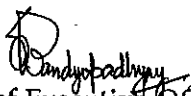


- Healthy pace of reforms continues
- Economy should grow at higher rate.
- Interest rates are likely to still come down.
- Any volatility induced by global events should provide good entry points.

As regard to debt market, in an unexpected move the MPC, in its credit policy review on 6<sup>th</sup> December 2016, voted unanimously to keep the policy rate unchanged at 6.25% and more importantly, shifted its stance to neutral from accommodative.

As per RBI, the recent decline in headline CPI inflation is primarily due to lower food prices (vegetables and pulses) while core inflation (excluding food and fuel) has remained sticky. Thus RBI projects headline inflation in the range of 4.0% to 4.5% in the first half of FY 2018 and 4.5% to 5.0% in the second half of FY 2018 with balanced risk. The RBI is now focused on bringing headline inflation closer to its medium term target of 4.0% on a durable basis and calibrated manner. Thus RBI decided to change the policy stance from accommodative to neutral while keeping policy rate on hold so that the impact of demonetization on inflation and growth can be assessed. The change in policy stance to neutral suggests approaching an end to rate cutting cycle. Thus on February 8, 2017 there was a sharp reversal in bond yields of more than 30 bps with 10 year benchmark Government Security closing at yield of 6.75%.

Given the uncertainty due to global policy environment and global financial market development, RBI is likely to remain in a prolonged pause mode. In such a scenario, shorter or medium duration bonds may be preferred.

  
Chief Executive Officer



**LIC PENSION FUND LIMITED  
NATIONAL PENSION SYSTEM TRUST**

**COMBINED BALANCE SHEET OF ALL PENSION SCHEMES AS AT MARCH 31, 2017**

Particulars	Schedule	March 31, 2017	March 31, 2016
(In ₹)			
<b>Liabilities</b>			
Unit Capital	1	242,188,191,229	182,296,938,135
Reserves and Surplus	2	284,904,300,873	173,080,750,938
Current Liabilities and Provisions	3	474,068,655	58,997,457
<b>Total</b>		<b>527,566,560,757</b>	<b>355,436,686,530</b>
<b>Assets</b>			
Investments	4	510,825,990,057	342,371,705,672
Deposits	5	3,190,960,685	3,194,460,685
Other Current Assets	6	13,549,610,015	9,870,520,173
<b>Total</b>		<b>527,566,560,757</b>	<b>355,436,686,530</b>
(a) Net assets as per Balance Sheets		527,092,492,102	355,377,689,073
(b) Number of units outstanding		24,218,819,123	18,229,693,814

This is the Balance Sheet referred to in our report of even date.

For PKF SRIDHAR & SANTHANAM LLP

Chartered Accountants

Firm Regn No.- 0039905/S200018

*R. Suriyanarayana*  
Partner

Membership No.- 201402

Date: 13 July 2017

Place: Mumbai

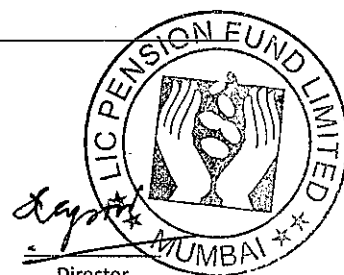


For LIC Pension Fund Ltd

*Dandya Chaudhary*  
MD & CEO

Date:

Place: Mumbai



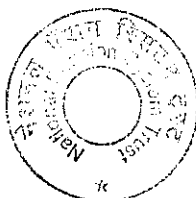
For and on Behalf of NPS Trust

*Shailesh V. Haribhakti*

Shailesh V. Haribhakti  
(Chairman, NPS Trust Board)

Date: 13 JUL 2017

Place: Mumbai



*Kamal Chaudhry*

Kamal Chaudhry  
(Chief Executive Officer)

**LIC PENSION FUND LIMITED  
NATIONAL PENSION SYSTEM TRUST**

**COMBINED REVENUE ACCOUNT OF ALL PENSION SCHEMES FOR THE YEAR ENDED MARCH 31, 2017**

Particulars	March 31, 2017	March 31, 2016
<b>Income</b>		
Dividend	599,596,456	516,938,217
Interest	30,906,881,874	21,925,825,341
Profit on sale/redemption of investments	2,754,356,517	1,129,449,751
Profit on inter-scheme transfer/sale of investments	-	6,663,036
Unrealised gain on appreciation in investments	19,396,350,997	16,759,685
Other Income	34	4
<b>Total Income (A)</b>	<b>53,657,185,878</b>	<b>23,595,636,034</b>
<b>Expenses and losses</b>		
Unrealised losses in value of investments	13,723,821	4,633,783,859
Loss on sale/redemption of investments	433,963,055	743,628,193
Loss on inter-scheme transfer/sale of investments	-	4,265,755
Management fees (including service tax)	52,403,286	34,345,713
NPS Trust Fees	44,735,491	13,568,603
Custodian fees	17,161,500	23,359,859
Depository and settlement charges	4,873,421	746,284
CRA fees	114,633,502	62,088,510
Less: Amount recoverable by sale of units on account of CRA Charges	(114,633,502)	(62,088,510)
Provision for Non Performing Assets	313,306,180	60,981,500
Other Expenses	6	2
<b>Total Expenditure (B)</b>	<b>880,166,760</b>	<b>5,514,679,768</b>
<b>Surplus/(Deficit) for the year (A-B)</b>	<b>52,777,019,118</b>	<b>18,080,956,266</b>
Less: Amount transferred to Unrealised appreciation account	19,396,350,997	16,759,685
Less: Amount transferred to General Reserve	33,380,668,121	18,064,196,581
<b>Amount carried forward to Balance Sheet</b>	<b>-</b>	<b>-</b>

This is the Revenue Account referred to in our report of even date.

For PKF SRIDHAR & SANTHANAM LLP

Chartered Accountants

Firm Regn No.- 0039905/S200018

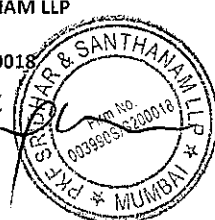
R. Suriyanarayanan

Partner

Membership No.- 201402

Date: 13 July 2017

Place: Mumbai

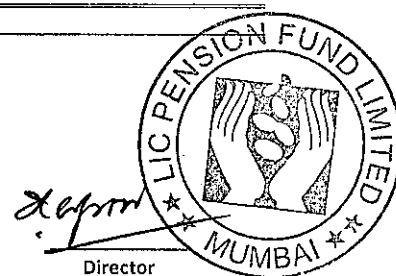


For LIC Pension Fund Ltd

*[Signature]*  
MD & CEO

Date:

Place: Mumbai



*[Signature]*  
Director

For and on Behalf of NPS Trust

*[Signature]*  
Shailesh V. Haribhakti

(Chairman, NPS Trust Board)

Date: 13 JUL 2017

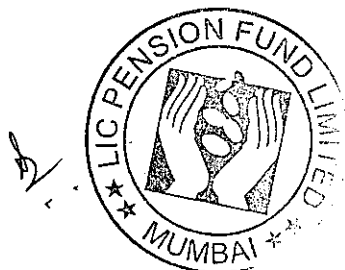
Place: Mumbai



*[Signature]*  
Kamal Chaudhry  
(Chief Executive Officer)

**NATIONAL PENSION SYSTEM TRUST**  
**NOTES ANNEXED TO AND FORMING PART OF THE COMBINED BALANCE SHEET OF ALL PENSION SCHEMES**  
**AS AT MARCH 31, 2017**

Schedule 1 - Unit Capital	March 31, 2017	March 31, 2016
Outstanding at the beginning of the year	182,296,938,135	129,085,655,341
Add: Units issued during the year	61,211,175,519	53,771,703,932
Less: Units redeemed during the year	1,319,922,425	560,421,138
Outstanding at the end of the year (₹)	<u>242,188,191,229</u>	<u>182,296,938,135</u>
(Face Value of Rs.10/- each unit, fully paid up)		
Outstanding units at the beginning of the year	18,229,693,814	12,908,565,534
Add: Units issued during the year	6,121,117,552	5,377,170,393
Less: Units redeemed during the year	131,992,243	56,042,114
Outstanding Units at the end of the year	<u>24,218,819,123</u>	<u>18,229,693,814</u>
Schedule 2 - Reserves and Surplus		
Reserves and Surplus		
Unit Premium Reserve		
Opening Balance	105,555,697,474	61,571,498,408
Add: Premium on Units issued	60,326,448,908	97,207,114,645
Less: Premium on Units redeemed	1,279,918,091	53,222,915,579
Add: Transfer from General Reserve	-	-
Closing Balance	<u>164,602,228,291</u>	<u>105,555,697,474</u>
General Reserve		
Opening Balance	51,395,040,026	33,330,843,445
Add: Transfer from Revenue Account	33,380,668,121	18,064,196,581
Less: Transfer to Unit Premium Reserve	-	-
Closing Balance	<u>84,775,708,147</u>	<u>51,395,040,026</u>
Unrealised Appreciation Account		
Opening Balance	16,130,013,438	16,113,253,753
Add/(Less): Transfer from/(to) Revenue Account	19,396,350,997	16,759,685
Closing Balance	<u>35,526,364,435</u>	<u>16,130,013,438</u>
Total	<u>284,904,300,873</u>	<u>173,080,750,938</u>

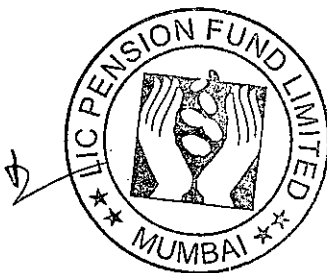


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**Schedule 3 - Current Liabilities and Provisions**

**Current Liabilities**

Sundry Creditors for expenses	47,794,854	35,778,933
Book Overdraft	-	-
Redemption Payable	144,545,764	17,726,614
TDS Payable	888,649	-
Contract for Purchase of Investments	43,875,338	-
Amount Payable to Other Schemes	-	-
Provision for Interest overdue	-	5,491,910
Provision on upgraded assets	111,787,680	-
Interest received in Advance	125,176,370	-
<b>Total</b>	<b>474,068,655</b>	<b>58,997,457</b>



#### Schedule 4 - Investments

##### Investments (Long Term and Short Term)

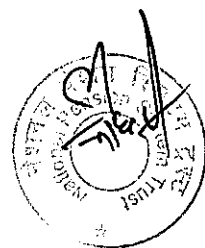
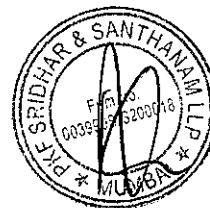
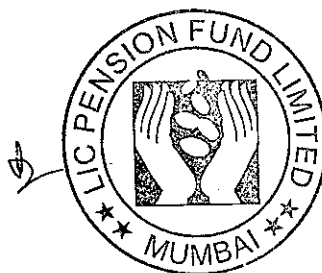
Equity Shares	69,995,837,058	33,852,893,265
Debentures and Bonds Listed/Awaiting Listing	180,837,871,702	122,778,573,414
Central and State Government Securities (including treasury bills)	254,277,241,606	182,416,208,804
Commercial Paper	-	-
Others - Mutual Fund Units	5,715,039,691	3,324,030,189
Total	<u>510,825,990,057</u>	<u>342,371,705,672</u>

#### Schedule 5 - Deposits

Deposits with Scheduled Banks	3,190,960,685	3,194,460,685
Total	<u>3,190,960,685</u>	<u>3,194,460,685</u>

#### Schedule 6 - Other Current Assets

Balances with bank in current account	729,934,010	342,541,642
Contracts for sale of investments	-	166,625,846
Outstanding and accrued income	12,734,332,629	9,330,314,417
Brokerage receivable from PFM	101,366	46,258
Application money pending allotment	1,500,000	-
Sundry Debtors	83,742,010	30,992,010
Total	<u>13,549,610,015</u>	<u>9,870,520,173</u>



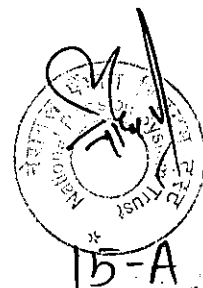
## NATIONAL PENSION SYSTEM TRUST

### NPS Trust A/c – LIC Pension Fund Limited -Scheme: All Schemes

#### SCHEDULE 7: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER EXPLANATORY INFORMATION FOR THE YEAR ENDED MARCH 31, 2017

##### A. Background

1. LIC Pension Fund Limited is appointed as a Pension Fund Manager (PFM) by the National Pension System Trust (NPS Trust) for the management of Pension Fund and for this purpose it has entered into an Investment Management Agreement (IMA) with the NPS Trust. As per unbundled architecture of the NPS Trust, the main responsibility of the PFM is to manage funds in accordance with the laid down guidelines and declare the Net Asset Value (NAV). As per the architecture, the NSDL e-Governance Infrastructure Ltd. and Karvy Computershare Private Limited, being the Central Recordkeeping Agencies (CRA) provides consolidated data to PFM for allotment/redemption of units and Axis Bank Ltd., being the Trustee Bank, provides / receives funds on consolidated basis in respect of such allotment / redemption. Unit capital is accounted for on the basis of data received from CRA and transfer of funds through Trustee Bank.
2. CRA's responsibilities includes:
  - a. Recordkeeping, Administration and Customer service functions for NPS subscribers,
  - b. Providing Unique Permanent Retirement Account Number (PRAN) to each subscriber,
  - c. Maintaining database of all PRANs issued and recording transactions relating to each subscriber's PRAN,
  - d. PRAN Transaction Statement,
  - e. An operational interface between PFRDA and other NPS intermediaries such as Pension Funds, Annuity Service Providers, Trustee Bank etc.
  - f. CRA is responsible to resolve all queries pertaining to investors. CRA informs about the subscription and redemption to Pension Fund Managers (PFM) and also instructs Trustee Bank to credit PFM's pool account maintained with them.
3. NPS Trust has designated Stock Holding Corporation of India Ltd. (SHCIL) as the custodian, who is responsible for safe custody of securities and settlement of trades. Further, SHCIL has also been designated as valuation service provider, which is responsible for providing rates for valuation, which is used by PFM for valuation of investments. SHCIL also updates the ratings of Bonds and G – Sec as well as Corporate Action.
4. The Trustee bank provides subscription funds on a consolidated basis for all the schemes managed by PFM and credits the same to a control account, wherefrom the funds are transferred by the PFM to the respective schemes. The PFM records receipt of funds in the respective schemes only.



5. CRA fees, as per the unbundled architecture of the NPS Trust are charged to the scheme as claimed by CRA. PFM receives the scheme – wise subscription funds after deduction of CRA fees.

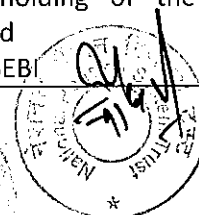
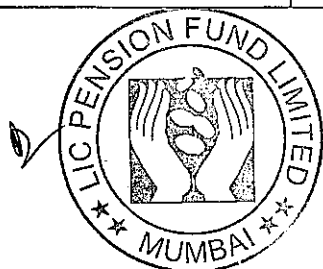
## B. Scheme particulars

1. **Investment objective:** The investment objective of the scheme is to optimise returns on investments.
2. **Commencement:** The Scheme commenced its operations is given below :-

Sr. No.	Name of Scheme	Date of Inception
1.	Scheme E – Tier I	23 <sup>rd</sup> July 2013
2.	Scheme E – Tier II	23 <sup>rd</sup> July 2013
3.	Scheme C – Tier I	23 <sup>rd</sup> July 2013
4.	Scheme C – Tier II	12 <sup>th</sup> August 2013
5.	Scheme G – Tier I	12 <sup>th</sup> August 2013
6.	Scheme G – Tier II	12 <sup>th</sup> August 2013
7.	Scheme A – Tier I	10 <sup>th</sup> October 2016
8.	Scheme A – Tier II	10 <sup>th</sup> October 2016
9.	Scheme - Central Govt.	1 <sup>st</sup> April 2008
10.	Scheme - State Govt.	25 <sup>th</sup> June 2009
11.	NPS Lite Scheme – Govt. Pattern	4 <sup>th</sup> October 2010
12.	Scheme - Corporate CG	5 <sup>th</sup> November 2012
13.	Atal Pension Yojana	1 <sup>st</sup> June 2015

3. **Investment pattern to be followed as per PFRDA Regulations:**

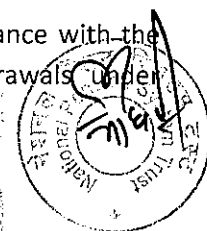
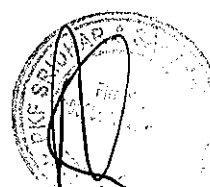
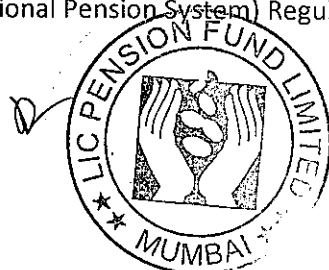
Sr. No.	Name of Scheme	Investment Objective
1.	Scheme E – Tier I	To optimize returns through investments in :- a. Shares of companies which are listed in BSE or NSE which have market capitalization of not less than Rs. 5000 crore as on the date of investment and on which derivatives are available; b. Units of Mutual funds regulated by the SEBI, which have minimum 65% of their investment in shares of body corporates listed on BSE or NSE; c. ETFs / Index Funds regulated by the SEBI that replicate the portfolio of either BSE Index of NSE Nifty 50 Index; d. ETFs issued by SEBI regulated Mutual Funds constructed specifically for disinvestment of shareholding of the Government of India in body corporate; and e. Exchange traded derivatives regulated by SEBI
2.	Scheme E – Tier II	





3.	Scheme C – Tier I	To optimize returns through investments in: - a. Listed (or proposed to be listed) debt securities issued by bodies corporate, including banks and public financial institutions, which have a minimum residual maturity period of three years from the date of investment; b. Basel III Tier – 1 Bonds issued by scheduled commercial banks under RBI Guidelines; c. Rupee Bonds having an outstanding maturity of at least 3 years issued by institutions of the International Bank for Reconstruction and Development, International Finance Corporation and the Asian Development Bank; and d. Term deposit Receipts of not less than one year duration issued by scheduled commercial banks.												
4.	Scheme C – Tier II													
5.	Scheme G – Tier I	To optimize returns through investments in: - a. Government Securities; b. Other Securities the principal whereof and interest whereon is fully and unconditionally guaranteed by the Central Government or any State Government; and c. Units of mutual funds set up as dedicated funds for investment in Government securities and regulated by the SEBI.												
6.	Scheme G – Tier II													
7.	Scheme A – Tier I	To optimize returns through investments in: - a. Commercial mortgage based securities or Residential mortgaged based securities b. Units issued by Real Estate Investment Trusts regulated by the Securities and Exchange Board of India c. Asset backed securities regulated by the Securities and Exchange Board of India d. Units of Infrastructure Investment Trusts regulated by the Securities and Exchange Board of India e. Alternative Investment Funds (AIF Category I & II) registered with Securities and Exchange Board of India.												
8.	Scheme A – Tier II													
9.	Scheme - Central Govt.	To optimize returns by investing in the instruments as per the following prescribed limits: - <table><tr><th>Instrument</th><th>Limit</th></tr><tr><td>Govt. Securities</td><td>Upto 50%</td></tr><tr><td>Debt Securities i.e. Corporate Bonds, Term Deposit Receipts etc.</td><td>Upto 45%</td></tr><tr><td>Short Term Debt Instruments and related investments</td><td>Upto 5%</td></tr><tr><td>Equity and related investments</td><td>Upto 15%</td></tr><tr><td>Asset Backed, Trust Structured and Miscellaneous Investments</td><td>Upto 5%</td></tr></table>	Instrument	Limit	Govt. Securities	Upto 50%	Debt Securities i.e. Corporate Bonds, Term Deposit Receipts etc.	Upto 45%	Short Term Debt Instruments and related investments	Upto 5%	Equity and related investments	Upto 15%	Asset Backed, Trust Structured and Miscellaneous Investments	Upto 5%
Instrument	Limit													
Govt. Securities	Upto 50%													
Debt Securities i.e. Corporate Bonds, Term Deposit Receipts etc.	Upto 45%													
Short Term Debt Instruments and related investments	Upto 5%													
Equity and related investments	Upto 15%													
Asset Backed, Trust Structured and Miscellaneous Investments	Upto 5%													
10.	Scheme – State Govt.													
11.	NPS Lite Scheme – Govt. Pattern													
12.	Scheme – Corporate CG													
13.	Atal Pension Yojana													

4. Contributions to the Scheme by the investors are withdrawable in accordance with the Pension Fund Regulatory and Development Authority Exit and Withdrawals under National Pension System) Regulations, 2015.



## C. Significant Accounting Policies

### A. Basis of accounting

The financial statements have been prepared to comply with the PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012, Accounting Standards notified under Section 133 of the Companies Act, 2013 to the extent made applicable by PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012 and generally accepted accounting principles. These financial statements have been prepared on an accrual basis.

### B. Investments

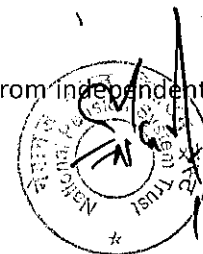
- (i) Transactions for purchase or sale of Investments in Government securities, Non Convertible Bonds/Debentures, Equity shares, Fixed Deposits and Mutual Funds units are recognized as of the trade date except in case of subscriptions to Private/Public Offerings of debts which are recognized on allotment.
- (ii) In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed.
- (iii) The cost of investments acquired or purchased includes applicable taxes and stamp charges but exclude brokerage and other transactional charges.
- (iv) In respect of privately placed debt instruments, any front-end discounts offered are reduced from the cost of the investment.
- (v) Investments are reconciled with the custodian records on daily basis.
- (vi) Rights / Bonus entitlements, if any, are accounted on ex-right/ ex-bonus date of the principal stock exchange

### C. Investment Valuation

The below mentioned valuation of investment is carried out by Stock Holding Corporation of India as per the tripartite agreement among NPS Trust, LIC Pension Fund Limited and Stock Holding Corporation of India Ltd. Any deviations from the guidelines issued by PFRDA are mentioned in point 'D'.

#### Securities traded at a stock exchange:

- i. Equity securities are valued at the daily close price on the National Stock Exchange.
- ii. Debt securities (other than government securities) are valued at the NSE weighted average traded price on that day.
- iii. Money market instruments like commercial paper and certificate of deposit with residual maturity of up to 60 days, valued at the weighted average price at which they are traded on the particular valuation day. When such securities are not traded on a particular valuation day then they are valued at amortized cost.
- iv. Government securities are valued at aggregated prices received daily from independent valuation agencies i.e. CRISIL and ICRA.



- v. Investments in mutual fund schemes are valued based on the latest available/previous day's net asset value from AMFI website.

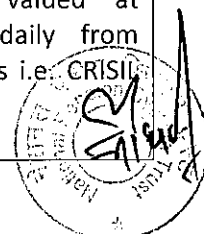
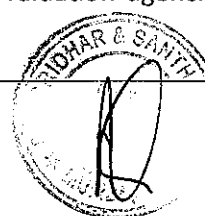
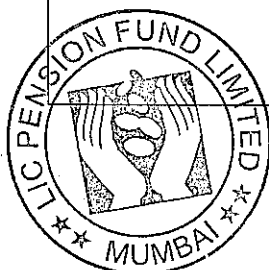
**Securities not traded at a stock exchange:**

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

- i. Equity instruments shall generally be 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.
- ii. Debt securities not traded on a valuation day :
  - a. With residual maturity over 60 days are valued on a yield to maturity basis, based on average of spreads provided by CRISIL and ICRA.
  - b. With residual maturity up to 60 days are valued at last traded price plus the difference between the redemption value and last traded price, spread uniformly over remaining maturity period of the instrument.
- iii. Performing non government debt securities below Investment Grade of BBB- are valued at a discount of 25% to Face Value.

**D. The valuation Policy of the Scheme, as advised by SHCIL, is at variance with PFRDA guidelines. The details of the variation are as under:**

<b>PFRDA Guidelines :</b>	<b>Valuation Policy :</b>
<b>1. Securities traded at a stock exchange:</b> Debt securities (other than government securities) are valued at the last quoted closing price on the Principal exchange on which the security is traded.	Debt securities (other than government securities) are valued at the NSE weighted average traded price on that day.
<b>2. Securities not traded at a stock exchange :</b> When a debt security (Other than government Security ) is not traded on any stock exchange on a particular valuation date, the value at which was traded on any other stock exchange on the earliest previous day is used, provided that such day is not more than 15 days.	<ol style="list-style-type: none"> <li>a. With residual maturity over 60 days are valued on a yield to maturity basis, based on average of spreads provided by CRISIL and ICRA.</li> <li>b. With residual maturity up to 60 days are valued at last traded price plus the difference between the redemption value and last traded price, spread uniformly over remaining maturity period of the instrument.</li> </ol>
<b>3. Valuation of G-sec at YTM based on prevailing market prices.</b>	Government securities are valued at aggregated prices received daily from independent valuation agencies i.e. CRISIL and ICRA.



#### E. Non Performing Investments:

Investments are classified as non-performing based on PFRDA (Identification, Income Recognition and Provisioning of NPA) Guidance Note 2013. An Investment is regarded as non-performing if interest / principal or both amounts have not been received or remained outstanding for one quarter from the day such income/instrument has fallen due.

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

Period past due from the date of classification of assets as NPA	% Provision On Book Value
3 months	50%
6 months	75%
9 months	100%

On classification of the instrument as NPA no further interest is accrued on the investment and a provision for all interest accrued is made.

#### Re-schedulement of NPA:

In case any issuer of debt security defaults in the payment of interest and installment of principal, if any, and the pension fund has accepted re-schedulement of NPA, it may be reclassified as performing asset, if next two coupons/ installments of principal, if applicable, is regularly serviced as rescheduled.

Written – back of provisioning of interest: Upon reclassification of assets as performing assets

- i) In case an issuer has fully cleared all the arrears of interest, the interest provision can be written back in full.

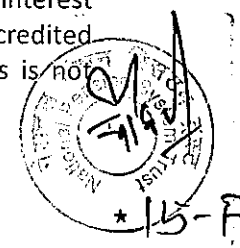
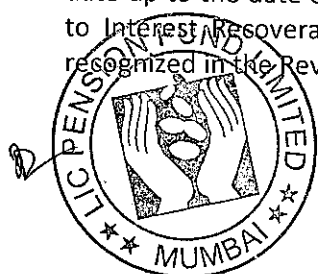
Written – back of provisioning of principal: The provision made for the principal can be written back in the following manner:

- i) 100 % of the assets provided for in the books will be written back at the end of second calendar quarter, where the provision of principal was made due to the interest defaults only.
- ii) 50 % of the assets provided for in the books will be written back at the end of second calendar quarter and 25 % after every subsequent quarter, where both principal and interest were in default earlier.

#### F. Income Recognition

##### (i) Interest Income

In respect of all interest-bearing investments, income is accrued on a daily basis. Interest paid for the period from the last interest date up to the date of purchase is not treated as a cost of purchase but debited to Interest Recoverable Account. Similarly interest received at the time of sale for the period from the last interest date up to the date of sale is not treated as an addition to sale value but is credited to Interest Recoverable Account. Interest on Non-Performing Investments is not recognized in the Revenue Account till received.



(ii) **Dividend Income:**

Dividend income is recognized on "Ex-dividend" date.

**G. Expenses**

All allowable expenses and incomes accrued up to the valuation date are considered for computation of Net asset value. Major expenses like Investment Management Fees and NPS Trust Fees are accrued on a daily basis.

**H. Taxes**

All taxes which are leviable and actually paid are charged to the NAV of the Fund and are borne by the Subscriber. Any subsequent refund on this account, if any, is added to the scheme/fund as income.

**I. Unit Capital and Unit Premium Reserve**

Unit Capital is tallied with CRA records on daily basis. Difference between the issue/redemption price and face value of the units is credited / debited to unit premium reserve.

**J. Computation of the Net Asset Value (NAV):**

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

**K.** As per the unbundled architecture of National Pension Scheme, unit allocations and redemptions are accounted by PFM on the basis of consolidated data received from the Central Record Keeping Agency.

**L. Investment Management Fees:**

As per the terms of the Investment Management Agreement entered between National Pension System Trust and LIC Pension Fund Limited, management fees is calculated as a percentage of schemes daily closing net asset value.

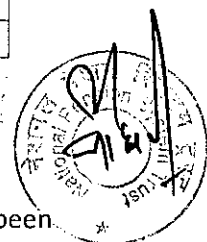
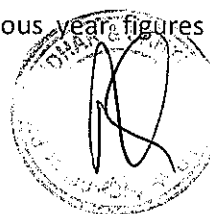
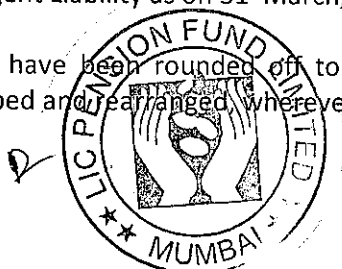
**Notes to Accounts**

- i. **Non-Performing Assets:** As per PFRDA (Identification, Income Recognition and Provisioning of NPA) Guidance Note 2013 a debt security ('asset') are classified as 'Non-Performing Asset' (NPA) if the interest and/or installment of principal have not been received or remained outstanding for one quarter, from the day such income and/or installment principal was due. The provision for NPA made upto 31.03.2017 is as below:

Particulars	31-Mar-17	31-Mar-16
Book Value (Rs.)	788,666,668	685,479,668
Provision for NPA (Rs.)	726,105,166	524,586,666
Carrying Cost (Rs.)	62,561,502	160,893,002
Market Value (Rs.)	75,000,000	191,813,000
% of NPA(Gross) to AUM	0.15	0.19

- ii. Contingent Liability as on 31<sup>st</sup> March, 2017 is **NIL**. (Previous Year – **NIL**).

- iii. Figures have been rounded off to the nearest rupee. Previous year figures have been regrouped and rearranged wherever necessary.



**INDEPENDENT AUDITOR'S REPORT**

**TO**

**THE TRUSTEES,**

**NATIONAL PENSION SYSTEM TRUST (NPS Trust)**

***Report on Financial Statements***

1. We have audited the accompanying financial statements of Scheme 05: **NPS Trust A/c – LIC Pension Fund Scheme E-Tier I under the National Pension System Trust (NPS Trust)** managed by LIC Pension Fund Ltd. (PFM) [in terms of clause 3 of PFRDA (preparation of Financial Statements) Guidelines 2012] which comprises of the Balance sheet as at March 31, 2017 and the Revenue account for the year then ended, and a summary of significant accounting policies and other explanatory information.

***Management's Responsibility for the Financial Statements***

2. The Board of Directors of the PFM, in accordance with the applicable Pension Fund Regulatory and Development Authority (PFRDA) Guidelines and the Investment Management Agreement (IMA) with the National Pension System trust (NPS Trust) is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Scheme in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Companies Act, 2013 read with the Rule 7 of the Companies (Accounts) Rule 2014, to the extent made applicable by PFRDA to Scheme. This responsibility also includes maintenance of records in accordance with PFRDA guidelines for safeguarding of the assets of the Company and preventing frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. These financial statements are also approved by the NPS Trust on the recommendation of the Board of Directors of the PFM.

***Auditor's Responsibility***

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's



judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the PFM's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by PFM, as well as evaluating the overall presentation of the financial statements.

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Opinion**

6. In our opinion and to the best of our information and according to the explanations given to us the financial statements give the information required by the PFRDA (Preparation of Financial Statements and Auditor's Report of schemes under National Pension System) Guidelines 2012, and give a true and fair view in conformity with the accounting principles generally accepted in India:
  - i) in the case of the Balance Sheet, of the state of affairs of the Scheme as at March 31, 2017;
  - ii) in the case of the Revenue Account, of the surplus of the Scheme for the period ended on that date; and

### **Emphasis of Matter**

7. As explained in Note No. 71 giving background of the Scheme regarding unbundled architecture, the PFM receives consolidated funds and does not have access to the individual subscribers' data. However, based on the individual subscribers' data and break-up of balance in bank accounts provided to us by the CRA, without modifying our opinion, we invite attention to the following:
  - a) Rs. 3,35,83,305/- is lying with Trustee Bank as on 31<sup>st</sup> March, 2017 (Previous Year Rs. 3,02,55,607/-the units in respect of which have been allotted in the next financial year on receipt of funds by the PFM. This does not have any impact on the surplus for the period; though the subscription received pending allotments as well as balances with bank are understated by the said amount.
  - b) As informed by CRA, Rs 93,93,380 pertaining to all PFMs & all schemes and cannot be identified PFM wise or scheme wise, is lying with the Trustee Bank on account of the following:

Particulars	(Rs)
Amount pertaining to subscriber/nodal office for the withdrawals executed/erroneous requests processed by either by CRA/ Nodal Offices (Part of the amount is yet to be transferred to the beneficiary ex: transaction with multiple nominees)	48,80,246
Amount received from Bank of India (these funds have been received from Bank of India, erstwhile Trustee Bank, and it is not yet reconciled)	36,910



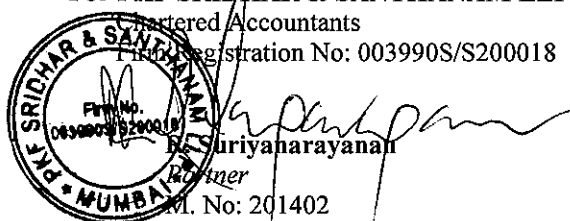
Surplus for PFRDA instructions	16,172
Amount received from ASPs (The cases wherein the funds were sent to ASPs and subsequently, the subscriber has cancelled the Annuity as the subscriber during the free look period.)	44,59,705
Pay-in residual	347
<b>Total</b>	<b>93,93,380</b>

Above amounts do not have any impact on the surplus for the year.

#### ***Report on Other Legal and Regulatory Requirements***

8. As required by the PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012, as amended we report that:
- We have obtained all information and explanations which to the best of our knowledge and belief were necessary for the purpose of the audit,
  - The Balance Sheet and Revenue account of the Scheme are in agreement with the books of account of the Scheme,
  - In our opinion, proper books of account of the scheme, as required by the PFRDA has been maintained by the PFM so far as appears from our examination of those books.
  - All transactions expenses in excess of the limits contractually agreed to/approved by the Authority are borne by the Pension Fund (if any) and are not charged to the NAV of the Scheme
  - In our opinion the Balance Sheet and Revenue account of the Scheme dealt with by this report comply with the Accounting Standards notified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rule, 2014 to the extent made applicable by PFRDA
9. We further certify that
- Investments has been valued in accordance with the guidelines issued by the Authority;
  - Transaction and claims/fee raised by different entities are in accordance with the prescribed fees

**For PKF SRIDHAR & SANTHANAM LLP**



Mumbai:

11 3 JUL 2017

11 3 JUL 2017



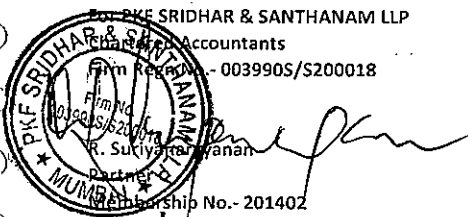
NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - E TIER I

BALANCE SHEET AS AT MARCH 31, 2017

	Schedules	As at March 31, 2017 ₹	As at March 31, 2016 ₹
<b>Liabilities</b>			
Unit Capital	1	1,375,392,878	792,588,758
Reserves and Surplus	2	832,447,650	256,920,736
Current Liabilities and Provisions	3	8,543,335	240,130
<b>Total</b>		<b>2,216,383,863</b>	<b>1,049,749,624</b>
<b>Assets</b>			
Investments	4	2,214,895,515	1,041,265,013
Deposits	5		
Other Current Assets	6	1,488,348	8,484,611
<b>Total</b>		<b>2,216,383,863</b>	<b>1,049,749,624</b>
(a) Net assets as per Balance Sheet		2,207,840,528	1,049,509,494
(b) Number of Units outstanding		137,539,288	79,258,876
Significant Accounting Policies and Notes to Accounts	7		

This is the Balance Sheet referred to in our report of even date.

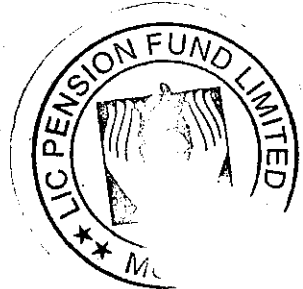


Date: 11 3 JUL 2017  
Place: Mumbai

For LIC Pension Fund Ltd

*[Signature]*  
MD & CEO

*[Signature]*  
Director



Date:  
Place: Mumbai

For and on Behalf of NPS Trust

*[Signature]*

Shailesh V. Haribhakti  
(Chairman, NPS Trust Board)

*[Signature]*

Kamal Chaudhry  
(Chief Executive Officer)

Date: 13 JUL 2017  
Place: Mumbai



NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - E TIER I

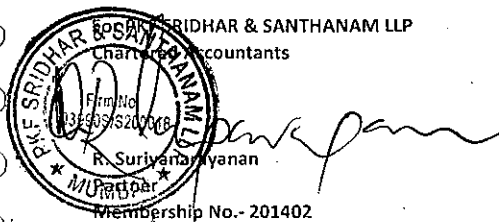
REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2016

Particulars	Year ended March 31, 2017 ₹	Year ended March 31, 2016 ₹
<b>Income</b>		
Dividend	18,395,378	10,251,944
Interest	-	8,520
Profit on sale/redemption of investments	26,313,137	21,752,785
Profit on inter-scheme transfer/sale of investments	-	436,316
Unrealized gain on appreciation in investments	250,540,235	-
Other income		
- Miscellaneous Income	2	(1)
<b>Total</b>	<b>295,248,752</b>	<b>32,449,564</b>
<b>Expenses and Losses</b>		
Unrealized losses in value of investments	-	72,120,113
Loss on sale/redemption of investments	2,374,234	7,862,196
Loss on inter-scheme transfer/sale of investments	-	-
Management fees (including service Tax)	176,148	79,967
NPS Trust fees	153,254	34,118
Custodian fees	47,448	57,286
CRA Fees	2,492,905	789,345
Less: Amount recoverable on sale of units on account of CRA Charges	(2,492,905)	(789,345)
Trustee Bank's fees	-	-
Depository and settlement charges	6,501	-
Provision for Non-performing assets	-	-
Other Expenses, if any	-	-
<b>Total</b>	<b>2,757,585</b>	<b>80,153,680</b>
<b>Surplus/(Deficit) for the year</b>	<b>292,491,167</b>	<b>(47,704,116)</b>
Less: Amount transferred to Unrealised appreciation account	250,540,235	-
Less: Amount transferred to General Reserve	41,950,932	(47,704,116)
Amount carried forward to Balance Sheet	-	-

Significant Accounting Policies and Notes to Accounts

7

This is the Revenue Account referred to in our report of even date.



Date: 13 JUL 2017  
Place: Mumbai

For LIC Pension Fund Ltd

*Randyopadhyay*  
MD & CEO

*Kapoor*  
Director



Date:  
Place: Mumbai

For and on Behalf of NPS Trust

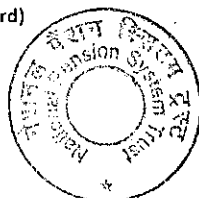
*Shaillesh V. Haribhakti*

Shaillesh V. Haribhakti  
(Chairman, NPS Trust Board)

*Kamal Chaudhry*

Kamal Chaudhry  
(Chief Executive Officer)

Date: 13 JUL 2017  
Place: Mumbai

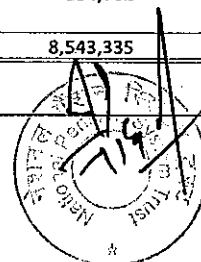
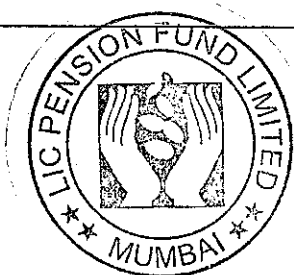


**NATIONAL PENSION SYSTEM TRUST**

**NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - E TIER I**

**NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2016**

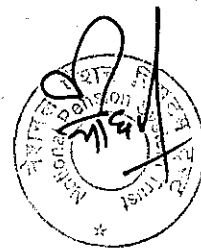
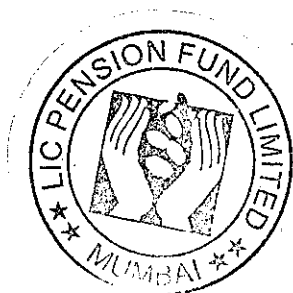
Schedule 1	As at March 31, 2017	As at March 31, 2016
	₹	₹
<b>Unit Capital</b>		
<b>Initial Capital*</b>		
Outstanding at the beginning of the year	792,588,758	306,654,954
Add :Units issued during the year	628,228,267	495,128,994
Less: Units redeemed during the year	45,424,147	9,195,190
Outstanding at the end of the year	1,375,392,878	792,588,758
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>		
Outstanding units at the beginning of the year	79,258,876	30,665,495
Add :Units issued during the year	62,822,827	49,512,899
Less:Units redeemed during the year	4,542,415	919,519
Outstanding Units at the end of the year	137,539,288	79,258,876
Schedule 2	As at March 31, 2017	As at March 31, 2016
	₹	₹
<b>Reserves and Surplus</b>		
<b>Unit Premium Reserve</b>		
Opening Balance	221,964,781	51,599,627
Add: Premium on Units issued	305,569,088	173,928,995
Less: Premium on Units redeemed	22,533,341	3,563,841
Closing Balance	505,000,528	221,964,781
<b>General Reserve</b>		
Opening Balance	(33,575,229)	14,128,887
Add: Transfer from Revenue Account	41,950,932	(47,704,116)
Closing Balance	8,375,703	(33,575,229)
<b>Unrealised Appreciation Account</b>		
Opening Balance	68,531,184	68,531,184
Add: Transfer from Revenue Account	250,540,235	-
Closing Balance	319,071,419	68,531,184
<b>Total</b>	<b>832,447,650</b>	<b>256,920,736</b>
Schedule 3	As at March 31, 2017	As at March 31, 2016
	₹	₹
<b>Current Liabilities and Provisions</b>		
<b>Current Liabilities</b>		
Provision for interest overdue	-	-
Redemption Payable	2,625,128	150,859
Contract for Purchase of Investments	5,726,433	-
TDS Payable	(2,988)	-
Sundry Creditors for expenses	194,762	89,271
	<b>8,543,335</b>	<b>240,130</b>



Schedule 4	As at March 31, 2017	As at March 31, 2016
	₹	₹
Investments (Long Term and Short Term)		
Equity Shares	2,151,225,648	859,191,290
Debentures and Bonds Listed/Awaiting Listing	-	-
Central and State Government Securities (including treasury bills)	-	-
Commercial Paper	-	-
Others - Mutual Fund Units	63,669,867	182,073,723
- Certificates of Deposit	-	-
Non Convertible Debentures classified as Non performing investment	-	-
Less: Provision on Non performing investment	-	-
Total	2,214,895,515	1,041,265,013

Schedule 5	As at March 31, 2017	As at March 31, 2016
	₹	₹
Deposits		
Deposits with Scheduled Banks	-	-

Schedule 6	As at March 31, 2017	As at March 31, 2016
	₹	₹
Other Current Assets		
Outstanding and accrued Income	1,289,700	316,616
Interest receivable on deposits with scheduled banks	-	-
Balance with Trustee Bank	191,604	8,167,598
Application Pending Allotment (Equity)	-	-
Contract for sale of investments	-	-
Tax Receivable	-	-
Brokerage receivable from LIC Pension Fund Ltd.	7,044	397
	1,488,348	8,484,611



# National Pension System Trust

## SCHEME 05 : NPS TRUST A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME E TIER I

### Background

The Central Government had introduced the National Pension System (NPS) with effect from January 1, 2004 (except for armed forces). Pension Fund Regulatory and Development Authority (PFRDA), the regulatory body for NPS, finalized the architecture and appointed NSDL and Karvy Computershare Private Limited as Central Recordkeeping Agencies (CRAs), other entities for National Pension System and appointed LIC Pension Fund Ltd (LICPFL) as one of the Fund manager for the Scheme.

LICPFL has entered into an Investment Management Agreement ('IMA') with NPS. The Pension Fund Regulatory and Development Authority ('PFRDA') guidelines require each PFM to manage subscribers' funds made available to it by the Trustee bank. However, the responsibility of maintaining individual subscriber's records is not with PFM and is managed by the CRA. The CRAs do not furnish any subscribers level data to the PFM and provide only consolidated subscribers data of cash inflow for units to be allotted and number of units to be redeemed to PFM. The PFM makes investments as per the requirements of IMA and the scheme wise flow of funds from CRAs.

Under All Citizen Model of NPS, there are three assets classes viz Equity (E), Government Securities (G), and Corporate Debt (C). The funds are invested in Equity Class through Pension Fund Managers.

### Note 7: Significant Accounting Policies and Notes to Accounts

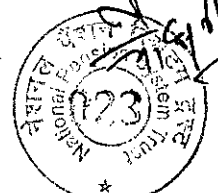
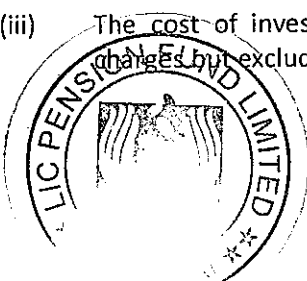
#### Significant Accounting Policies

##### A. Basis of accounting

The financial statements have been prepared to comply with the PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012, Accounting Standards notified under Section 133 of the Companies Act, 2013 to the extent made applicable by PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012 and generally accepted accounting principles. These financial statements have been prepared on an accrual basis.

##### B. Investments

- (i) Transactions for purchase or sale of Investments in Government securities, Non Convertible Bonds/Debentures, Equity shares, Fixed Deposits and Mutual Funds units are recognized as of the trade date except in case of subscriptions to Private/Public Offerings of debts which are recognized on allotment.
- (ii) In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed.
- (iii) The cost of investments acquired or purchased includes applicable taxes and stamp charges but exclude brokerage and other transactional charges.



- (iv) Investments are reconciled with the custodian records on daily basis.
- (v) Rights / Bonus entitlements, if any, are accounted on ex-right/ ex-bonus date of the principal stock exchange

**C. Investment Valuation**

The below mentioned valuation of investment is carried out by Stock Holding Corporation of India as per the tripartite agreement among NPS Trust, LIC Pension Fund Limited and Stock Holding Corporation of India Ltd.

**Securities traded at a stock exchange:**

- i. Equity securities are valued at the daily close price on the National Stock Exchange.
- ii. Investments in mutual fund schemes are valued based on the latest available net asset value of the respective schemes.

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

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

Equity instruments shall generally be 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.

**D. Income Recognition:**

Dividend income is recognized on Ex-dividend date.

**E. Expenses**

All allowable expenses and incomes accrued up to the valuation date are considered for computation of Net asset value. Major expenses like Investment Management Fees and NPS Trust Fees are accrued on a daily basis.

**F. Taxes**

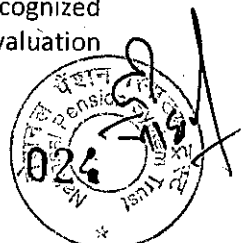
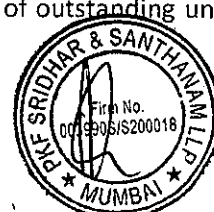
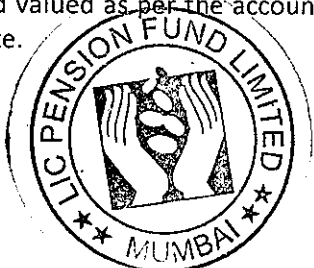
All taxes which are leviable and actually paid are charged to the NAV of the Fund and are borne by the Subscriber. Any subsequent refund on this account, if any, is added to the scheme/fund as income.

**G. Unit Capital**

Unit Capital is tallied with CRA records on daily basis. Difference between the issue/redemption price and face value of the units is credited / debited to unit premium reserve.

**H. Computation of the Net Asset Value (NAV):**

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



- I. As per the unbundled architecture of National Pension Scheme, unit allocations and redemptions are accounted by PFM on the basis of consolidated data received from the Central Record Keeping Agency.
- J. **Investment Management Fees:**  
As per the terms of the Investment Management Agreement entered between National Pension System Trust and LIC Pension Fund Limited management fees is calculated as a percentage of schemes daily closing net asset value.

#### Notes to Accounts

##### i. Investment in Group Company and Associates:

Particulars	March 31, 2017	March 31, 2016
Name of the Group Company/Associate	LIC Housing Finance Ltd.	LIC Housing Finance Ltd.
Amount Invested by the scheme (Rs.)	218,08,001	24,90,250
Market Value (Rs.)	253,56,450	29,58,900
Aggregate investment by all scheme (Rs.)	62392,46,100	5,98,55,92,409

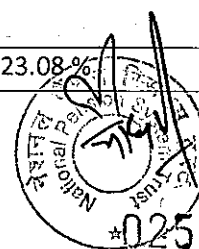
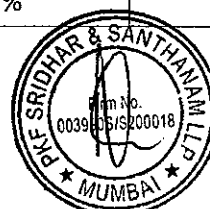
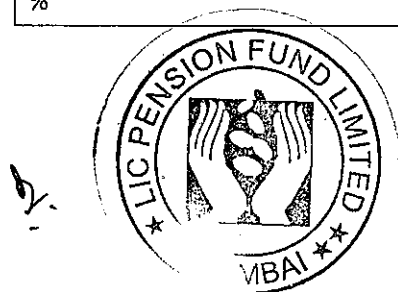
##### ii. Details of Custodian Fees paid or payable to Stock Holding Corporation of India Limited (A Company in which sponsor of LIC Pension Fund Limited has substantial interest)

Particulars	March 31, 2017	March 31, 2016
Name of Sponsor of LIC PFL	LIC of India	LIC of India
Name of the company in which sponsor has substantial interest	Stock Holding Corporation of India Ltd.	Stock Holding Corporation of India Ltd.
No of shares held	31,50,000	31,50,000
% of Share Holding	14.97 %	14.97 %
Amount Paid/ Payable (Rs.)	47,448	57,286

##### iii. Purchase/Sale of Investments: The aggregate value of purchase and sales of investments during the year expressed as a percentage of average daily net assets are as under:

Particulars	March 31, 2017	March 31, 2016
Aggregate Value of purchase (except liquid funds) (Rs.)	1,04,49,18,738	65,64,75,717
%	68.18 %	93.60 %

Particulars	March 31, 2017	March 31, 2016
Aggregate Value of sales (except liquid funds) (Rs.)	15,85,57,407	16,18,79,221
%	10.35 %	23.08 %



- iv. As per the PFRDA Investment Guidelines for Private Sector dated January 29, 2014, the Scheme was required to rebalance its holding in E Tier I and Tier II Schemes and invest in Index Funds / Exchange Traded Funds that replicate the portfolio of either BSE Sensex index or NSE Nifty 50 index. Index Fund Schemes invest in securities in the same weightage comprising of an index. LIC Pension Fund Ltd has tracked/replicated NSE Sensex as the Index for the FY 2015-16

Superseding the aforesaid circular PFRDA vide its circular Ref: PFRDA/2015/21/PFM/08 dated 02.09.2015, investment in equity can be made in shares of company on which derivatives are available in Bombay Stock Exchange or National Stock Exchange or Equity Linked Schemes of Mutual Funds or Exchange Traded Funds regulated by the SEBI.

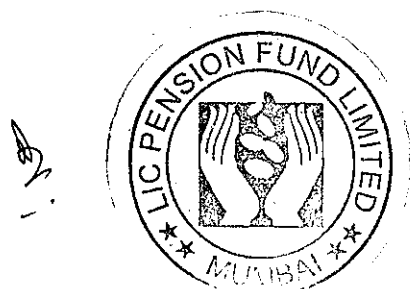
Accordingly the scheme has been managed actively from September 2015 to comply with the above guidelines.

- v. Total Value of investment falling under each major industry group (which constitute not less than 5% of total investment related to that classification).

**Equity Group:**

Particulars	March 31, 2017		March 31, 2016	
	Amount of Investment (Rs.)	% of total investment related to that classification	Amount of Investment (Rs.)	% of total investment related to that classification
Monetary intermediation of banks	42,49,95,744	19.76%	22,20,10,020	25.84%
Manufacture of allopathic pharmaceut	21,30,36,317	9.90%	6,51,52,288	7.58%
Writing, modifying, test of computer	17,45,19,375	8.11%	13,35,69,622	15.55%
Manufacture of other petroleum	8,54,62,230	3.97%	5,12,14,800	5.96%
Activity granting credit for house	7,13,82,296	3.32%	4,73,38,790	5.51%
Manufacture of cigarettes	8,15,36,187	3.79%	4,69,15,460	5.46%
Manufacture of clinkers and cement	3,91,24,758	1.82%	4,33,68,993	5.05%
Total amount invested in Equity	2,15,12,25,648		85,91,91,289	

- vi. Contingent Liability as on 31<sup>st</sup> March, 2017 is NIL. (Previous Year – NIL).
- vii. Figures have been rounded off to the nearest rupee. Previous year figures have been regrouped and rearranged, wherever necessary.



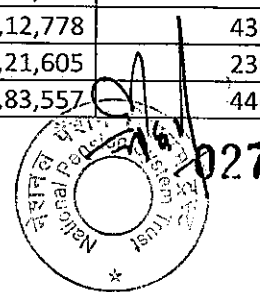
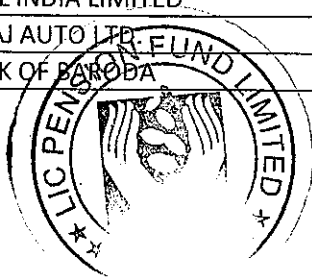


**Scheme 05 : NPS TRUST A/C LIC PENSION FUND**  
**SCHEME E TIER -I**

**Schedule Annexed to and forming part of Financial Statements as on 31.03.2017**

**A Equity**

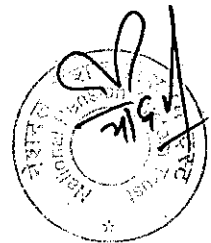
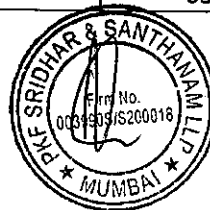
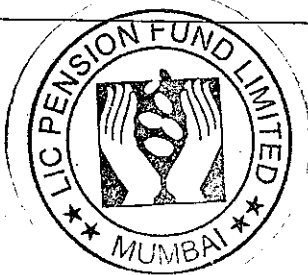
Sr No.	Security Name	units	Book Cost (Rs.)	Market Value (Rs.)
1	OIL AND NATURAL GAS CORPORATION LTD.	2,15,421	381,51,165	398,52,885
2	RELIANCE INDUSTRIES LTD.	64,700	624,49,199	854,62,230
3	BHARAT PETROLEUM CORPORATION LIMITED	29,690	173,18,769	192,94,047
4	TATA STEEL LIMITED	60,660	266,60,056	292,80,582
5	INFOSYS TECHNOLOGIES LTD	62,064	607,56,100	634,44,924
6	LARSEN AND TOUBRO LTD	40,133	560,82,840	632,05,462
7	GAIL INDIA	39,846	126,70,288	150,19,950
8	BHARATI AIRTEL	47,212	169,98,244	165,26,561
9	ITC LTD	2,90,889	660,25,951	815,36,187
10	NTPC LTD	99,115	138,39,065	164,53,090
11	TATA POWER LTD.	2,96,475	221,16,889	267,86,516
12	STATE BANK OF INDIA	2,10,500	479,79,951	617,60,700
13	HINDUSTAN UNILEVER LTD.	27,858	219,45,546	253,99,532
14	TATA MOTORS LTD.	88,500	371,19,789	412,27,725
15	AMBUJA CEMENTS LTD.	41,500	88,09,248	98,20,975
16	BHARAT HEAVY ELECTRICALS LTD	1,11,761	182,05,567	182,00,279
17	POWER GRID CORPORATION OF INDIA LTD	1,32,696	207,72,895	261,80,921
18	RURAL ELECTRIFICATION CORPORATION LTD.	13,200	16,12,526	23,89,200
19	TATA CONSULTANCY SERVICES LTD.	18,032	423,76,074	438,50,218
20	YES BANK LTD	1,500	19,11,000	23,20,125
21	INDIAN OIL CORPORATION LTD	14,000	43,21,991	54,18,700
22	AXIS BANK LIMITED	87,000	383,87,579	426,99,600
23	GRASIM INDUSTRIES LTD.	11,720	91,18,116	122,94,280
24	HOUSING DEVELOPMENT FINANCE CORPORATION LTD.	30,641	337,89,542	460,25,846
25	ASIAN PAINTS LTD.	16,710	143,57,261	179,38,185
26	ASHOK LEYLAND LTD.	1,88,500	168,26,817	159,37,675
27	CIPLA LTD.	65,100	361,48,785	386,01,045
28	MARUTI SUZUKI INDIA LTD.	6,262	266,07,597	376,70,313
29	DABUR INDIA LTD.	15,000	39,64,173	41,60,250
30	COLGATE PALMOLIVE (INDIA) LTD.	18,500	161,37,800	184,16,750
31	LIC HOUSING FINANCE LTD.	41,000	218,08,001	253,56,450
32	Tata Chemicals Limited	23,000	123,68,454	137,71,250
33	PETRONET LNG LTD.	28,000	103,90,526	112,88,200
34	IDEA CELLULAR LIMITED	2,04,813	225,56,546	175,83,196
35	HDFC BANK LIMITED	55,000	525,74,905	793,40,250
36	HINDALCO INDUSTRIES LIMITED	1,03,253	171,01,126	201,39,498
37	MAHINDRA & MAHINDRA LTD.	20,712	257,53,786	266,54,273
38	DR. REDDYS LABORATORIES LTD.	11,750	352,82,022	309,30,113
39	COAL INDIA LIMITED	1,47,123	465,12,778	430,55,546
40	BAJAJ AUTO LTD.	8,200	205,21,605	230,04,690
41	BANK OF BARODA	2,58,122	411,83,557	446,42,373



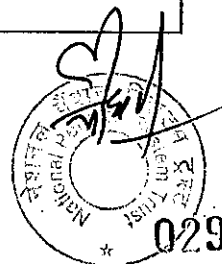
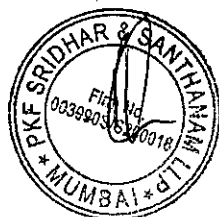
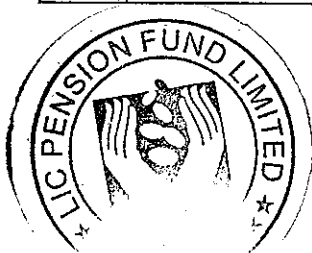
Sr No.	Security Name	units	Book Cost (Rs.)	Market Value (Rs.)
42	SUN PHARMACEUTICALS INDUSTRIES LTD.	98,642	735,26,754	678,80,492
43	ACC LTD.	6,900	96,06,352	99,77,745
44	UltraTech Cement Limited	4,850	142,95,447	193,26,038
45	HCL TECHNOLOGIES LTD.	39,130	324,58,242	342,28,968
46	Apollo Tyres Limited	14,000	24,69,700	29,21,800
47	INDUSIND BANK LTD.	20,250	189,92,768	288,59,288
48	KOTAK MAHINDRA BANK LTD.	58,591	416,89,924	511,03,070
49	LUPIN LTD.	26,950	447,99,626	389,48,140
50	GLENMARK PHARMACEUTICALS LTD.	27,800	251,60,653	236,88,380
51	WIPRO LIMITED	22,447	118,92,483	115,75,918
52	TECH MAHINDRA LIMITED	46,650	238,74,650	214,19,348
53	CANARA BANK	32,600	91,24,247	98,69,650
54	ICICI BANK LTD.	3,77,102	1016,02,508	1044,00,689
55	POWER FINANCE CORPORATION LTD.	28,000	32,46,198	40,85,200
56	AUROBINDO PHARMA LIMITED	19,236	135,30,248	129,88,147
57	NMDC LTD	78,332	107,75,166	104,25,989
58	BOSCH LTD	210	48,50,955	47,77,763
59	ZEE ENTERTAINMENT LTD	7,000	29,46,475	37,48,850
60	BRITANIA INDUSTRIES LTD	1,150	33,38,086	38,80,100
61	CASTROL INDIA LTD	42,800	173,75,643	185,06,720
62	BHARTI INFRA TEL LTD	8,000	25,78,250	26,07,200
63	MOTHERSON SUMI SYSTEMS LIMITED	14,000	45,16,136	52,06,600
64	HINDUSTAN ZINC LTD	35,000	95,12,630	101,08,000
66	SBI BLUECHIP FUND DIRECT GROWTH	43,93,197	1255,00,000	1520,63,044
67	BIRLA SUN LIFE FRONTLINE EQUITY FUND GROWTH DIRECT PLAN	6,82,561	1081,00,000	1363,89,291
68	FRANKLIN INDIA BLUECHIP FUND DIRECT GROWTH	41,559	150,00,000	176,04,681
69	KOTAK SELECT FOCUS FUND	27,43,525	740,00,000	816,93,950
Sub Total			19042,77,268	21512,25,648

**B Mutual Fund**

1	LIC NOMURA MF LIQUID FUND DIRECT GROWTH	21595.8752	636,66,941	636,69,867
Sub Total			636,66,941	636,69,867



Key Statistics			
LIC Pension Fund Limited			
Name of the Scheme: E Tier I			
S. No.	Particulars	As at March 31, 2017	As at March 31, 2016
1	NAV Per Unit (Rs.)*		
	Open	13.2420	14.3782
	High	16.0524	14.9165
	Low	12.9688	11.9201
	End	16.0524	13.2415
2	Closing Assets Under Management (Rs. In Lakhs)		
	End	22,078.41	10,495.09
	Average (AAUM)	15,325.35	7,013.30
3	Gross income as % of AAUM	2.92	4.63
4	Expense Ratio		
a	Total Expense as % of AAUM (Scheme wise)	0.18	1.15
b	Management Fee as % of AAUM (Scheme Wise)	0.01	0.01
5	Net Income as a percentage of AAUM	2.74	3.48
6	Portfolio turnover ratio	0.10	0.23
7	Returns (%)* Compounded Annualised Yield		
	a. Last One Year		
	Benchmark (NIFTY 100)	20.87%	-8.07%
	b. Since inception		
	Benchmark (NIFTY 100)	13.34%	10.67%
	c. Compounded annualised yield (%)		
	Last 1 Year	21.22%	-7.91%
	Last 3 Years	12.49%	N.A.
	Last 5 Years	N.A.	N.A.
	Since Launch of the scheme (23-Jul-2013)	13.68%	11.00%
* Declared NAV; Returns calculated based on declared NAV			



**INDEPENDENT AUDITOR'S REPORT**

**TO**

**THE TRUSTEES,**

**NATIONAL PENSION SYSTEM TRUST (NPS Trust)**

***Report on Financial Statements***

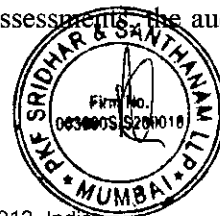
1. We have audited the accompanying financial statements of Scheme 08: NPS Trust A/c – **LIC Pension Fund Scheme E-Tier II under the National Pension System Trust (NPS Trust)** managed by LIC Pension Fund Ltd. (PFM) [in terms of clause 3 of PFRDA (preparation of Financial Statements) Guidelines 2012] which comprises of the Balance sheet as at March 31, 2017 and the Revenue account for the year then ended, and a summary of significant accounting policies and other explanatory information.

***Management's Responsibility for the Financial Statements***

2. The Board of Directors of the PFM, in accordance with the applicable Pension Fund Regulatory and Development Authority (PFRDA) Guidelines and the Investment Management Agreement (IMA) with the National Pension System trust (NPS Trust) is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Scheme in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Companies Act, 2013 read with the Rule 7 of the Companies (Accounts) Rule 2014, to the extent made applicable by PFRDA to Scheme. This responsibility also includes maintenance of records in accordance with PFRDA guidelines for safeguarding of the assets of the Company and preventing frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. These financial statements are also approved by the NPS Trust on the recommendation of the Board of Directors of the PFM.

***Auditor's Responsibility***

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor



considers internal control relevant to the PFM's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by PFM, as well as evaluating the overall presentation of the financial statements.

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

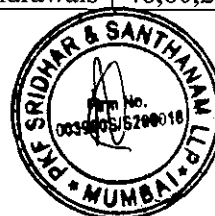
### **Opinion**

6. In our opinion and to the best of our information and according to the explanations given to us the financial statements give the information required by the PFRDA (Preparation of Financial Statements and Auditor's Report of schemes under National Pension System) Guidelines 2012, and give a true and fair view in conformity with the accounting principles generally accepted in India:
  - i) in the case of the Balance Sheet, of the state of affairs of the Scheme as at March 31, 2017;
  - ii) in the case of the Revenue Account, of the surplus of the Scheme for the period ended on that date; and

### **Emphasis of Matter**

7. As explained in Note No. 7I giving background of the Scheme regarding unbundled architecture, the PFM receives consolidated funds and does not have access to the individual subscribers' data. However, based on the individual subscribers' data and break-up of balance in bank accounts provided to us by the CRA, without modifying our opinion, we invite attention to the following:
  - a) Rs. 5,50,265/- is lying with Trustee Bank as on 31<sup>st</sup> March, 2017 (Previous Year Rs. 1,56,104/-) the units in respect of which have been allotted in the next financial year on receipt of funds by the PFM. This does not have any impact on the surplus for the period; though the subscription received pending allotments as well as balances with bank are understated by the said amount.
  - b) Rs 414 is lying in the withdrawal account with trustee bank as on 31<sup>st</sup> March 2017. As explained by CRA, the same pertains to subscriber/nodal office for the withdrawals executed/erroneous requests processed by either by CRA/ Nodal Offices. The said amount could not be transferred to the recipients due incorrect bank account details/invalid bank details, etc. This does not have any impact on the surplus for the year.
  - c) As informed by CRA, Rs 93,93,380 pertaining to all PFMs & all schemes and cannot be identified PFM wise or scheme wise, is lying with the Trustee Bank on account of the following:

Particulars	(Rs)
Amount pertaining to subscriber/nodal office for the withdrawals	48,80,246



executed/erroneous requests processed by either by CRA/ Nodal Offices (Part of the amount is yet to be transferred to the beneficiary ex: transaction with multiple nominees)	
Amount received from Bank of India (these funds have been received from Bank of India, erstwhile Trustee Bank, and it is not yet reconciled)	36,910
Surplus for PFRDA instructions	16,172
Amount received from ASPs (The cases wherein the funds were sent to ASPs and subsequently, the subscriber has cancelled the Annuity as the subscriber during the free look period.)	44,59,705
Pay-in residual	347
<b>Total</b>	<b>93,93,380</b>

Above amounts do not have any impact on the surplus for the year.

### ***Report on Other Legal and Regulatory Requirements***

8. As required by the PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012, as amended we report that:
- We have obtained all information and explanations which to the best of our knowledge and belief were necessary for the purpose of the audit,
  - The Balance Sheet and Revenue account of the Scheme are in agreement with the books of account of the Scheme,
  - In our opinion, proper books of account of the scheme, as required by the PFRDA has been maintained by the PFM so far as appears from our examination of those books.
  - All transactions expenses in excess of the limits contractually agreed to/approved by the Authority are borne by the Pension Fund (if any) and are not charged to the NAV of the Scheme
  - In our opinion the Balance Sheet and Revenue account of the Scheme dealt with by this report comply with the Accounting Standards notified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rule, 2014 to the extent made applicable by PFRDA



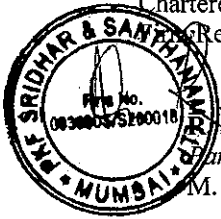
9. We further certify that

- a) Investments has been valued in accordance with the guidelines issued by the Authority;
- b) Transaction and claims/fee raised by different entities are in accordance with the prescribed fees

For PKF SRIDHAR & SANTHANAM LLP

Chartered Accountants

Registration No: 003990S/S200018



Suriyanarayanan

Partner

M. No: 201402

Mumbai:

11 3 JUL 2017

NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - E TIER II

BALANCE SHEET AS AT MARCH 31, 2017

	Schedules	As at March 31, 2017 ₹	As at March 31, 2016 ₹
<b>Liabilities</b>			
Unit Capital	1	27,398,759	8,077,047
Reserves and Surplus	2	9,517,861	907,353
Current Liabilities and Provisions	3	339,159	17,254
<b>Total</b>		<b>37,255,779</b>	<b>9,001,654</b>
<b>Assets</b>			
Investments	4	35,733,629	8,789,962
Deposits	5	-	-
Other Current Assets	6	1,522,150	211,692
<b>Total</b>		<b>37,255,779</b>	<b>9,001,654</b>
(a) Net assets as per Balance Sheet		36,916,620	8,984,400
(b) Number of Units outstanding		2,739,876	807,705
Significant Accounting Policies and Notes to Accounts	7		

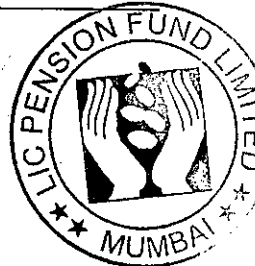
This is the Balance Sheet referred to in our report of even date.

For EKE SRIDHAR & SANTHANAM LLP  
Chartered Accountants  
Firm Registration No. - 0039905/S200018  
Firm No. - 13293/S200018  
R. Suresh Kumar  
Partner  
Membership No. - 201402

For LIC Pension Fund Ltd

*[Signature]*  
MD & CEO

*[Signature]*  
Director



Date: 13 JUL 2017  
Place: Mumbai

Date:  
Place: Mumbai

For and on Behalf of NPS Trust

*[Signature]*

Shailesh V. Haribhakti  
(Chairman, NPS Trust Board)

*[Signature]*

Kamal Chaudhry  
(Chief Executive Officer)

Date: 13 JUL 2017  
Place: Mumbai





NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - E TIER II

REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2017

Particulars	Year ended March 31, 2017 ₹	Year ended March 31, 2016 ₹
<b>Income</b>		
Dividend	234,632	50,026
Interest	-	23
Profit on sale/redemption of investments	500,072	102,342
Profit on inter-scheme transfer/sale of investments	-	1,297
Unrealized gain on appreciation in investments	3,011,220	-
Other income		
- Miscellaneous Income	2	-
<b>Total</b>	<b>3,745,926</b>	<b>153,688</b>
<b>Expenses and Losses</b>		
Unrealized losses in value of investments	-	147,685
Loss on sale/redemption of investments	57,989	42,608
Loss on inter-scheme transfer/sale of investments	-	-
Management fees (including service Tax)	2,243	386
NPS Trust fees	1,951	201
Custodian fees	528	727
CRA Fees	16,984	2,569
Less: Amount recoverable on sale of units on account of CRA Charges	(16,984)	(2,569)
Trustee Bank's fees	-	-
Depository and settlement charges	344	-
Provision for Non-performing assets	-	-
Other Expenses, if any	-	-
<b>Total</b>	<b>63,055</b>	<b>191,607</b>
<b>Surplus/(Deficit) for the year</b>	<b>3,682,871</b>	<b>(37,919)</b>
Less: Amount transferred to Unrealised appreciation account	3,011,220	-
Less: Amount transferred to General Reserve	671,651	(37,919)
Amount carried forward to Balance Sheet		

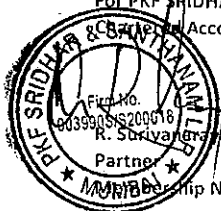
Significant Accounting Policies and Notes to Accounts

7

This is the Revenue Account referred to in our report of even date.

For PKF SRIDHAR & SANTHANAM LLP  
Chartered Accountants

For LIC Pension Fund Ltd



Date: 13<sup>th</sup> JULY, 2017  
Place: Mumbai

*[Signature]*  
MD & CEO

*[Signature]*  
Director



For and on Behalf of NPS Trust

*[Signature]*

Shailish V. Haribhakti  
(Chairman, NPS Trust Board)

*[Signature]*

Kamal Chaudhry  
(Chief Executive Officer)

Date: 13 JUL 2017  
Place: Mumbai



035

**NATIONAL PENSION SYSTEM TRUST**

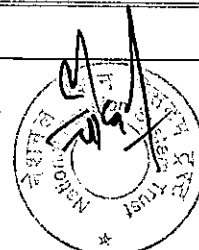
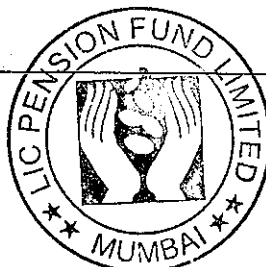
**NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - E TIER II**

**NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2017**

Schedule 1	As at March 31, 2017	As at March 31, 2016
	₹	₹
<b>Unit Capital</b>		
<b>Initial Capital*</b>		
Outstanding at the beginning of the year	8,077,047	1,198,691
Add :Units issued during the year	23,889,122	7,833,264
Less: Units redeemed during the year	4,567,410	954,908
Outstanding at the end of the year	27,398,759	8,077,047
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>		
Outstanding units at the beginning of the year	807,705	119,869
Add :Units issued during the year	2,388,912	783,326
Less: Units redeemed during the year	456,741	95,491
Outstanding Units at the end of the year	2,739,876	807,705

Schedule 2	As at March 31, 2017	As at March 31, 2016
	₹	₹
<b>Reserves and Surplus</b>		
<b>Unit Premium Reserve</b>		
Opening Balance	831,760	125,979
Add: Premium on Units issued	6,214,818	870,627
Less: Premium on Units redeemed	1,287,181	164,846
Closing Balance	5,759,397	831,760
<b>General Reserve</b>		
Opening Balance	(9,340)	28,579
Add: Transfer from Revenue Account	671,651	(37,919)
Closing Balance	662,311	(9,340)
<b>Unrealised Appreciation Account</b>		
Opening Balance	84,933	84,933
Add: Transfer from Revenue Account	3,011,220	-
Closing Balance	3,096,153	84,933
<b>Total</b>	<b>9,517,861</b>	<b>907,353</b>

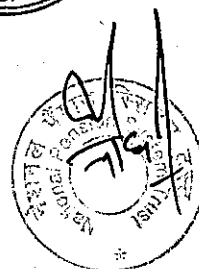
Schedule 3	As at March 31, 2017	As at March 31, 2016
	₹	₹
<b>Current Liabilities and Provisions</b>		
<b>Current Liabilities</b>		
Provision for interest overdue	-	-
Redemption Payable	193,214	16,660
TDS Payble	(45)	-
Contract for Purchase of Investments	143,293	-
Sundry Creditors for expenses	2,697	594
	339,159	17,254



Schedule 4	As at March 31, 2017	As at March 31, 2016
	₹	₹
Investments (Long Term and Short Term)		
Equity Shares	34,716,484	7,242,894
Debentures and Bonds Listed/Awaiting Listing	-	-
Central and State Government Securities (including treasury bills)	-	-
Commercial Paper	-	-
Others - Mutual Fund Units	1,017,145	1,547,068
- Certificates of Deposit	-	-
Total	35,733,629	8,789,962

Schedule 5	As at March 31, 2017	As at March 31, 2016
	₹	₹
Deposits		
Deposits with Scheduled Banks	-	-

Schedule 6	As at March 31, 2017	As at March 31, 2016
	₹	₹
Other Current Assets		
Outstanding and accrued income	19,552	2,665
Balance with Trustee Bank	2,090	208,871
Application Pending Allotment	1,500,000	-
Contract for sale of investments	-	-
Tax Receivable	-	-
Brokerage receivable from LIC Pension Fund Ltd.	508	156
	1,522,150	211,692



# National Pension System Trust

## SCHEME 08 : NPS TRUST A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME E TIER II

### Background

The Central Government had introduced the National Pension System (NPS) with effect from January 1, 2004 (except for armed forces). Pension Fund Regulatory and Development Authority (PFRDA), the regulatory body for NPS, finalized the architecture and appointed NSDL and Karvy Computershare Private Limited as Central Recordkeeping Agencies (CRAs), other entities for National Pension System and appointed LIC Pension Fund Ltd (LICPFL) as one of the Fund manager for the Scheme.

LICPFL has entered into an Investment Management Agreement ('IMA') with NPS. The Pension Fund Regulatory and Development Authority ('PFRDA') guidelines require each PFM to manage subscribers' funds made available to it by the Trustee bank. However, the responsibility of maintaining individual subscriber's records is not with PFM and is managed by the CRA. The CRAs do not furnish any subscribers level data to the PFM and provide only consolidated subscribers data of cash inflow for units to be allotted and number of units to be redeemed to PFM. The PFM makes investments as per the requirements of IMA and the scheme wise flow of funds from CRAs.

Under All Citizen Model of NPS, there are three assets classes viz Equity (E), Government Securities (G), and Corporate Debt (C). The funds are invested in Equity Class through Pension Fund Managers

### Note 7: Significant Accounting Policies and Notes to Accounts

#### Significant Accounting Policies

##### A. Basis of accounting

The financial statements have been prepared to comply with the PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012, Accounting Standards notified under Section 133 of the Companies Act, 2013 to the extent made applicable by PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012 and generally accepted accounting principles. These financial statements have been prepared on an accrual basis.

##### B. Investments

- (i) Transactions for purchase or sale of Investments in Government securities, Non Convertible Bonds/Debentures, Equity shares, Fixed Deposits and Mutual Funds units are recognized as of the trade date except in case of subscriptions to Private/Public Offerings of debts which are recognized on allotment.
- (ii) In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed.
- (iii) The cost of investments acquired or purchased includes applicable taxes and stamp charges but exclude brokerage and other transactional charges.



- (iv) Investments are reconciled with the custodian records on daily basis.
- (v) Rights / Bonus entitlements, if any, are accounted on ex-right/ ex-bonus date of the principal stock exchange

**C. Investment Valuation**

The below mentioned valuation of investment is carried out by Stock Holding Corporation of India as per the tripartite agreement among NPS Trust, LIC Pension Fund Limited and Stock Holding Corporation of India Ltd.

**Securities traded at a stock exchange:**

- i. Equity securities shall be valued at the daily close price on the National Stock Exchange.
- ii. Investments in mutual fund schemes are valued based on the latest available net asset value of the respective schemes.

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

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

Equity instruments shall generally be 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.

**D. Income Recognition:**

Dividend income is recognized on Ex-dividend date.

**E. Expenses**

All allowable expenses and incomes accrued up to the valuation date are considered for computation of Net asset value. Major expenses like Investment Management Fees and NPS Trust Fees are accrued on a daily basis.

**F. Taxes**

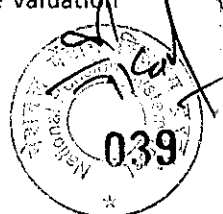
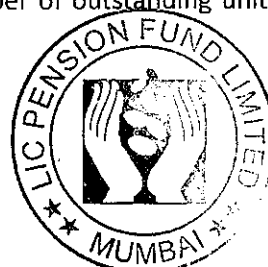
All taxes which are leviable and actually paid are charged to the NAV of the Fund and are borne by the Subscriber. Any subsequent refund on this account, if any, is added to the scheme/fund as income.

**G. Unit Capital**

Unit Capital is tallied with CRA records on daily basis. Difference between the issue/redemption price and face value of the units is credited / debited to unit premium reserve.

**H. Computation of the Net Asset Value (NAV):**

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



- I. As per the unbundled architecture of National Pension Scheme, unit allocations and redemptions are accounted by PFM on the basis of consolidated data received from the Central Record Keeping Agency.
- J. **Investment Management Fees:**  
As per the terms of the Investment Management Agreement entered between National Pension System Trust and LIC Pension Fund Limited management fees is calculated as a percentage of schemes daily closing net asset value.

#### Notes to Accounts

##### i. Investment in Group Company and Associates:

Particulars	March 31, 2017	March 31, 2016
Name of the Group Company/Associate	LIC Housing Finance Ltd.	LIC Housing Finance Ltd.
Amount Invested by the scheme (Rs.)	3,42,285	86,149
Market value (Rs.)	4,08,177	98,630
Aggregate investment by all scheme (Rs.)	6,23,92,46,100	5,98,55,92,409

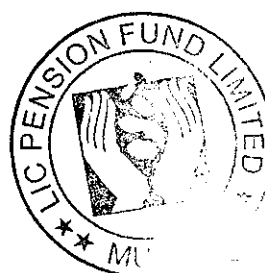
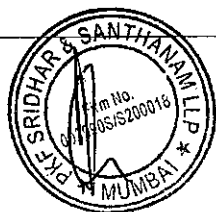
##### ii. Details of Custodian Fees paid or payable to Stock Holding Corporation of India Limited (A Company in which sponsor of LIC Pension Fund Limited has substantial interest)

Particulars	March 31, 2017	March 31, 2016
Name of Sponsor of LIC PFL	LIC of India	LIC of India
Name of the company in which sponsor has substantial interest	Stock Holding Corporation of India Ltd.	Stock Holding Corporation of India Ltd.
No of shares held	31,50,000	31,50,000
% of Share Holding	14.97 %	14.97 %
Amount Paid/ Payable (Rs.)	528	727

##### iii. Purchase/Sale of Investments: The aggregate value of purchase and sales of investments during the year expressed as a percentage of average daily net assets are as under:

Particulars	March 31, 2017	March 31, 2016
Aggregate Value of purchase (except liquid funds) (Rs.)	258,75,651	73,09,991
%	132.65 %	216.42 %

Particulars	March 31, 2017	March 31, 2016
Aggregate Value of sales (except liquid funds) (Rs.)	30,63,100	13,14,806
%	15.70 %	38.93%



- iv. As per the PFRDA Investment Guidelines for Private Sector dated January 29, 2014, the Scheme was required to rebalance its holding in E Tier I and Tier II Schemes and invest in Index Funds / Exchange Traded Funds that replicate the portfolio of either BSE Sensex index or NSE Nifty 50 index. Index Fund Schemes invest in securities in the same weightage comprising of an index. LIC Pension Fund Ltd has tracked/replicated NSE Sensex as the Index for the FY 2015-16

Superseding the aforesaid circular PFRDA vide its circular Ref: PFRDA/2015/21/PFM/08 dated 02.09.2015, investment in equity can be made in shares of company on which derivatives are available in Bombay Stock Exchange or National Stock Exchange or Equity Linked Schemes of Mutual Funds or Exchange Traded Funds regulated by the SEBI.

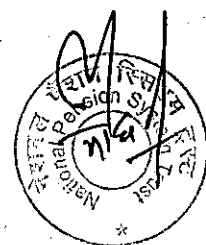
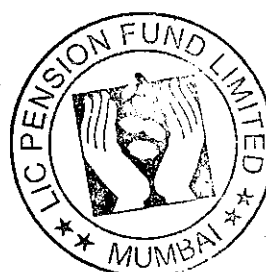
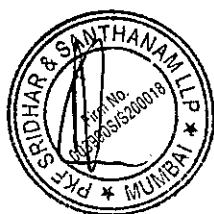
Accordingly the scheme has been managed actively from September 2015 to comply with the above guidelines.

- v. Total Value of investment falling under each major industry group (which constitute not less than 5% of total investment related to that classification).

**Equity Group:**

Particulars	March 31, 2017		March 31, 2016	
	Amount of Investment (Rs.)	% of total investment related to that classification	Amount of Investment (Rs.)	% of total investment related to that classification
Monetary intermediation of banks	64,52,304	18.59%	17,48,132	24.14%
Manufacture of alopathic pharmaceut	39,54,366	11.39%	7,90,306	10.91%
Writing,modifying, test of computer	23,93,401	6.89%	10,75,273	14.85%
Activity granting credit for house	7,08,597	2.04%	6,51,430	8.99%
Total amount invested in Equity	3,47,16,484		72,42,895	

- vi. Contingent Liability as on 31<sup>st</sup>March, 2017 is NIL. (Previous Year – NIL).
- vii. Figures have been rounded off to the nearest rupee. Previous year figures have been regrouped and rearranged, wherever necessary.

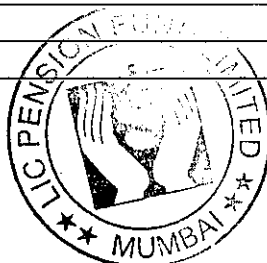
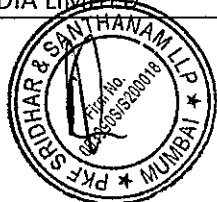


**Scheme 08 : NPS TRUST A/C LIC PENSION FUND SCHEME E**  
**TIER -II**

**Schedule Annexed to and forming part of Financial Statements as on 31.03.2017**

**A Equity**

Sr No.	Security Name	units	Book Cost (Rs.)	Market Value (Rs.)
1	OIL AND NATURAL GAS CORPORATION LTD.	3,785	6,37,636	7,00,225
2	RELIANCE INDUSTRIES LTD.	1,085	11,21,632	14,33,177
3	BHARAT PETROLEUM CORPORATION LIMITED	987	6,26,402	6,41,402
4	TATA STEEL LIMITED	883	4,13,281	4,26,224
5	INFOSYS TECHNOLOGIES LTD	1,245	13,58,956	12,72,701
6	LARSEN AND TOUBRO LTD	650	9,10,886	10,23,685
7	GAIL INDIA	873	2,89,776	3,29,077
8	BHARATI AIRTEL	262	91,851	91,713
9	ITC LTD	2,612	6,07,331	7,32,144
10	NTPC LTD	500	64,355	83,000
11	TATA POWER LTD.	4,960	3,72,495	4,48,136
12	STATE BANK OF INDIA	3,300	7,51,865	9,68,220
13	HINDUSTAN UNILEVER LTD.	598	5,04,663	5,45,227
14	TATA MOTORS LTD.	2,155	9,70,389	10,03,907
15	AMBUJA CEMENTS LTD.	410	86,407	97,027
16	BHARAT HEAVY ELECTRICALS LTD	1,911	3,06,925	3,11,206
17	POWER GRID CORPORATION OF INDIA LTD	2,843	5,01,262	5,60,924
18	RURAL ELECTRIFICATION CORPORATION LTD.	200	15,950	36,200
19	TATA CONSULTANCY SERVICES LTD.	285	6,86,943	6,93,063
20	YES BANK LTD	15	19,110	23,201
21	INDIAN OIL CORPORATION LTD	400	1,19,346	1,54,820
22	AXIS BANK LIMITED	888	4,17,536	4,35,830
23	GRASIM INDUSTRIES LTD.	155	1,31,248	1,62,595
24	HOUSING DEVELOPMENT FINANCE CORPORATION LTD.	200	2,29,662	3,00,420
25	ASIAN PAINTS LTD.	424	3,75,425	4,55,164
26	ASHOK LEYLAND LTD.	6,550	5,87,700	5,53,803
27	CIPLA LTD.	990	5,37,978	5,87,021
28	MARUTI SUZUKI INDIA LTD.	163	9,23,997	9,80,559
29	DABUR INDIA LTD.	500	1,37,700	1,38,675
30	COLGATE PALMOLIVE (INDIA) LTD.	410	3,54,718	4,08,155
31	LIC HOUSING FINANCE LTD.	660	3,42,285	4,08,177
32	Tata Chemicals Limited	725	3,94,823	4,34,094
33	PETRONET LNG LTD.	840	3,09,003	3,38,646
34	IDEA CELLULAR LIMITED	2,601	2,78,485	2,23,296
35	HDFC BANK LIMITED	650	6,97,863	9,37,658
36	HINDALCO INDUSTRIES LIMITED	2,108	3,59,766	4,11,165
37	MAHINDRA & MAHINDRA LTD.	315	4,03,004	4,05,374
38	DR. REDDYS LABORATORIES LTD.	195	5,85,592	5,13,308
39	COAL INDIA LIMITED	2,317	7,12,195	6,78,070

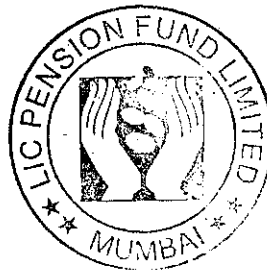




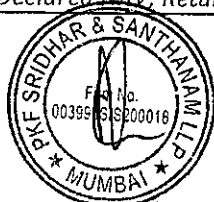
40	BAJAJ AUTO LTD.	147	3,85,091	4,12,401
41	BANK OF BARODA	4,700	7,46,015	8,12,865
42	SUN PHARMACEUTICALS INDUSTRIES LTD.	1,482	11,04,620	10,19,838
43	ACC LTD.	160	2,26,677	2,31,368
44	UltraTech Cement Limited	80	2,57,654	3,18,780
45	HCL TECHNOLOGIES LTD.	101	86,545	88,350
46	Apollo Tyres Limited	800	1,42,700	1,66,960
47	INDUSIND BANK LTD.	285	2,73,742	4,06,168
48	KOTAK MAHINDRA BANK LTD.	1,090	8,07,598	9,50,698
49	LUPIN LTD.	470	7,44,050	6,79,244
50	GLENMARK PHARMACEUTICALS LTD.	670	5,91,692	5,70,907
51	WIPRO LIMITED	97	48,663	50,023
52	TECH MAHINDRA LIMITED	630	3,02,298	2,89,265
53	CANARA BANK	756	2,12,913	2,28,879
54	ICICI BANK LTD.	6,100	15,97,645	16,88,785
55	AUROBINDO PHARMA LIMITED	865	6,06,766	5,84,048
56	NMDC LTD	621	86,320	82,655
57	ZEE ENTERTAINMENT LTD	350	1,43,546	1,87,443
58	BRITANIA INDUSTRIES LTD	60	1,76,140	2,02,440
59	CASTROL INDIA LTD	1,115	4,51,999	4,82,126
60	BHARTI INFRATEL LTD	400	1,30,650	1,30,360
61	MOTHERSON SUMI SYSTEMS LIMITED	660	2,11,775	2,45,454
62	HINDUSTAN ZINC LTD	500	1,38,474	1,44,400
64	SBI BLUECHIP FUND DIRECT GROWTH	47,150	13,50,000	16,32,030
65	BIRLA SUN LIFE FRONTLINE EQUITY FUND GROWTH DIRECT PLAN	7,024	11,08,000	14,03,476
66	FRANKLIN INDIA BLUECHIP FUND DIRECT GROWTH	1,067	4,00,000	4,51,956
67	KOTAK SELECT FOCUS FUND	43,936	12,00,000	13,08,279
	<b>Sub Total</b>		<b>317,68,016</b>	<b>347,16,484</b>

#### B Mutual Fund

1	LIC NOMURA MF LIQUID FUND DIRECT GROWTH	345	10,17,145	10,17,145
	<b>Sub Total</b>		<b>10,17,145</b>	<b>10,17,145</b>
	<b>Grand Total</b>		<b>327,85,161</b>	<b>357,33,629</b>



Key Statistics			
LIC Pension Fund Limited			
Name of the Scheme: E Tier II			
S. No.	Particulars	As at March 31, 2017	As at March 31, 2016
1	NAV Per Unit (Rs.)*		
	Open	11.1235	11.9982
	High	13.4897	12.4597
	Low	10.8911	10.0186
	End	13.4738	11.1234
2	Closing Assets Under Management (Rs. In Lakhs)		
	End	369.17	89.84
	Average (AAUM)	195.07	33.78
3	Gross income as % of AAUM	3.77	4.55
4	Expense Ratio		
a	Total Expense as % of AAUM (Scheme wise)	0.32	1.30
b	Management Fee as % of AAUM (Scheme Wise)	0.01	0.01
5	Net Income as a percentage of AAUM	3.44	3.25
6	Portfolio turnover ratio	0.16	0.39
7	Returns (%)* Compounded Annualised Yield		
	a. Last One Year		
	Benchmark (NIFTY 100)	20.87%	-8.07%
	b. Since inception		
	Benchmark (NIFTY 100)	16.09%	14.32%
	c. Compounded annualised yield (%)		
	Last 1 Year	21.13%	-7.29%
	Last 3 Years	10.90%	N.A.
	Last 5 Years	N.A.	N.A.
	Since Launch of the scheme (12-Aug-2013)	8.55%	4.04%
* Declared NAV; Returns calculated based on declared NAV			



**INDEPENDENT AUDITOR'S REPORT**

**TO**

**THE TRUSTEES,**

**NATIONAL PENSION SYSTEM TRUST (NPS Trust)**

***Report on Financial Statements***

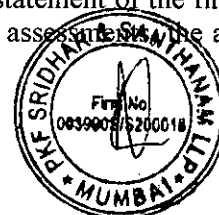
1. We have audited the accompanying financial statements of Scheme 06: **NPS Trust A/c – LIC Pension Fund Scheme C-Tier I under the National Pension System Trust (NPS Trust)** managed by LIC Pension Fund Ltd. (PFM) [in terms of clause 3 of PFRDA (preparation of Financial Statements) Guidelines 2012] which comprises of the Balance sheet as at March 31, 2017 and the Revenue account for the year then ended, and a summary of significant accounting policies and other explanatory information.

***Management's Responsibility for the Financial Statements***

2. The Board of Directors of the PFM, in accordance with the applicable Pension Fund Regulatory and Development Authority (PFRDA) Guidelines and the Investment Management Agreement (IMA) with the National Pension System trust (NPS Trust) is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Scheme in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Companies Act, 2013 read with the Rule 7 of the Companies (Accounts) Rule 2014, to the extent made applicable by PFRDA to Scheme. This responsibility also includes maintenance of records in accordance with PFRDA guidelines for safeguarding of the assets of the Company and preventing frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. These financial statements are also approved by the NPS Trust on the recommendation of the Board of Directors of the PFM.

***Auditor's Responsibility***

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor



considers internal control relevant to the PFM's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by PFM, as well as evaluating the overall presentation of the financial statements.

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

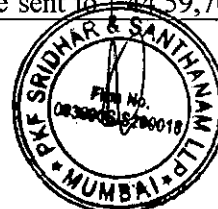
### **Opinion**

6. In our opinion and to the best of our information and according to the explanations given to us the financial statements give the information required by the PFRDA (Preparation of Financial Statements and Auditor's Report of schemes under National Pension System) Guidelines 2012, and give a true and fair view in conformity with the accounting principles generally accepted in India:
  - i) in the case of the Balance Sheet, of the state of affairs of the Scheme as at March 31, 2017;
  - ii) in the case of the Revenue Account, of the surplus of the Scheme for the period ended on that date; and

### **Emphasis of Matter**

7. As explained in Note No. 7K giving background of the Scheme regarding unbundled architecture, the PFM receives consolidated funds and does not have access to the individual subscribers' data. However, based on the individual subscribers' data and break-up of balance in bank accounts provided to us by the CRA, without modifying our opinion, we invite attention to the following:
  - a) Rs. 2,12,06,591/- is lying with Trustee Bank as on 31<sup>st</sup> March, 2017 (Previous Year: Rs. 1,92,34,816/-the units in respect of which have been allotted in the next financial year on receipt of funds by the PFM. This does not have any impact on the surplus for the period; though the subscription received pending allotments as well as balances with bank are understated by the said amount.
  - b) As informed by CRA, Rs 93,93,380 pertaining to all PFMs & all schemes and cannot be identified PFM wise or scheme wise, is lying with the Trustee Bank on account of the following:

Particulars	(Rs)
Amount pertaining to subscriber/nodal office for the withdrawals executed/erroneous requests processed by either by CRA/ Nodal Offices (Part of the amount is yet to be transferred to the beneficiary ex: transaction with multiple nominees)	48,80,246
Amount received from Bank of India (these funds have been received from Bank of India, erstwhile Trustee Bank, and it is not yet reconciled)	36,910
Surplus for PFRDA instructions	16,172
Amount received from ASPs (The cases wherein the funds were sent to	44,59,705



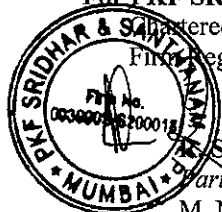
ASPs and subsequently, the subscriber has cancelled the Annuity as the subscriber during the free look period.)	
Pay-in residual	347
<b>Total</b>	<b>93,93,380</b>

Above amounts do not have any impact on the surplus for the year.

### ***Report on Other Legal and Regulatory Requirements***

8. As required by the PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012, as amended we report that:
  - a) We have obtained all information and explanations which to the best of our knowledge and belief were necessary for the purpose of the audit,
  - b) The Balance Sheet and Revenue account of the Scheme are in agreement with the books of account of the Scheme,
  - c) In our opinion, proper books of account of the scheme, as required by the PFRDA has been maintained by the PFM so far as appears from our examination of those books.
  - d) All transactions expenses in excess of the limits contractually agreed to/approved by the Authority are borne by the Pension Fund (if any) and are not charged to the NAV of the Scheme
  - e) In our opinion the Balance Sheet and Revenue account of the Scheme dealt with by this report comply with the Accounting Standards notified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rule, 2014 to the extent made applicable by PFRDA
9. We further certify that
  - a) Investments has been valued in accordance with the guidelines issued by the Authority *except for the variance set out in Significant Accounting policies in Note 7D.*
  - b) Transaction and claims/fee raised by different entities are in accordance with the prescribed fees

**For PKF SRIDHAR & SANTHANAM LLP**



Chartered Accountants

Firm Registration No: 003990S/S200018

*Suriyanarayana*

Partner

M. No: 201402

Mumbai:

13<sup>th</sup> July, 2017

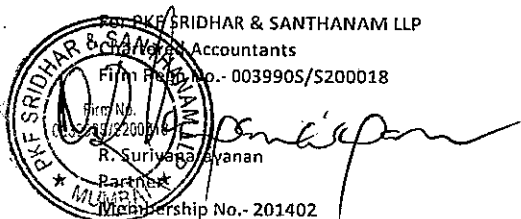
NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - C TIER I

BALANCE SHEET AS AT MARCH 31, 2017

	Schedules	As at March 31, 2017 ₹	As at March 31, 2016 ₹
<b>Liabilities</b>			
Unit Capital	1	910,245,699	526,519,273
Reserves and Surplus	2	468,094,834	187,634,544
Current Liabilities and Provisions	3	1,294,091	403,722
<b>Total</b>		<b>1,379,634,624</b>	<b>714,557,539</b>
<b>Assets</b>			
Investments	4	1,335,391,859	686,417,067
Deposits	5		
Other Current Assets	6	44,242,765	28,140,472
<b>Total</b>		<b>1,379,634,624</b>	<b>714,557,539</b>
(a) Net assets as per Balance Sheet		1,378,340,533	714,153,817
(b) Number of Units outstanding		91,024,570	52,651,927
Significant Accounting Policies and Notes to Accounts	7		

This is the Balance Sheet referred to in our report of even date.



Date: 13<sup>th</sup> JUL 2017  
Place: Mumbai

For LIC Pension Fund Ltd

*[Signature]*  
MD & CEO

*[Signature]*  
Director



Date:  
Place: Mumbai

For and on Behalf of NPS Trust

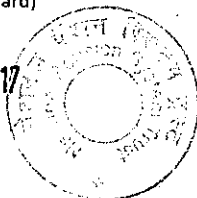
*[Signature]*

Shailesh V. Haribhakti  
(Chairman, NPS Trust Board)

*[Signature]*

Kamal Chaudhry  
(Chief Executive Officer)

Date: 13 JUL 2017  
Place: Mumbai



NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - C TIER I

REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2017

Particulars	Year ended March 31, 2017 ₹	Year ended March 31, 2016 ₹
<b>Income</b>		
Dividend	-	-
Interest	-	-
Profit on sale/redemption of investments	78,424,868	39,625,287
Profit on inter-scheme transfer/sale of investments	2,250,393	1,326,395
Unrealized gain on appreciation in investments	-	-
Other income	21,108,953	3,581,058
- Miscellaneous Income	-	1
<b>Total</b>	<b>101,784,214</b>	<b>44,532,741</b>
<b>Expenses and Losses</b>		
Unrealized losses in value of investments	-	-
Loss on sale/redemption of investments	-	-
Loss on inter-scheme transfer/sale of investments	-	-
Management fees (including service Tax)	113,420	54,286
NPS Trust fees	98,681	23,900
Custodian fees	37,894	35,672
CRA Fees	1,656,270	529,760
Less: Amount recoverable on sale of units on account of CRA Charges	(1,656,270)	(529,760)
Trustee Bank's fees	-	-
Depository and settlement charges	7,155	-
Provision for Non-performing assets	-	-
Other Expenses, if any	1	-
<b>Total</b>	<b>257,151</b>	<b>113,858</b>
<b>Surplus/(Deficit) for the year</b>	<b>101,527,063</b>	<b>44,418,883</b>
Less: Amount transferred to Unrealised appreciation account	21,108,953	3,581,058
Less: Amount transferred to General Reserve	80,418,110	40,837,825
Amount carried forward to Balance Sheet	-	-

Significant Accounting Policies and Notes to Accounts

7

This is the Revenue Account referred to in our report of even date.

For PKF SRIDHAR & SANTHANAM LLP  
Chartered Accountants  
Firm No. 003399/MS200416  
R. Suriyanarayana  
Partner  
Membership No.- 201402

For LIC Pension Fund Ltd

*Randyopadhyay*  
MD & CEO

*Director*  
Director



Date: 13<sup>th</sup> July, 2017  
Place: Mumbai

Date:  
Place: Mumbai

For and on Behalf of NPS Trust

*Shailesh V. Haribhakti*

Shailesh V. Haribhakti  
(Chairman, NPS Trust Board)

Date: 13 JUL 2017  
Place: Mumbai



*Kamal Chaudhry*  
Kamal Chaudhry  
(Chief Executive Officer)

NATIONAL PENSION SYSTEM TRUST

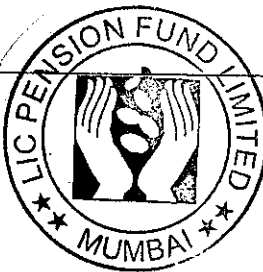
NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - C TIER I

NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2017

Schedule 1	As at March 31, 2017	As at March 31, 2016
	₹	₹
Unit Capital		
Initial Capital*		
Outstanding at the beginning of the year	526,519,273	223,828,934
Add :Units issued during the year	419,795,076	323,285,729
Less: Units redeemed during the year	36,068,650	20,595,390
Outstanding at the end of the year	910,245,699	526,519,273
(Face Value of Rs.10/- each unit, fully paid up)		
Outstanding units at the beginning of the year	52,651,927.3000	22,382,893.40
Add :Units issued during the year	41,979,507.6000	32,328,572.90
Less: Units redeemed during the year	3,606,865.0000	2,059,539.00
Outstanding Units at the end of the year	91,024,569.9000	52,651,927.30

Schedule 2	As at March 31, 2017	As at March 31, 2016
	₹	₹
Reserves and Surplus		
Unit Premium Reserve		
Opening Balance	111,994,855	22,312,905
Add: Premium on Units issued	195,170,714	96,378,254
Less: Premium on Units redeemed	16,237,487	6,696,304
Closing Balance	290,928,082	111,994,855
General Reserve		
Opening Balance	61,631,904	20,794,079
Add: Transfer from Revenue Account	80,418,110	40,837,825
Closing Balance	142,050,014	61,631,904
Unrealised Appreciation Account		
Opening Balance	14,007,785	10,426,727
Add: Transfer from Revenue Account	21,108,953	3,581,058
Closing Balance	35,116,738	14,007,785
Total	468,094,834	187,634,544

Schedule 3	As at March 31, 2017	As at March 31, 2016
	₹	₹
Current Liabilities and Provisions		
Current Liabilities		
Provision for interest overdue	-	-
Redemption Payable	1,187,991	343,032
TDS Payable	1,002	-
Interest received in advance	-	-
Sundry Creditors for expenses	105,098	60,690
	1,294,091	403,722





Schedule 4	As at March 31, 2017	As at March 31, 2016
	₹	₹
Investments (Long Term and Short Term)		
Equity Shares	-	-
Debentures and Bonds Listed/Awaiting Listing	1,285,297,604	665,394,416
Central and State Government Securities (including treasury bills)	-	-
Commercial Paper	-	-
Others - Mutual Fund Units	50,094,255	21,022,651
- Certificates of Deposit	-	-
Non Convertible Debentures classified as Non performing investment	-	-
Less: Provision on Non performing investment	-	-
Total	1,335,391,859	686,417,067

Schedule 5	As at March 31, 2017	As at March 31, 2016
	₹	₹
Deposits		
Deposits with Scheduled Banks	-	-
	-	-

Schedule 6	As at March 31, 2017	As at March 31, 2016
	₹	₹
Other Current Assets		
Outstanding and accrued Income	41,507,840	27,151,140
Balance with Trustee Bank	2,734,925	989,332
Sundry Debtors	0	0
Less: Provision for Non performing investment	0	-
	44,242,765	28,140,472



# National Pension System Trust

## SCHEME 06 : NPS TRUST A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME C TIER I

### Background

The Central Government had introduced the National Pension System (NPS) with effect from January 1, 2004 (except for armed forces). Pension Fund Regulatory and Development Authority (PFRDA), the regulatory body for NPS, finalized the architecture and appointed NSDL and Karvy Computershare Private Limited as Central Recordkeeping Agencies (CRAs), other entities for National Pension System and appointed LIC Pension Fund Ltd. (LICPFL) as one of the Fund manager for the Scheme.

LICPFL has entered into an Investment Management Agreement ('IMA') with NPS. The Pension Fund Regulatory and Development Authority ('PFRDA') guidelines require each PFM to manage subscribers' funds made available to it by the Trustee bank. However, the responsibility of maintaining individual subscriber's records is not with PFM and is managed by the CRA. The CRAs do not furnish any subscribers level data to the PFM and provide only consolidated subscribers data of cash inflow for units to be allotted and number of units to be redeemed to PFM. The PFM makes investments as per the requirements of IMA and the scheme wise flow of funds from CRAs.

Under All Citizen Model of NPS, there are three assets classes viz Equity (E), Government Securities (G), and Corporate Debt (C). The funds are invested in Corporate Debt Class through Pension Fund Managers.

### Note 7: Significant Accounting Policies and Notes to Accounts

#### Significant Accounting Policies

##### A. Basis of accounting

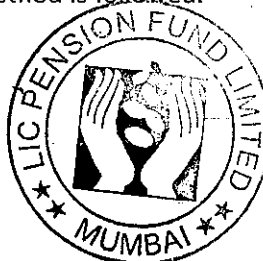
The financial statements have been prepared to comply with the PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012, Accounting Standards notified under Section 133 of the Companies Act, 2013 to the extent made applicable by PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012 and generally accepted accounting principles. These financial statements have been prepared on an accrual basis.

##### B. Investments

- (i) Transactions for purchase or sale of Investments in Government securities, Non Convertible Bonds/Debentures, Equity shares, Fixed Deposits and Mutual Funds units are recognized as of the trade date except in case of subscriptions to Private/Public Offerings of debts which are recognized on allotment.
- (i) In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed.



-- 1 --



- (ii) The cost of investments acquired or purchased includes applicable taxes and stamp charges but exclude brokerage and other transactional charges.
- (iii) In respect of privately placed debt instruments, any front-end discounts offered are reduced from the cost of the investment.
- (iv) Investments are reconciled with the custodian records on daily basis.

**C. Investment Valuation**

The below mentioned valuation of investment is carried out by Stock Holding Corporation of India as per the tripartite agreement among NPS Trust, LIC Pension Fund Limited and Stock Holding Corporation of India Ltd. Any deviations from the guidelines issued by PFRDA are mentioned in point 'D'.

**Securities traded at a stock exchange:**

- i. Debt securities (other than government securities) are valued at NSE weighted average traded price on that day.
- ii. Money market instruments like commercial paper and certificate of deposit with residual maturity of up to 60 days, valued at the weighted average price at which they are traded on the particular valuation day. When such securities are not traded on a particular valuation day then they are valued at amortized cost.
- iii. Investments in mutual fund schemes are valued based on the latest available/previous day's net asset value from AMFI website.

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

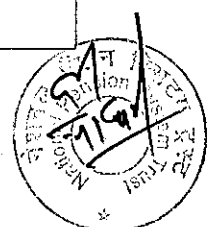
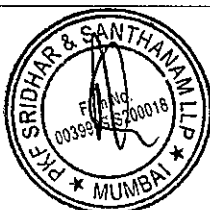
Non-traded / thinly traded / privately placed equity securities including those not traded within thirty days and non-traded / thinly traded / privately placed debt securities including those not traded within fifteen days shall be valued "in-good faith" on the basis of following valuation methods approved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

Debt securities not traded on a valuation day:

- i. With residual maturity over 60 days are valued on a yield to maturity basis, based on average of spreads provided by CRISIL and ICRA.
- ii. With residual maturity up to 60 days are valued at last traded price plus the difference between the redemption value and last traded price, spread uniformly over remaining maturity period of the instrument.

- D. The valuation Policy of the Scheme, as advised by SHCIL, is at variance with PFRDA guidelines. The details of the variation are as under:**

PFRDA Guidelines :	Valuation Policy :
<b>1. Securities traded at a stock exchange:</b> Debt securities (other than government securities) are valued at the last quoted closing price on the Principal exchange on which the security is traded.	Debt securities (other than government securities) are valued at the NSE weighted average traded price on that day.



<p><b>2. Securities not traded at a stock exchange :</b></p> <p>When a debt security (Other than government Security ) is not traded on any stock exchange on a particular valuation date, the value at which was traded on any other stock exchange on the earliest previous day is used, provided that such day is not more than 15 days.</p>	<p>a. With residual maturity over 60 days are valued on a yield to maturity basis, based on average of spreads provided by CRISIL and ICRA.</p> <p>b. With residual maturity up to 60 days are valued at last traded price plus the difference between the redemption value and last traded price, spread uniformly over remaining maturity period of the instrument.</p>
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#### E. Non Performing Investments:

Investments are classified as non-performing based on PFRDA (Identification, Income Recognition and Provisioning of NPA) Guidance Note 2013. An investment is regarded as non-performing if interest / principal or both amounts have not been received or remained outstanding for one quarter from the day such income/instrument has fallen due.

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

Period past due from the date of classification of assets as NPA	% Provision On Book Value
3 months	50%
6 months	75%
9 months	100%

On classification of the instrument as NPA, no further interest is accrued on the investment and a provision for all interest accrued is made.

#### Re-schedulement of NPA:

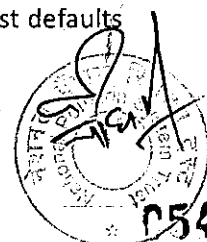
In case any issuer of debt security defaults in the payment of interest and installment of principal, if any , and the pension fund has accepted re-schedulement of NPA, it may be reclassified as performing asset , if next two coupons/ installments of principal , if applicable, is regularly serviced as rescheduled.

Written – back of provisioning of interest: Upon reclassification of assets as performing assets

- i) In case an issuer has fully cleared all the arrears of interest , the interest provision can be written back in full.

Written – back of provisioning of principal: The provision made for the principal can be written back in the following manner:

- i) 100 % of the assets provided for in the books will be written back at the end of second calendar quarter, where the provision of principal was made due to the interest defaults



50 % of the assets provided for in the books will be written back at the end of second calendar quarter and 25 % after every subsequent quarter, where both principal and interest were in default earlier.

**F. Income Recognition:**

In respect of all interest-bearing investments, income is accrued on a daily basis. Interest paid for the period from the last interest date up to the date of purchase is not treated as a cost of purchase but debited to Interest Recoverable Account. Similarly interest received at the time of sale for the period from the last interest date up to the date of sale is not treated as an addition to sale value but is credited to Interest Recoverable Account. Interest on Non-Performing Investments is not recognized in the Revenue Account till received.

**G. Expenses**

All allowable expenses and incomes accrued up to the valuation date are considered for computation of Net asset value. Major expenses like Investment Management Fees and NPS Trust Fees are accrued on a daily basis.

**H. Taxes**

All taxes which are leviable and actually paid are charged to the NAV of the Fund and are borne by the Subscriber. Any subsequent refund on this account, if any, is added to the scheme/fund as income.

**I. Unit Capital**

Unit Capital is tallied with CRA records on daily basis. Difference between the issue/redemption price and face value of the units is credited / debited to unit premium reserve.

**J. Computation of the Net Asset Value (NAV):**

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

**K. As per the unbundled architecture of National Pension Scheme, unit allocations and redemptions are accounted by PFM on the basis of consolidated data received from the Central Record Keeping Agency.**

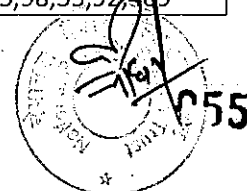
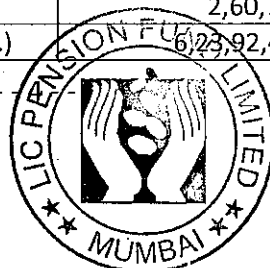
**L. Investment Management Fees:**

As per the terms of the Investment Management Agreement entered between National Pension System Trust and LIC Pension Fund Limited management fees is calculated as a percentage of schemes daily closing net asset value.

**Notes to Accounts**

**I. Investment in Group Company and Associates:**

Particulars	March 31, 2017	March 31, 2016
Name of the Group Company/Associate	LIC Housing Finance Ltd.	LIC Housing Finance Ltd.
Amount Invested by the scheme (Rs.)	2,50,03,795	2,50,03,795
Market Value (Rs.)	2,60,70,082	2,53,26,539
Aggregate investment by all scheme (Rs.)	6,23,92,46,100	5,98,55,92,409



II. Details of Custodian Fees paid or payable to Stock Holding Corporation of India Limited (A Company in which sponsor of LIC Pension Fund Limited has substantial interest)

Particulars	March 31, 2017	March 31, 2016
Name of Sponsor of LIC PFL	LIC of India	LIC of India
Name of the company in which sponsor has substantial interest	Stock Holding Corporation of India Ltd.	Stock Holding Corporation of India Ltd.
No of shares held	31,50,000	31,50,000
% of Share Holding	14.97 %	14.97 %
Amount Paid/ Payable (Rs.)	37,894	35,672

III. Purchase/Sale of Investments: The aggregate value of purchase and sales of investments during the year expressed as a percentage of average daily net assets are as under:

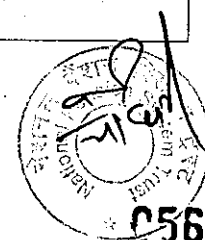
Particulars	March 31, 2017	March 31, 2016
Aggregate Value of purchase (except liquid funds) (Rs.)	64,42,39,690	44,41,79,133
%	65.29 %	93.31 %

Particulars	March 31, 2017	March 31, 2016
Aggregate Value of sales (except liquid funds) (Rs.)	4,27,29,674	1,01,57,150
%	4.33 %	2.13 %

IV. Total Value of investment falling under each major industry group (which constitute not less than 5% of total investment related to that classification).

**Corporate Bonds & Debentures :**

Particulars	March 31, 2017		March 31, 2016	
	Amount of Investment (Rs.)	% of total investment related to that classification	Amount of Investment (Rs.)	% of total investment related to that classification
Other Credit Granting	29,53,79,797	22.98%	12,12,42,215	18.50%
Monetary intermediation of banks	28,46,45,396	22.15%	21,20,32,286	32.35%
Activity granting credit for house	17,92,88,119	13.95%	15,53,03,769	23.70%
Other monetary intermediation serv	12,68,75,307	9.87%	278,51,426	4.25%
Power generation by nuclear plant	796,69,664	6.20%	167,98,493	2.56%
Transmission of electric energy	7,10,38,795	5.53%	1,55,01,365	2.37%
Fin.serv except insurance & pension	5,96,35,251	4.64%	3,42,11,811	5.22%
Total amount invested in Corporate Bonds & Debentures	128,52,97,604		65,53,94,415	



V. Aggregate value of Non Traded investment valued in good faith at the end of the year:

**Non Convertible Bond & Debentures:**

Aggregate value of Non traded Investment (Rs.) as on 31.3.2017	% to Net Assets Value as on 31.3.2017	Aggregate value of Non traded Investment (Rs.) as on 31.3.2016	% to Net Assets Value as on 31.3.2016
60,76,08,734	44.08 %	28,33,61,462	39.68%

VI. Contingent Liability as on 31<sup>st</sup> March, 2017 is NIL. ( Previous Year – NIL).

VII. Figures have been rounded off to the nearest rupee. Previous year figures have been regrouped and rearranged, wherever necessary.

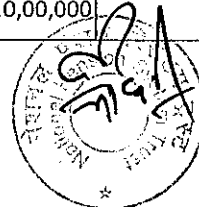
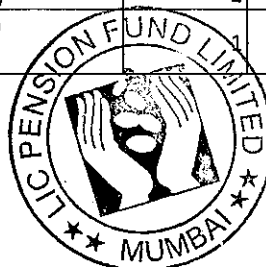
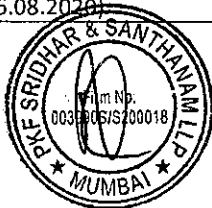


**Scheme 06 : NPS TRUST A/C LIC PENSION FUND SCHEME C TIER I**

**Schedule Annexed to and forming part of Financial Statements as on 31.03.2017**

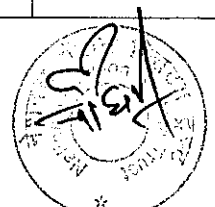
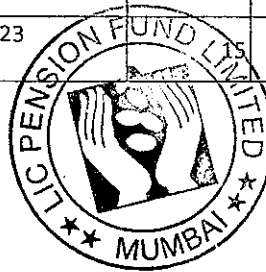
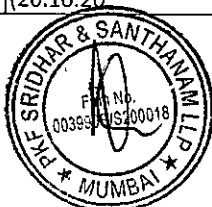
**A Debt :**

Sr No.	Security Name	Units	Book Cost (Rs.)	Market Value (Rs.)
1	9.87% TATA SONS NCDs 2017 (16.04.2017)	10	100,30,270	100,09,100
2	9.15% ICICI BANK LTD LOWER TIER II UNSECU REDEEM DEBENTURE 2	24	247,70,732	256,84,752
3	9.15% AXIS BANK LIMITED LOWER TIER II DEBENTURE 2022 (31.12.	5	51,84,665	53,50,990
4	9.25% HDFC SECURED REDEEMBLE NON CONVERTIBLE DEBENTURE 2018(	8	78,62,520	81,74,360
5	11.00% SECURED IL & FS NCDs 2018 (23.08.2013)	10064	102,25,269	104,53,899
6	8.77% SEC. HINDUSTAN PETROLEUM CORPORATION NCD SERIES G 2018	3	29,10,018	30,53,052
7	9.68% UNSEC IDFC BANK LTD. NCDs 2023 (18.12.2023)	5	50,20,680	52,00,375
8	11.15% HDFC DEBENTURE 2018(06.08.2018)	3	31,41,975	31,49,499
9	9.50% UNSEC IDFC BANK LTD. NCDs 2024 (15.05.2024)	7	70,00,000	73,21,349
10	9.25% SEC. TATA SONS NCDs 2019 (19.06.2019)	3	29,77,131	31,29,465
11	9.25% ICICI BANK LIMITED UNSEC.INFRA DEBENTURE 2024 (04.09.2	5	52,40,160	54,92,410
12	9.60% UNSECURED RED. SUBORDINATED NCDs HDFC LTD.(21.10.2024)	10	50,00,000	55,45,945
13	9.35% UNSECURED RED . TATA MOTORS LTD.2023 ( 10.11.2023)	5	50,00,000	52,75,245
14	8.85% Unsec. Senior Infra NCDs Axis Bank Ltd. 2024 (05.12.2	35	356,65,102	370,79,140
15	8.72% SENIOR UNSEC. INFRA NCDs KOTAK MAHINDRA BANK LTD. 2022	20	201,83,180	210,43,580
16	9.39% LIC HOUSING FINANCE LTD. SECURED NCDs 2024 (23.08.2024	11	115,44,379	120,55,175
17	9.24% LIC HOUSING FINANCE LTD. SECURED NCDs 2024 (30.09.2024	2	20,92,020	21,52,600
18	9.25% UNSEC SUNDARAM BNP PARIBAS HOME FINANCE LTD. NCDs 2025	12	119,71,200	128,89,944
19	8.94% UNSEC CAN FIN HOMES LTD. NCDs 2024 (03.12.2024)	8	40,20,556	42,93,268
20	8.45% SENIOR UNSEC. INFRA NCDs KOTAK MAHINDRA BANK LTD. 2022	13	130,00,000	135,10,133
21	8.95% SECURED NCDs HDFC LTD. 2020 (19.10.2020)	8	81,33,600	84,28,056
22	9.17% UNSEC NCDs IDFC BANK LTD.2024 (14.10.2024)	12	124,38,780	130,20,420
23	9.34% SECURED NCDs HDFC LTD. 2024 (28.08.2024)	7	72,65,699	76,53,121
24	8.64% UNSEC NCDs IDFC BANK LTD.2020 (15.04.2020)	3	30,00,000	31,16,772
25	8.70% UNSEC NCDs IDFC BANK LTD.2025 (20.05.2025)	11	110,61,761	116,90,261
26	9.15% UNSEC. BASEL III REDEEMABLE NCDs - YES BANK LTD 2025	25	250,00,000	267,56,800
27	8.73% UNSEC NCDs IDFC BANK LTD.2023 (06.01.2023)	4	40,00,000	42,07,288
28	9.47% LIC HOUSING FINANCE LTD. SECURED NCDs 2024 (23.08.2024	4	42,03,740	44,01,264
29	8.75% UNSEC. NCDs IDFC BANK LTD 2023 (28.07.2023)	2	20,00,000	21,12,304
30	8.67% LIC HOUSING FINANCE LTD SECURED NCDs2020 (26.08.2020)	1	10,00,000	10,43,572

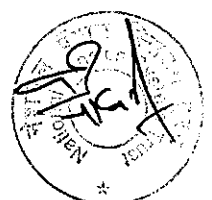
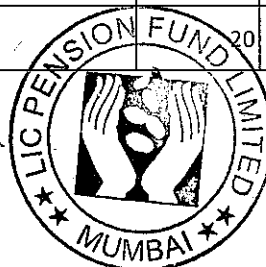




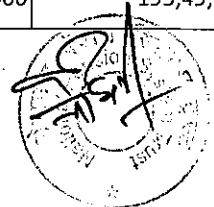
31	8.55% LIC HOUSING FINANCE LTD. SECURED NCDs 2025 (14.08.2025)	1	10,00,000	10,54,689
32	9.65% SECURED NCDS HDFC LTD. 2019 (19.01.2019)	3	30,88,398	31,25,079
33	8.75% LIC HOUSING FINANCE LTD. SECURED NCDS 2020 (14.01.2020)	1	10,04,744	10,38,326
34	9.65% SECURED NCDS HDFC LTD. (SERIES L-015) 2019 (17.01.201)	7	71,94,803	72,90,836
35	8.69% SECURED NCDs CAN FIN HOMES LTD. 2020 (10.09.2020)	3	30,00,000	31,33,164
36	9.36% SENIOR UNSEC. INFRA NCDS KOTAK MAHINDRA BANK LTD 2021 (	1	10,37,900	10,71,078
37	9.20% UNSEC TIER II NCDs TATA CAPITAL HOUSING FINANCE LTD 20	1	9,98,800	10,74,416
38	8.67% UNSEC. NCDs IDFC BANK LTD 2025 (03.01.2025)	15	151,68,795	158,80,485
39	8.41% CAN FIN HOMES LTD. SECURED NCDs 2019 (30.01.2019)	5	50,00,000	51,10,035
40	8.70% SECURED NCDS HDFC LTD. 2020 (18.05.2020)	24	120,70,522	124,96,392
41	8.99% UNSEC TIER II NCDs TATA CAPITAL HOUSING FINANCE LTD 20	10	100,00,000	106,25,190
42	8.75% SECURED NCDS HDFC LTD. 2020 (13.01.2020)	8	39,97,700	41,53,148
43	9.43% LIC HOUSING FINANCE LTD-SECURED NCDS 2022 (10.02.2022)	4	41,58,912	43,24,456
44	8.45% SECURED NCDS HDFC LTD. 2025 (25.02.2025)	16	78,96,816	83,76,808
45	8.77% UNSECURED NCDS ICICI HOME FINANCE CO. LTD. 2019 (23.05)	14	70,00,000	72,30,482
46	9.00% UNSEC. BASEL III TIER 2 NCDs - YES BANK LTD 2026 (31.	10	100,00,000	106,63,570
47	9.05% ESSEL LUCKNOW RAEBARELI TOLL ROADS LTD. SERIES V 2026	10	100,00,000	110,67,900
48	8.40% ICICI BANK LIMITED UNSEC. NCD 2026 (13.05.2026)	12	120,00,000	125,91,876
49	8.50% UNSEC. NCDs IDFC BANK LTD 2023 (04.07.2023)	12	120,00,000	125,29,728
50	9.25% EAST-NORTH INTERCONNECTION COMPANY LTD. SERIES 57 2031	1	10,00,000	11,02,677
51	8.50% AXIS BANK LIMITED BASEL III TIER II NCDS 2026 (27.05.	5	50,00,000	52,80,090
52	8.65% SECURED NCDS APOLLO TYRES LTD. SERIES B 2025 (300420	5	50,00,000	52,02,860
53	8.53% UNSECURED NCDS ICICI HOME FINANCE CO. LTD. 2020 (19.06	10	50,00,000	51,87,570
54	9.10% EAST-NORTH INTERCONNECTION COMPANY LTD. SERIES 33 2025	5	50,05,000	54,28,230
55	9.00% SEC. NCDs SHRIRAM TRANSPORT FINANCE CO. LTD. 2019 (05	5	50,00,000	50,98,320
56	8.36% UNSECURED NCDS ICICI HOME FINANCE CO. LTD. 2020 (21.07	10	50,00,000	51,67,365
57	8.20% SECURED NCDS HDFC LTD. 2021 (29.07.2021)	1	100,00,000	102,89,950
58	8.25% UNSECURED NCDS ICICI LOMBARD GEN INS CO. LTD. 2026 (28	35	350,80,000	360,77,020
59	7.53% SEC ULTRA TECH CEMENT LTD. NCDs 2026 (21-08-2026)	15	151,45,570	149,21,445
60	7.57% UNSECURED NCDS MAHINDRA & MAHINDRA LTD. 2026 (25.09.2	20	200,00,000	199,46,740
61	8.00% SENIOR UNSEC. INFRA NCDs YES BANK LTD. 2026 (30.09.20	10	100,00,000	100,31,310
62	7.60% UNSEC. SENIOR INFRA NCDs AXIS BANK LTD 2023 (20.10.20	15	150,00,000	150,01,005



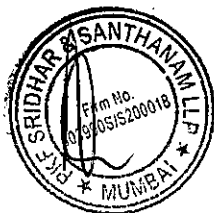
63	7.60% UNSECURED NCDS HDFC ERGO GEN INS CO. LTD. 2026 (09.11.	10	100,75,720	99,93,390
64	POWER FINANCE CORPORATION 9.68% (9.06.2018)	5	50,05,345	51,47,805
65	11.00% SEC INDIAN OIL CORPORATION LTD. 2018	6	62,64,012	63,07,518
66	9.57% SEC INDIAN RAILWAY FINANCE CORPORATION BONDS 2021 (31	7	70,06,846	75,77,668
67	8.70% SEC. POWER GRID BONDS XLIV ISSUE - STRPP B (15.07.2023	10	94,94,000	105,35,190
68	8.82% UNSEC. RURAL ELECTRIFICATION CORPN. NCBs 2023 (12.04.2	10	95,43,000	106,11,770
69	9.58% UNSEC. EXIM NCBs 2023 (04.10.2023).	10	100,00,000	109,87,530
70	8.73% SEC. REDEEMABLE NON CONVERTIBLE NTPC BONDS - SERIES XL	4	38,10,260	42,11,660
71	9.81% SECURED PFC BONDS 2018 (07.10.2018).	3	30,16,500	31,11,786
72	9.18% NUCLEAR POWER CORPORATION STRPP SERIES XXVIII - A (23.	5	49,85,000	54,92,545
73	9.18% NUCLEAR POWER CORPORATION STRPP SERIES XXVIII - B (23.	1	10,00,000	11,09,310
74	9.18% NUCLEAR POWER CORPORATION STRPP SERIES XXVIII - C (23.	1	10,00,000	11,18,033
75	9.18% NUCLEAR POWER CORPORATION STRPP SERIES XXVIII - D (23.	1	10,00,000	11,25,971
76	9.18% NUCLEAR POWER CORPORATION STRPP SERIES XXVIII - E (23.	1	10,00,000	11,33,346
77	9.95% STATE BANK OF INDIA LOWER TIER-II BONDS 2026 (16.03.20	20	2,06,600	2,18,121
78	9.38% SEC. RURAL ELECTRIFICATION CORPORATION LTD. BONDS 2018	1	9,85,586	10,32,496
79	9.27% INDIAN RAILWAYS FINANCE CORPORATION BONDS 2021 (10.05.	3	29,74,767	32,13,138
80	9.02% SEC. RURAL ELECTRIFICATION CORPORATION LTD. BONDS 2019	2	19,88,600	20,79,330
81	9.30% SEC. POWER GRID CORPORATION OF INDIA LTD BONDS 2029 (0	5	59,58,975	56,64,195
82	9.30% SEC. POWER GRID CORPORATION OF INDIA LTD BONDS 2024 (0	12	124,32,663	130,95,288
83	9.32% POWER FINANCE CORPORATION LTD. UNSECURED BOND 2019 (17	8	79,96,000	83,73,112
84	8.40% UNSECURED NUCLEAR POWER CORPORATION STRPP SERIES- XXIX	7	71,44,900	74,76,399
85	8.57% UNSEC RURAL ELECTRIFICATION CORPORATION LTD. BONDS 202	17	171,45,977	179,57,134
86	8.65% UNSEC. POWER FINANCE CORPORATION LTD. BONDS 2024 (28.1	20	206,77,030	211,48,660
87	8.98% UNSEC POWER FINANCE CORP LTD BONDS (1208) 2024(08.10.2	24	247,06,393	257,83,944
88	8.30% UNSEC RURAL ELECTRIFICATION CORPORATION LTD. BONDS 202	18	184,53,816	186,49,008
89	8.56% SEC BONDS PNB HOUSING FINANCE LTD. 2020(28.07.2020)	23	230,00,000	240,22,419
90	9.35% UNSEC. PNB BASEL III TIER 2 BONDS 2024 (09.09.2024)	1	10,51,518	10,94,145
91	9.34% SEC RURAL ELECTRIFICATION CORPORATION LTD. BONDS 2024	23	238,52,240	251,43,646
92	8.23% SEC BONDS PNB HOUSING FINANCE LTD. 2019 (09.04.2019)	20	200,00,000	203,90,540



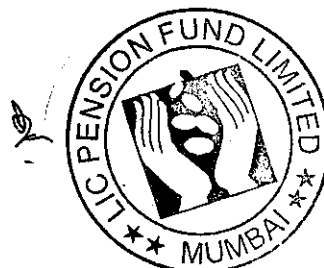
93	8.98% UNSEC. POWER FINANCE CORPORATION LTD. BONDS(120A) 2024	6	62,68,634	64,45,986
94	8.27% SEC RURAL ELECTRIFICATION CORPORATION LTD. BONDS 2022	2	19,89,112	20,71,898
95	8.40% STATE BANK OF MYSORE BASEL III TIER-II BONDS 2025 (31.	4	40,00,000	41,92,756
96	9.58% UNSECURED EXIM BONDS SR.Q.24.2023 (16.12.2023)	10	106,30,180	110,13,330
97	8.27% UNSEC RURAL ELECTRIFICATION CORP. LTD. BONDS 2025 (06.	10	99,55,490	103,68,040
98	9.65% UNSECURED EXIM BONDS SR.R.01.2024 (04.04.2024)	6	63,80,700	66,54,732
99	8.45% STATE BANK OF TRAVANCORE BASEL III TIER-II BONDS 2026	14	140,00,000	145,04,658
100	8.13% UNSECURED NUCLEAR POWER CORP. STRPP SERIES-XXXII(A) (	10	106,49,540	104,65,140
101	8.13% UNSECURED NUCLEAR POWER CORP. STRPP SERIES- XXXII (E)	40	402,65,320	420,08,120
102	8.12% UNSECURED EXIM BONDS SR.T.02.2031 (25.04.2031)	7	70,00,000	73,06,705
103	7.90% UNSEC. IIFCL BONDS 2024 (28.04.2024)	10	98,21,330	97,57,330
104	8.88% UNSECURED IFC BONDS TR. 3 STRPP 5 2031 (20.10.2031)	42	45,89,122	46,90,846
105	8.06% UNSEC SUB TII RURAL ELECTRIFICATION CORP LTD BONDS 202	16	162,68,608	163,28,144
106	8.02% UNSECURED EXIM BONDS SR.S 04-2025 (29.10.2025)	5	51,26,570	51,18,065
107	7.55% SEC. POWER GRID BONDS LV ISSUE - 2031 (20.09.2031)	5	50,00,000	49,38,775
108	7.36% SEC. POWER GRID BONDS LVI ISSUE - 2026 (17.10.2026)	10	100,00,000	98,34,520
109	7.38% NABARD UNSECURED BONDS 2031 SERIES LTIF 1A (20.10.203	10	100,00,000	97,31,460
110	8.75% UNSEC RURAL ELECTRIFICATION CORP LTD BONDS 2025 (08.06	10	106,63,000	106,58,940
111	7.49% SECURED NTPC BONDS - SERIES 64 2031 (07.11.2031)	15	150,00,000	147,38,550
112	8.88% UNSECURED IFC BONDS TR. 3 STRPP 6 2032 (20.10.2032)	45	53,81,721	50,45,306
113	8.87% UNSECURED EXIM BONDS SR.R.15-2029 (30.10.2029)	9	104,26,968	98,98,497
114	7.25% UNSECURED NUCLEAR POWER CORP. STRPP SERIES-XXXII(E)(1	10	100,00,000	97,40,800
115	7.37% SECURED NTPC BONDS - SERIES 66 2031 (13.12.2031)	10	100,00,000	98,04,020
116	7.30% NABARD UNSEC GOI BONDS 2031 SERIES LTIF A-2 (26.12.2	19	190,00,000	185,91,177
117	7.16% NABARD UNSEC GOI BONDS 2032 SERIES LTIF A-3 (12.01.2	19	190,00,000	183,57,211
118	7.34% NABARD UNSEC BONDS 2032 SERIES LTIF 1C (13.01.2032)	10	100,00,000	96,96,760
119	7.18% UNSEC POWER FINANCE CORP LTD. GOI BONDS 2027 SERIES 15	10	100,00,000	98,06,290
120	7.25% UNSECURED EXIM BONDS SR.T.09-2027 (01.02.2027)	20	200,00,000	195,19,840
121	7.22% IREDA UNSEC GOI BONDS 2027 SERIES 1 (06.02.2027)	20	200,00,000	195,49,300



122	7.60% UNSEC POWER FINANCE CORP LTD. GOI BONDS 2027 SERIES 16	20	200,00,000	201,29,640
123	7.85% IREDA UNSEC GOI BONDS 2027 SERIES 1B (06.03.2027)	29	290,00,000	297,76,562
124	7.90% IWAI UNSEC GOI BONDS 2027 MOS SERIES 1 (03.03.2027)	34	342,11,540	350,27,310
125	7.89% SEC. POWER GRID BONDS LVIII ISSUE - 2027 (09.03.2027)	20	200,00,000	204,39,920
126	7.75% UNSEC POWER FINANCE CORP LTD. GOI BONDS 2027 SERIES 16	20	200,00,000	204,15,500
	<b>Sub Total</b>		<b>12501,94,980</b>	<b>12852,97,604</b>
	<b>B Mutual Fund</b>			
1	LIC NOMURA MF LIQUID FUND DIRECT GROWTH	16991.23	500,80,141	500,94,255
	<b>Sub Total</b>		<b>500,80,141</b>	<b>500,94,255</b>



Key Statistics			
LIC Pension Fund Limited			
Name of the Scheme: C Tier I			
S. No.	Particulars	As at March 31, 2017	As at March 31, 2016
1	NAV Per Unit (Rs.)*		
	Open	13.5667	12.3946
	High	15.2093	13.5637
	Low	13.6081	12.3876
	End	15.1425	13.5637
2	Closing Assets Under Management ( Rs. In Lakhs)		
	End	13,783.41	7141.54
	Average (AAUM)	9,868.07	4760.22
3	Gross income as % of AAUM	8.18	8.60
4	Expense Ratio		
a	Total Expense as % of AAUM (Scheme wise)	0.03	0.02
b	Management Fee as % of AAUM (Scheme Wise)	0.01	0.01
5	Net Income as a percentage of AAUM	8.15	8.58
6	Portfolio turnover ratio	0.04	0.02
7	Returns (%)* Compounded Annualised Yield		
	a. Last One Year		
	Benchmark (NPS-Corporate Bond Index)	12.31%	8.31%
	b. Since inception		
	Benchmark (NPS-Corporate Bond Index)	11.90%	11.74%
	c. Compounded annualised yield (%)		
	Last 1 Year	11.64%	9.46%
	Last 3 Years	12.15%	N.A.
	Last 5 Years	N.A.	N.A.
	Since Launch of the scheme (23-Jul-2013)	11.90%	12.00%
* Declared NAV; Returns calculated based on declared NAV			



**INDEPENDENT AUDITOR'S REPORT**

**TO**

**THE TRUSTEES,**

**NATIONAL PENSION SYSTEM TRUST (NPS Trust)**

***Report on Financial Statements***

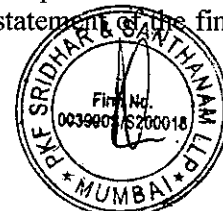
1. We have audited the accompanying financial statements of Scheme 09: **NPS Trust A/c – LIC Pension Fund Scheme C- Tier II under the National Pension System Trust (NPS Trust)** managed by LIC Pension Fund Ltd. (PFM) [in terms of clause 3 of PFRDA (preparation of Financial Statements) Guidelines 2012] which comprises of the Balance sheet as at March 31, 2017 and the Revenue account for the year then ended, and a summary of significant accounting policies and other explanatory information.

***Management's Responsibility for the Financial Statements***

2. The Board of Directors of the PFM, in accordance with the applicable Pension Fund Regulatory and Development Authority (PFRDA) Guidelines and the Investment Management Agreement (IMA) with the National Pension System trust (NPS Trust) is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Scheme in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Companies Act, 2013 read with the Rule 7 of the Companies (Accounts) Rule 2014, to the extent made applicable by PFRDA to Scheme. This responsibility also includes maintenance of records in accordance with PFRDA guidelines for safeguarding of the assets of the Company and preventing frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. These financial statements are also approved by the NPS Trust on the recommendation of the Board of Directors of the PFM.

***Auditor's Responsibility***

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial



statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the PFM's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by PFM, as well as evaluating the overall presentation of the financial statements.

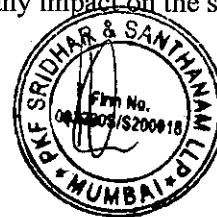
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Opinion***

6. In our opinion and to the best of our information and according to the explanations given to us the financial statements give the information required by the PFRDA (Preparation of Financial Statements and Auditor's Report of schemes under National Pension System) Guidelines 2012, and give a true and fair view in conformity with the accounting principles generally accepted in India:
- i) in the case of the Balance Sheet, of the state of affairs of the Scheme as at March 31, 2017;
  - ii) in the case of the Revenue Account, of the surplus of the Scheme for the period ended on that date; and

### ***Emphasis of Matter***

7. As explained in Note No. 7K giving background of the Scheme regarding unbundled architecture, the PFM receives consolidated funds and does not have access to the individual subscribers' data. However, based on the individual subscribers' data and break-up of balance in bank accounts provided to us by the CRA, without modifying our opinion, we invite attention to the following:
- a) Rs. 3,46,031/- is lying with Trustee Bank as on 31<sup>st</sup> March, 2017 (Previous Year Rs. 1,69,238/-) units in respect of which have been allotted in the next financial year on receipt of funds by the PFM. This does not have any impact on the surplus for the period; though the subscription received pending allotments as well as balances with bank are understated by the said amount.
  - b) Rs 443 is lying in the withdrawal account with trustee bank as on 31<sup>st</sup> March 2017. As explained by CRA, the same pertains to subscriber/nodal office for the withdrawals executed/erroneous requests processed by either by CRA/ Nodal Offices. The said amount could not be transferred to the recipients due incorrect bank account details/invalid bank details, etc. This does not have any impact on the surplus for the year.



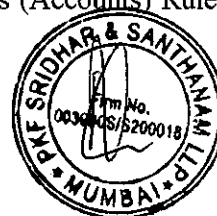
- c) As informed by CRA, Rs 93,93,380 pertaining to all PFMs & all schemes and cannot be identified PFM wise or scheme wise, is lying with the Trustee Bank on account of the following:

Particulars	(Rs)
Amount pertaining to subscriber/nodal office for the withdrawals executed/erroneous requests processed by either by CRA/ Nodal Offices (Part of the amount is yet to be transferred to the beneficiary ex: transaction with multiple nominees)	48,80,246
Amount received from Bank of India (these funds have been received from Bank of India, erstwhile Trustee Bank, and it is not yet reconciled)	36,910
Surplus for PFRDA instructions	16,172
Amount received from ASPs (The cases wherein the funds were sent to ASPs and subsequently, the subscriber has cancelled the Annuity as the subscriber during the free look period.)	44,59,705
Pay-in residual	347
<b>Total</b>	<b>93,93,380</b>

Above amounts do not have any impact on the surplus for the year.

#### ***Report on Other Legal and Regulatory Requirements***

8. As required by the PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012, as amended we report that:
- We have obtained all information and explanations which to the best of our knowledge and belief were necessary for the purpose of the audit,
  - The Balance Sheet and Revenue account of the Scheme are in agreement with the books of account of the Scheme,
  - In our opinion, proper books of account of the scheme, as required by the PFRDA has been maintained by the PFM so far as appears from our examination of those books.
  - All transactions expenses in excess of the limits contractually agreed to/approved by the Authority are borne by the Pension Fund (if any) and are not charged to the NAV of the Scheme
  - In our opinion the Balance Sheet and Revenue account of the Scheme dealt with by this report comply with the Accounting Standards notified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rule, 2014 to the extent made applicable by PFRDA





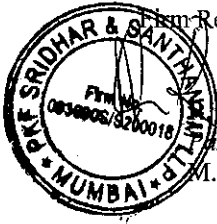
9. We further certify that

- a) Investments has been valued in accordance with the guidelines issued by the Authority *except for the variance set out in Significant Accounting policies in Note 7D.*
- b) Transaction and claims/fee raised by different entities are in accordance with the prescribed fees

For PKF SRIDHAR & SANTHANAM LLP

Chartered Accountants

Firm Registration No: 003990S/S200018



*[Signature]*  
Suriyanarayanan

Partner

M. No: 201402

Mumbai:

13<sup>th</sup> July, 2017

NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - C TIER II

BALANCE SHEET AS AT MARCH 31, 2017

	Schedules	As at March 31, 2017 ₹	As at March 31, 2016 ₹
<b>Liabilities</b>			
Unit Capital	1	22,871,346	6,564,609
Reserves and Surplus	2	9,697,432	1,758,527
Current Liabilities and Provisions	3	129,787	10,837
<b>Total</b>		<b>32,698,565</b>	<b>8,333,973</b>
<b>Assets</b>			
Investments	4	30,322,207	8,074,627
Deposits	5	500,000	-
Other Current Assets	6	1,876,358	259,346
<b>Total</b>		<b>32,698,565</b>	<b>8,333,973</b>
(a) Net assets as per Balance Sheet		32,568,778	8,323,136
(b) Number of Units outstanding		2,287,135	656,461
Significant Accounting Policies and Notes to Accounts	7		

This is the Balance Sheet referred to in our report of even date.

For PKF SRIDHAR & SANTHANAM LLP

Chartered Accountants

Firm Regd. No.- 0039905/S200018

Firm No.

R. Suriyanarayana

Partner

Membership No.- 201402

Date: 13<sup>th</sup> JULY, 2017

Place: Mumbai

For LIC Pension Fund Ltd

*Bandyopadhyay*  
MD & CEO

*Director*  
Director



For and on Behalf of NPS Trust

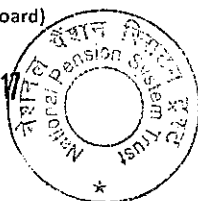
*Shailish V. Haribhakti*

Shailesh V. Haribhakti

(Chairman, NPS Trust Board)

Date: 13 JUL 2017

Place: Mumbai



*Kamal Chaudhry*

Kamal Chaudhry

(Chief Executive Officer)

NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - C TIER II

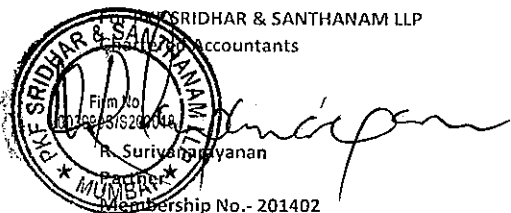
REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2017

Particulars	Year ended March 31, 2017 ₹	Year ended March 31, 2016 ₹
<b>Income</b>		
Dividend	-	-
Interest	1,538,883	214,554
Profit on sale/redemption of investments	60,126	45,038
Profit on inter-scheme transfer/sale of investments	-	1,368
Unrealized gain on appreciation in investments	393,125	31,964
Other income		
- Miscellaneous Income	3	-
<b>Total</b>	<b>1,992,137</b>	<b>292,924</b>
<b>Expenses and Losses</b>		
Unrealized losses in value of investments	-	-
Loss on sale/redemption of investments	-	-
Loss on inter-scheme transfer/sale of investments	-	-
Management fees (including service Tax)	2,335	356
NPS Trust fees	2,031	202
Custodian fees	673	177
CRA Fees	11,508	1,836
Less: Amount recoverable on sale of units on account of CRA Charges	(11,508)	(1,836)
Trustee Bank's fees	-	-
Depository and settlement charges	117	-
Provision for Non-performing assets	-	-
Other Expenses, if any	-	-
<b>Total</b>	<b>5,156</b>	<b>735</b>
<b>Surplus/(Deficit) for the year</b>	<b>1,986,981</b>	<b>292,189</b>
Less: Amount transferred to Unrealised appreciation account	393,125	31,964
Less: Amount transferred to General Reserve	1,593,856	260,225
Amount carried forward to Balance Sheet	-	-

Significant Accounting Policies and Notes to Accounts

7

This is the Revenue Account referred to in our report of even date.



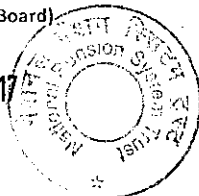
Date: 13<sup>th</sup> July, 2017  
Place: Mumbai

For and on Behalf of NPS Trust

*Shaillesh V. Haribhakti*

Shaillesh V. Haribhakti  
(Chairman, NPS Trust Board)

Date: 13 JUL 2017  
Place: Mumbai



For LIC Pension Fund Ltd

*Randhupadhyay*  
MD & CEO

*Report*  
Director

Date:  
Place: Mumbai

*Kamal Chaudhry*  
(Chief Executive Officer)



NATIONAL PENSION SYSTEM TRUST

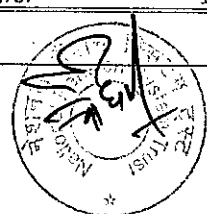
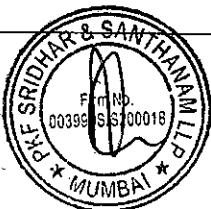
NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - C TIER II

NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2017

Schedule 1	As at March 31, 2017	As at March 31, 2016
	₹	₹
<b>Unit Capital</b>		
<b>Initial Capital*</b>		
Outstanding at the beginning of the year	6,564,609	844,612
Add :Units issued during the year	19,563,160	6,373,601
Less: Units redeemed during the year	3,256,423	653,604
Outstanding at the end of the year	22,871,346	6,564,609
(Face Value of Rs.10/- each unit, fully paid up)		
Outstanding units at the beginning of the year	656,461	84,461
Add :Units issued during the year	1,956,316	637,360
Less: Units redeemed during the year	325,642	65,360
Outstanding Units at the end of the year	2,287,135	656,461

Schedule 2	As at March 31, 2017	As at March 31, 2016
	₹	₹
<b>Reserves and Surplus</b>		
<b>Unit Premium Reserve</b>		
Opening Balance	1,386,636	64,814
Add: Premium on Units issued	7,213,343	1,478,651
Less: Premium on Units redeemed	1,261,419	156,829
Closing Balance	7,338,560	1,386,636
<b>General Reserve</b>		
Opening Balance	316,750	56,525
Add: Transfer from Revenue Account	1,593,856	260,225
Closing Balance	1,910,606	316,750
<b>Unrealised Appreciation Account</b>		
Opening Balance	55,141	23,177
Add: Transfer from Revenue Account	393,125	31,964
Closing Balance	448,266	55,141
<b>Total</b>	<b>9,697,432</b>	<b>1,758,527</b>

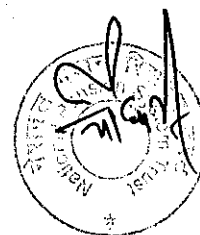
Schedule 3	As at March 31, 2017	As at March 31, 2016
	₹	₹
<b>Current Liabilities and Provisions</b>		
<b>Current Liabilities</b>		
Provision for interest overdue	-	-
Redemption Payable	127,553	10,363
TDS Payable	(29)	-
Sundry Creditors for expenses	2,263	474
	<b>129,787</b>	<b>10,837</b>



Schedule 4	As at March 31, 2017	As at March 31, 2016
	₹	₹
<b>Investments (Long Term and Short Term)</b>		
Equity Shares	-	-
Debentures and Bonds Listed/Awaiting Listing	28,988,268	7,660,960
Central and State Government Securities (including treasury bills)	-	-
Commercial Paper	-	-
Others - Mutual Fund Units	1,333,939	413,667
- Certificates of Deposit	-	-
Non Convertible Debentures classified as Non performing investment	-	-
Less: Provision on Non performing investment	-	-
<b>Total</b>	<b>30,322,207</b>	<b>8,074,627</b>

Schedule 5	As at March 31, 2017	As at March 31, 2016
	₹	₹
<b>Deposits</b>		
Deposits with Scheduled Banks	500,000	-
	<b>500,000</b>	<b>-</b>

Schedule 6	As at March 31, 2017	As at March 31, 2016
	₹	₹
<b>Other Current Assets</b>		
Outstanding and accrued Income	876,357	259,329
Balance with Trustee Bank	1,000,001	17
Contract for sale of investments	-	-
Tax Receivable	-	-
Redemption receivable on investments	-	-
Sundry Debtors	0	-
Less: Provision for Non performing investment	0	-
	<b>1,876,358</b>	<b>259,346</b>



# National Pension System Trust

## SCHEME 09 : NPS TRUST A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME C TIER II

### Background

The Central Government had introduced the National Pension System (NPS) with effect from January 1, 2004 (except for armed forces). Pension Fund Regulatory and Development Authority (PFRDA), the regulatory body for NPS, finalized the architecture and appointed NSDL and Karvy Computershare Private Limited as Central Recordkeeping Agencies (CRAs), other entities for National Pension System and appointed LIC Pension Fund Ltd (LICPFL) as one of the Fund manager for the Scheme.

LICPFL has entered into an Investment Management Agreement ('IMA') with NPS. The Pension Fund Regulatory and Development Authority ('PFRDA') guidelines require each PFM to manage subscribers' funds made available to it by the Trustee bank. However, the responsibility of maintaining individual subscriber's records is not with PFM and is managed by the CRA. The CRAs do not furnish any subscribers level data to the PFM and provide only consolidated subscribers data of cash inflow for units to be allotted and number of units to be redeemed to PFM. The PFM makes investments as per the requirements of IMA and the scheme wise flow of funds from CRAs.

Under All Citizen Model of NPS, there are three assets classes viz Equity (E), Government Securities (G), and Corporate Debt (C). The funds are invested in Corporate Debt Class through Pension Fund Managers.

### Note 7: Significant Accounting Policies and Notes to Accounts

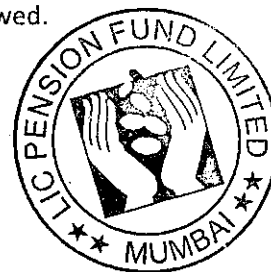
#### Significant Accounting Policies

##### A. Basis of accounting

The financial statements have been prepared to comply with the PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012, Accounting Standards notified under Section 133 of the Companies Act, 2013 to the extent made applicable by PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012 and generally accepted accounting principles. These financial statements have been prepared on an accrual basis.

##### B. Investments

- i) Transactions for purchase or sale of Investments in Non Convertible Bonds/Debentures, Fixed Deposits and Mutual Funds units are recognized as of the trade date, except in case of subscriptions to Initial Public Offerings which are recognized on allotment.
- ii) In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed.



- iii) The cost of investments acquired or purchased includes applicable taxes and stamp charges but exclude brokerage and other transactional charges.
- iv) In respect of privately placed debt instruments, any front-end discounts offered are reduced from the cost of the investment.
- v) Investments are reconciled with the custodian records on daily basis.

**C. Investment Valuation**

The below mentioned valuation of investment is carried out by Stock Holding Corporation of India as per the tripartite agreement among NPS Trust, LIC Pension Fund Limited and Stock Holding Corporation of India Ltd. Any deviations from the guidelines issued by PFRDA are mentioned in point 'D'.

**Securities traded at a stock exchange:**

- i. Debt securities (other than government securities) are valued at NSE weighted average traded price on that day.
- ii. Money market instruments like commercial paper and certificate of deposit with residual maturity of up to 60 days, valued at the weighted average price at which they are traded on the particular valuation day. When such securities are not traded on a particular valuation day then they are valued at amortized cost.
- iii. Investments in mutual fund schemes are valued based on the latest available/previous day's net asset value from AMFI website.

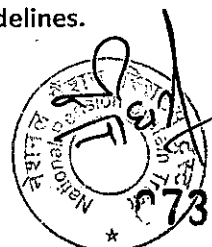
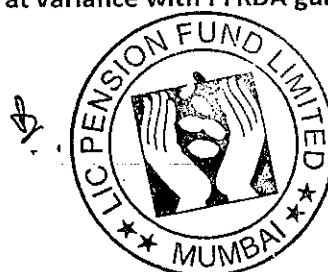
**Securities not traded at a stock exchange:**

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

Debt securities not traded on a valuation day:

- i. With residual maturity over 60 days are valued on a yield to maturity basis, based on average of spreads provided by CRISIL and ICRA.
- ii. With residual maturity up to 60 days are valued at last traded price plus the difference between the redemption value and last traded price, spread uniformly over remaining maturity period of the instrument.
- iii. Performing non government debt securities below Investment Grade of BBB- are valued at a discount of 25% to Face Value.

- D. The valuation Policy of the Scheme, as advised by SHCIL, is at variance with PFRDA guidelines. The details of the variation are as under:**



PFRDA Guidelines :	Valuation Policy :
1. <b>Securities traded at a stock exchange:</b> Debt securities (other than government securities) are valued at the last quoted closing price on the Principal exchange on which the security is traded.	Debt securities (other than government securities) are valued at the NSE weighted average traded price on that day.
2. <b>Securities not traded at a stock exchange :</b> When a debt security (Other than government Security ) is not traded on any stock exchange on a particular valuation date, the value at which was traded on any other stock exchange on the earliest previous day is used, provided that such day is not more than 15 days.	a. With residual maturity over 60 days are valued on a yield to maturity basis, based on average of spreads provided by CRISIL and ICRA. b. With residual maturity up to 60 days are valued at last traded price plus the difference between the redemption value and last traded price, spread uniformly over remaining maturity period of the instrument.

#### E. Non Performing Investments:

Investments are classified as non-performing based on PFRDA (Identification, Income Recognition and Provisioning of NPA) Guidance Note 2013. An Investment is regarded as non-performing if interest / principal or both amounts have not been received or remained outstanding for one quarter from the day such income/instrument has fallen due.

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

Period past due from the date of classification of assets as NPA	% Provision On Book Value
3 months	50%
6 months	75%
9 months	100%

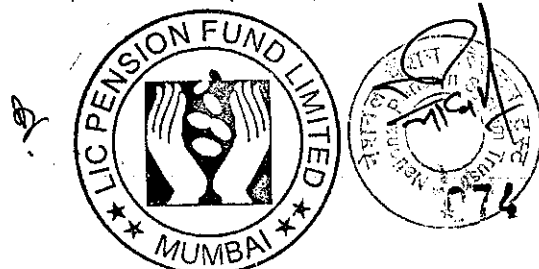
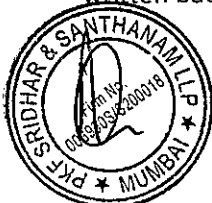
On classification of the instrument as NPA no further interest is accrued on the investment and a provision for all interest accrued is made.

#### Re-schedulement of NPA:

In case any issuer of debt security defaults in the payment of interest and installment of principal, if any , and the pension fund has accepted re-schedulement of NPA, it may be reclassified as performing asset , if next two coupons/ installments of principal , if applicable, is regularly serviced as rescheduled.

Written – back of provisioning of interest: Upon reclassification of assets as performing assets

- i) In case an issuer has fully cleared all the arrears of interest , the interest provision can be written back in full.





Written – back of provisioning of principal: The provision made for the principal can be written back in the following manner:

- i) 100 % of the assets provided for in the books will be written back at the end of second calendar quarter, where the provision of principal was made due to the interest defaults only.
- ii) 50 % of the assets provided for in the books will be written back at the end of second calendar quarter and 25 % after every subsequent quarter, where both principal and interest were in default earlier.

**F. Income Recognition:**

In respect of all interest-bearing investments, income is accrued on a daily basis. Interest paid for the period from the last interest date up to the date of purchase is not treated as a cost of purchase but debited to Interest Recoverable Account. Similarly interest received at the time of sale for the period from the last interest date up to the date of sale is not treated as an addition to sale value but is credited to Interest Recoverable Account. Interest on Non-Performing Investments is not recognized in the Revenue Account till received.

**G. Expenses**

All allowable expenses and incomes accrued up to the valuation date are considered for computation of Net asset value. Major expenses like Investment Management Fees and NPS Trust Fees are accrued on a daily basis.

**H. Taxes**

All taxes which are leviable and actually paid are charged to the NAV of the Fund and are borne by the Subscriber. Any subsequent refund on this account, if any, is added to the scheme/fund as income.

**I. Unit Capital**

Unit Capital is tallied with CRA records on daily basis. Difference between the issue/redemption price and face value of the units is credited / debited to unit premium reserve.

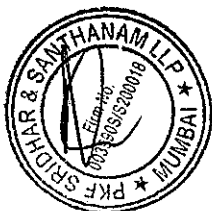
**J. Computation of the Net Asset Value (NAV):**

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

- K.** As per the unbundled architecture of National Pension Scheme, unit allocations and redemptions are accounted by PFM on the basis of consolidated data received from the Central Record Keeping Agency.

**L. Investment Management Fees:**

As per the terms of the Investment Management Agreement entered between National Pension System Trust and LIC Pension Fund Limited management fees is calculated as a percentage of schemes daily closing net asset value.



## Notes to Accounts

### I. Investment in Group Company and Associates:

Particulars	March 31, 2017	March 31, 2016
Name of the Group Company/Associate	LIC Housing Finance Ltd.	LIC Housing Finance Ltd.
Amount invested by the scheme (Rs.)	10,39,728	10,39,728
Market Value (Rs.)	10,81,114	10,51,076
Aggregate investment by all scheme (Rs.)	6,23,92,46,100	5,98,55,92,409

### II. Details of Custodian Fees paid or payable to Stock Holding Corporation of India Limited (A Company in which sponsor of LIC Pension Fund Limited has substantial interest)

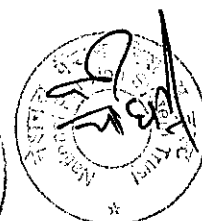
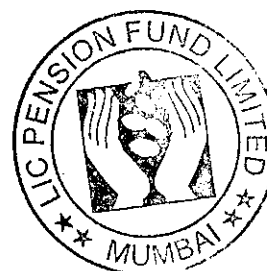
Particulars	March 31, 2017	March 31, 2016
Name of Sponsor of LIC PFL	LIC of India	LIC of India
Name of the company in which sponsor has substantial interest	Stock Holding Corporation of India Ltd.	Stock Holding Corporation of India Ltd.
No of shares held	31,50,000	31,50,000
% of Share Holding	14.97 %	14.97 %
Amount Paid/ Payable (Rs.)	673	177

### III. Purchase/Sale of Investments: The aggregate value of purchase and sales of investments during the year expressed as a percentage of average daily net assets are as under:

Particulars	March 31, 2017	March 31, 2016
Aggregate Value of purchase (except liquid funds) (Rs.)	2,22,56,433	74,57,381
%	109.62 %	239.45 %

Particulars	March 31, 2017	March 31, 2016
Aggregate Value of sales (except liquid funds) (Rs.)	10,81,873	62,830
%	5.33 %	2.02%

### IV. Total Value of investment falling under each major industry group (which constitute not less than 5% of total investment related to that classification).



**Corporate Bonds & Debentures:**

Particulars	March 31, 2017		March 31, 2016	
	Amount of Investment (Rs.)	% of total investment related to that classification	Amount of Investment (Rs.)	% of total investment related to that classification
Other Credit Granting Total	61,54,762	21.23%	-	-
Monetary intermediation of banks	52,72,916	18.19%	31,17,572	40.69 %
Activity granting credit for house	42,38,297	14.62%	30,93,413	40.38 %
Other monetary intermediation serv	40,88,300	14.10%	-	-
Transmission of electric energy	21,32,630	7.36%	-	-
Power generation by nuclear plant	20,96,717	7.23%	-	-
Power generation by thermal plants	14,84,165	5.12%	4,28,085	5.59 %
Fin.serv except insurance & pension	14,54,084	5.02%	-	-
Manuf. of rolled products of steel			10,21,891	13.34 %
Total amount invested in Corporate Bonds & Debentures	289,88,268		76,60,960	

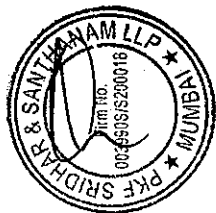
V. Aggregate value of Non Traded investment valued in good faith at the end of the year:

**Non Convertible Bond & Debentures:**

Aggregate value of Non traded Investment (Rs.) as on 31.3.2017	% to Net Assets Value as on 31.3.2017	Aggregate value of Non traded Investment (Rs.) as on 31.3.2016	% to Net Assets Value as on 31.3.2016
114,64,723	35.20 %	10,09,898	12.13 %

VI. Contingent Liability as on 31<sup>st</sup> March, 2017 is NIL.( Previous Year – NIL).

VII. Figures have been rounded off to the nearest rupee. Previous year figures have been regrouped and rearranged, wherever necessary.



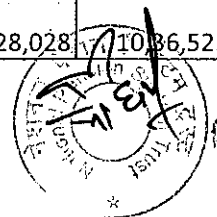
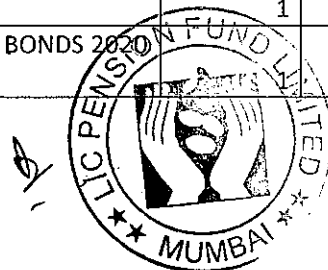
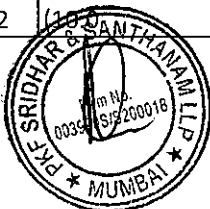
**Scheme 09 : NPS TRUST A/C LIC PENSION FUND SCHEME C TIER -**

**II**

**Schedule Annexed to and forming part of Financial Statements as on 31.03.2017**

**A Debt :**

Sr No.	Security Name	Units	Book Cost (Rs.)	Market Value (Rs.)
1	9.15% AXIS BANK LIMITED LOWER TIER II DEBENTURE 2022 (31.12.	1	10,46,483	10,70,198
2	8.94% UNSEC CAN FIN HOMES LTD. NCDS 2024 (03.12.2024)	1	5,02,570	5,36,659
3	8.49% SEC. NON CONVERTIBLE NTPC LTD NCDS (25.03.2025)	1,13,503	14,76,649	14,84,165
4	8.70% UNSEC NCDS IDFC BANK LTD.2025 (20.05.2025)	1	9,99,540	10,62,751
5	8.40% LARSEN & TOUBRO LTD UNSECURED NCDS 2020 (24.09.2020)	1	10,34,643	10,36,182
6	8.70% SECURED NCDS HDFC LTD. 2020 (18.05.2020)	2	10,04,209	10,41,366
7	8.75% SECURED NCDS HDFC LTD. 2020 (13.01.2020)	1	4,99,713	5,19,144
8	9.43% LIC HOUSING FINANCE LTD-SECURED NCDS 2022 (10.02.2022)	1	10,39,728	10,81,114
9	8.40% ICICI BANK LIMITED UNSEC.NCD 2026 (13.05.2026)	1	10,00,000	10,49,323
10	9.25% EAST-NORTH INTERCONNECTION COMPANY LTD. SERIES 57 2031	1	10,00,000	11,02,677
11	9.10% SEC DEWAN HOUSING FINANCE CORP. LTD. NCDs 2021 (17.06	1	10,00,000	10,60,015
12	7.60% UNSEC. SENIOR INFRA NCDs AXIS BANK LTD 2023 (20.10.20	1	10,00,000	10,00,067
13	9.95% STATE BANK OF INDIA LOWER TIER-II BONDS 2026 (16.03.20	5	51,650	54,530
14	8.65% UNSEC. POWER FINANCE CORPORATION LTD. BONDS 2024 (28.1	1	10,64,664	10,57,433
15	8.30% UNSEC RURAL ELECTRIFICATION CORPORATION LTD. BONDS 202	1	10,25,212	10,36,056
16	8.45% STATE BANK OF TRAVANCORE BASEL III TIER-II BONDS 2026	1	10,00,000	10,36,047
17	8.13% UNSECURED NUCLEAR POWER CORP. STRPP SERIES- XXXII(A) (	1	10,64,954	10,46,514
18	8.13% UNSECURED NUCLEAR POWER CORP. STRPP SERIES- XXXII (E)	1	10,06,633	10,50,203
19	8.12% UNSECURED EXIM BONDS SR.T.02.2031 (25.04.2031)	1	10,00,000	10,43,815
20	8.88% UNSECURED IFC BONDS TR. 3 STRPP 5 2031 (20.10.2031)	8	8,74,118	8,93,494
21	8.06% UNSEC SUB TII RURAL ELECTRIFICATION CORP LTD BONDS 202	1	10,18,097	10,20,509
22	8.45% UNSEC. POWER FINANCE CORPORATION LTD. BONDS 2020 (10.0		10,28,028	10,86,521

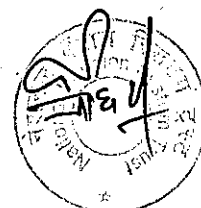
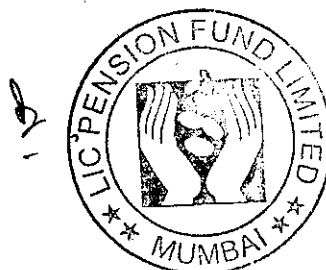
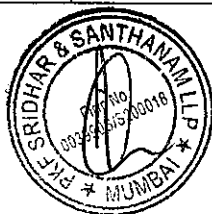


23	8.15% SEC. POWER GRID BONDS XLIX ISSUE - STRPP B (08.03.2025)	1	10,31,605	10,29,953
24	8.88% UNSECURED IFC BONDS TR. 3 STRPP 6 2032 (20.10.2032)	5	5,97,969	5,60,590
25	8.87% UNSECURED EXIM BONDS SR.R.15-2029 (30.10.2029)	1	11,58,552	10,99,833
26	7.30% NABARD UNSEC GOI BONDS 2031 SERIES LTIF A-2 (26.12.2	1	10,00,000	9,78,483
27	7.16% NABARD UNSEC GOI BONDS 2032 SERIES LTIF A-3 (12.01.2	1	10,00,000	9,66,169
28	7.22% IREDA UNSEC GOI BONDS 2027 SERIES 1 (06.02.2027)	1	10,00,000	9,77,465
29	7.85% IREDA UNSEC GOI BONDS 2027 SERIES 1B (06.03.2027)	1	10,00,000	10,26,778
30	7.90% IWAI UNSEC GOI BONDS 2027 MOS SERIES 1 (03.03.2027)	1	10,15,110	10,30,215
	<b>Sub Total</b>		<b>285,40,127</b>	<b>289,88,268</b>

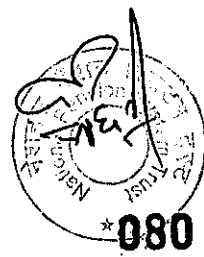
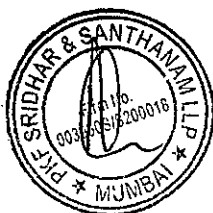
<b>B</b>	<b>Mutual Fund:</b>			
1	LIC NOMURA MF LIQUID FUND DIRECT GROWTH	452	13,33,815	13,33,939
	<b>Sub Total</b>		<b>13,33,815</b>	<b>13,33,939</b>

**C Fixed Deposits With Banks**

1	Fixed Deposits With Banks	-	5,00,000	5,00,000
	<b>Sub Total</b>		<b>5,00,000</b>	<b>5,00,000</b>



Key Statistics			
LIC Pension Fund Limited			
Name of the Scheme: C Tier II			
S. No.	Particulars	As at March 31, 2017	As at March 31, 2016
1	NAV Per Unit (Rs.)*		
	Open	12.6816	11.7132
	High	14.3262	12.6788
	Low	12.7432	11.5346
	End	14.2400	12.6788
2	Closing Assets Under Management (Rs. In Lakhs)		
	End	325.69	83.23
	Average (AAUM)	203.04	31.14
3	Gross income as % of AAUM	7.88	8.38
4	Expense Ratio		
a	Total Expense as % of AAUM (Scheme wise)	0.03	0.02
b	Management Fee as % of AAUM (Scheme Wise)	0.01	0.01
5	Net Income as a percentage of AAUM	7.85	8.36
6	Portfolio turnover ratio	0.05	0.03
7	Returns (%)* Compounded Annualised Yield		
	a. Last One Year		
	Benchmark (NPS-Corporate Bond Index)	12.31%	8.31%
	b. Since inception		
	Benchmark (NPS-Corporate Bond Index)	11.95%	11.81%
	c. Compounded annualised yield (%)		
	Last 1 Year	12.31%	8.26%
	Last 3 Years	10.97%	N.A.
	Last 5 Years	N.A.	N.A.
	Since Launch of the scheme (12-Aug-2013)	10.21%	9.22%
* Declared NAV; Returns calculated based on declared NAV			



**INDEPENDENT AUDITOR'S REPORT**

**TO**

**THE TRUSTEES,**

**NATIONAL PENSION SYSTEM TRUST (NPS Trust)**

***Report on Financial Statements***

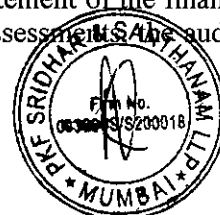
1. We have audited the accompanying financial statements of Scheme 07: **NPS Trust A/c – LIC Pension Fund Scheme G- Tier I under the National Pension System Trust (NPS Trust)** managed by LIC Pension Fund Ltd. (PFM) [in terms of clause 3 of PFRDA (preparation of Financial Statements) Guidelines 2012] which comprises of the Balance sheet as at March 31, 2017 and the Revenue account for the year then ended, and a summary of significant accounting policies and other explanatory information.

***Management's Responsibility for the Financial Statements***

2. The Board of Directors of the PFM, in accordance with the applicable Pension Fund Regulatory and Development Authority (PFRDA) Guidelines and the Investment Management Agreement (IMA) with the National Pension System trust (NPS Trust) is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Scheme in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Companies Act, 2013 read with the Rule 7 of the Companies (Accounts) Rule 2014, to the extent made applicable by PFRDA to Scheme. This responsibility also includes maintenance of records in accordance with PFRDA guidelines for safeguarding of the assets of the Company and preventing frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. These financial statements are also approved by the NPS Trust on the recommendation of the Board of Directors of the PFM.

***Auditor's Responsibility***

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor



considers internal control relevant to the PFM's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by PFM, as well as evaluating the overall presentation of the financial statements.

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Opinion**

6. In our opinion and to the best of our information and according to the explanations given to us the financial statements give the information required by the PFRDA (Preparation of Financial Statements and Auditor's Report of schemes under National Pension System) Guidelines 2012, and give a true and fair view in conformity with the accounting principles generally accepted in India:
  - i) in the case of the Balance Sheet, of the state of affairs of the Scheme as at March 31, 2017;
  - ii) in the case of the Revenue Account, of the surplus of the Scheme for the period ended on that date; and

### **Emphasis of Matter**

7. As explained in Note No. 7J giving background of the Scheme regarding unbundled architecture, the PFM receives consolidated funds and does not have access to the individual subscribers' data. However, based on the individual subscribers' data and break-up of balance in bank accounts provided to us by the CRA, without modifying our opinion, we invite attention to the following:
  - a) Rs. 2,94,65,483/- is lying with Trustee Bank as on 31<sup>st</sup> March, 2017 (Previous year Rs. 1,97,35,898/-) the units in respect of which have been allotted in the next financial year on receipt of funds by the PFM. This does not have any impact on the surplus for the period; though the subscription received pending allotments as well as balances with bank are understated by the said amount.
  - b) As informed by CRA, Rs 93,93,380 pertaining to all PFMs & all schemes and cannot be identified PFM wise or scheme wise, is lying with the Trustee Bank on account of the following:

<b>Particulars</b>	<b>(Rs)</b>
Amount pertaining to subscriber/nodal office for the withdrawals executed/erroneous requests processed by either by CRA/ Nodal Offices (Part of the amount is yet to be transferred to the beneficiary ex: transaction with multiple nominees)	48,80,246
Amount received from Bank of India (these funds have been received from Bank of India, erstwhile Trustee Bank, and it is not yet reconciled)	36,910
Surplus for PFRDA instructions	16,172
Amount received from ASPs (The cases wherein the funds were sent to	44,59,705



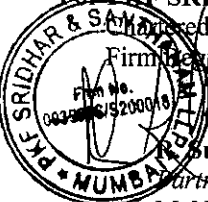


ASPs and subsequently, the subscriber has cancelled the Annuity as the subscriber during the free look period.)	
Pay-in residual	347
<b>Total</b>	<b>93,93,380</b>

Above amounts do not have any impact on the surplus for the year.

### ***Report on Other Legal and Regulatory Requirements***

8. As required by the PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012, as amended we report that:
  - a) We have obtained all information and explanations which to the best of our knowledge and belief were necessary for the purpose of the audit,
  - b) The Balance Sheet and Revenue account of the Scheme are in agreement with the books of account of the Scheme,
  - c) In our opinion, proper books of account of the scheme, as required by the PFRDA has been maintained by the PFM so far as appears from our examination of those books.
  - d) All transactions expenses in excess of the limits contractually agreed to/approved by the Authority are borne by the Pension Fund (if any) and are not charged to the NAV of the Scheme
  - e) In our opinion the Balance Sheet and Revenue account of the Scheme dealt with by this report comply with the Accounting Standards notified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rule, 2014 to the extent made applicable by PFRDA
9. We further certify that
  - a) Investments has been valued in accordance with the guidelines issued by the Authority *except for the variance set out in Significant Accounting policies in Note 7D.*
  - b) Transaction and claims/fee raised by different entities are in accordance with the prescribed fees

For PKF SRIDHAR & SANTHANAM LLP  
 Chartered Accountants  
 Firm Registration No: 003990S/S200018  
  
 S. Suriyanarayanan  
 Partner  
 M. No: 201402

Mumbai:

13<sup>th</sup> July, 2017

NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - G TIER I

BALANCE SHEET AS AT MARCH 31, 2017

	Schedules	As at March 31, 2017 ₹	As at March 31, 2016 ₹
<b>Liabilities</b>			
Unit Capital	1	1,131,841,800	523,712,923
Reserves and Surplus	2	626,612,967	188,066,845
Current Liabilities and Provisions	3	1,364,195	263,060
<b>Total</b>		<b>1,759,818,962</b>	<b>712,042,828</b>
<b>Assets</b>			
Investments	4	1,713,283,604	659,678,098
Deposits	5		
Other Current Assets	6	46,535,358	52,364,730
<b>Total</b>		<b>1,759,818,962</b>	<b>712,042,828</b>
(a) Net assets as per Balance Sheet		1,758,454,767	711,779,768
(b) Number of Units outstanding		113,184,180	52,371,292
Significant Accounting Policies and Notes to Accounts	7		

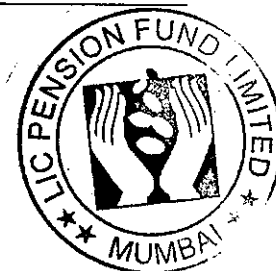
This is the Balance Sheet referred to in our report of even date.

For RKE SRIDHAR & SANTHANAM LLP  
Chartered Accountants  
Firm Reg. No. - 0039905/S200018  
Firm No. - 0039905/S200018  
R. Suriyanarayana  
Partner  
Membership No. - 201402

For LIC Pension Fund Ltd

*[Signature]*  
MD & CEO

*[Signature]*  
Director



Date: 13<sup>th</sup> July, 2017  
Place: Mumbai

Date:  
Place: Mumbai

For and on Behalf of NPS Trust

*[Signature]*

Shailesh V. Haribhakti  
(Chairman, NPS Trust Board)

*[Signature]*

Kamal Chaudhry  
(Chief Executive Officer)

Date: 13 JUL 2017  
Place: Mumbai



NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - G TIER I

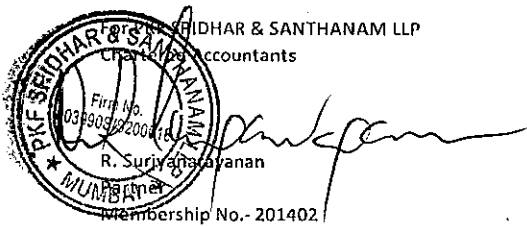
REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2017

Particulars	Year ended March 31, 2017 ₹	Year ended March 31, 2016 ₹
<b>Income</b>		
Dividend	-	-
Interest	77,020,098	30,722,692
Profit on sale/redemption of investments	70,819,408	7,547,444
Profit on inter-scheme transfer/sale of investments	-	5,773,053
Unrealized gain on appreciation in investments	-	-
Other income	-	-
- Miscellaneous Income	2	1
<b>Total</b>	<b>147,839,508</b>	<b>44,043,190</b>
<b>Expenses and Losses</b>		
Unrealized losses in value of investments	13,306,185	8,611,149
Loss on sale/redemption of investments	6,463,500	3,265,353
Loss on inter-scheme transfer/sale of investments	-	1,163,033
Management fees (including service Tax)	124,484	45,282
NPS Trust fees	108,303	20,605
Custodian fees	8,056	30,564
CRA Fees	2,347,080	548,477
Less: Amount recoverable on sale of units on account of CRA Charges	(2,347,080)	(548,477)
Trustee Bank's fees	-	-
Depository and settlement charges	83,298	13,437
Provision for Non-performing assets	-	-
Other Expenses, if any	-	-
<b>Total</b>	<b>20,093,826</b>	<b>13,149,423</b>
<b>Surplus/(Deficit) for the year</b>	<b>127,745,682</b>	<b>30,893,767</b>
Less: Amount transferred to Unrealised appreciation account	-	-
Less: Amount transferred to General Reserve	127,745,682	30,893,767
Amount carried forward to Balance Sheet	-	-

Significant Accounting Policies and Notes to Accounts

7

This is the Revenue Account referred to in our report of even date.

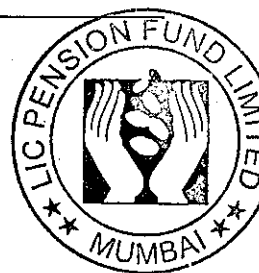


Date: 13<sup>th</sup> July, 2017  
Place: Mumbai

For LIC Pension Fund Ltd

MD & CEO

Director



For and on Behalf of NPS Trust

Shailesh V. Haribhakti  
(Chairman, NPS Trust Board)

Kamal Chaudhry  
(Chief Executive Officer)

Date: 13 JUL 2017  
Place: Mumbai



NATIONAL PENSION SYSTEM TRUST

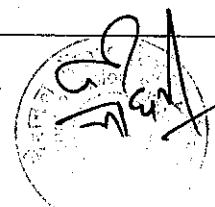
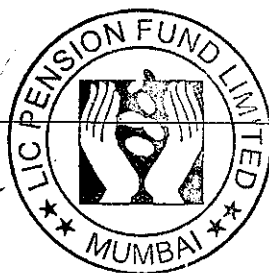
NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - G TIER I

NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2017

Schedule 1	As at March 31, 2017	As at March 31, 2016
	₹	₹
<b>Unit Capital</b>		
<b>Initial Capital*</b>		
Outstanding at the beginning of the year	523,712,923	172,605,240
Add :Units issued during the year	644,342,047	363,251,366
Less: Units redeemed during the year	36,213,170	12,143,683
Outstanding at the end of the year	1,131,841,800	523,712,923
(Face Value of Rs.10/- each unit, fully paid up)		
Outstanding units at the beginning of the year	52,371,292	17,260,524
Add :Units issued during the year	64,434,205	36,325,137
Less: Units redeemed during the year	3,621,317	1,214,368
Outstanding Units at the end of the year	113,184,180	52,371,292

Schedule 2	As at March 31, 2017	As at March 31, 2016
	₹	₹
<b>Reserves and Surplus</b>		
<b>Unit Premium Reserve</b>		
Opening Balance	127,389,866	17,886,793
Add: Premium on Units issued	328,865,725	113,596,383
Less: Premium on Units redeemed	18,065,285	4,093,310
Closing Balance	438,190,306	127,389,866
<b>General Reserve</b>		
Opening Balance	45,452,033	14,558,266
Add: Transfer from Revenue Account	127,745,682	30,893,767
Closing Balance	173,197,715	45,452,033
<b>Unrealised Appreciation Account</b>		
Opening Balance	15,224,946	15,224,946
Add: Transfer from Revenue Account		
Closing Balance	15,224,946	15,224,946
<b>Total</b>	<b>626,612,967</b>	<b>188,066,845</b>

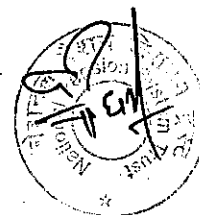
Schedule 3	As at March 31, 2017	As at March 31, 2016
	₹	₹
<b>Current Liabilities and Provisions</b>		
<b>Current Liabilities</b>		
Provision for interest overdue	-	-
Redemption Payable	1,207,463	198,718
Contract for Purchase of Investments	-	-
TDS Payable	1,465	-
Sundry Creditors for expenses	155,267	64,342
	<b>1,364,195</b>	<b>263,060</b>



Schedule 4	As at March 31, 2017	As at March 31, 2016
	₹	₹
Investments (Long Term and Short Term)		
Equity Shares	-	-
Debentures and Bonds Listed/Awaiting Listing	-	-
Central and State Government Securities (including treasury bills)	1,629,874,569	652,810,311
Commercial Paper	-	-
Others - Mutual Fund Units	83,409,035	6,867,787
- Certificates of Deposit	-	-
Total	1,713,283,604	659,678,098

Schedule 5	As at March 31, 2017	As at March 31, 2016
	₹	₹
Deposits		
Deposits with Scheduled Banks	-	-

Schedule 6	As at March 31, 2017	As at March 31, 2016
	₹	₹
Other Current Assets		
Outstanding and accrued Income	30,107,581	13,484,868
Balance with Trustee Bank	16,427,777	10,000,001
Contract for sale of investments	-	28,879,861
Tax Receivable	-	-
Brokerage receivable from LIC Pension Fund Ltd.	-	-
Redemption receivable on investments	-	-
	46,535,358	52,364,730



# National Pension System Trust

## SCHEME 07 : NPS TRUST A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME G TIER I

### Background

The Central Government had introduced the National Pension System (NPS) with effect from January 1, 2004 (except for armed forces). Pension Fund Regulatory and Development Authority (PFRDA), the regulatory body for NPS, finalized the architecture and appointed NSDL and Karvy Computershare Private Limited as Central Recordkeeping Agencies (CRAs), other entities for National Pension System and appointed LIC Pension Fund Ltd (LICPFL) as one of the Fund manager for the Scheme.

LICPFL has entered into an Investment Management Agreement ('IMA') with NPS. The Pension Fund Regulatory and Development Authority ('PFRDA') guidelines require each PFM to manage subscribers' funds made available to it by the Trustee bank. However, the responsibility of maintaining individual subscriber's records is not with PFM and is managed by the CRA. The CRAs do not furnish any subscribers level data to the PFM and provide only consolidated subscribers data of cash inflow for units to be allotted and number of units to be redeemed to PFM. The PFM makes investments as per the requirements of IMA and the scheme wise flow of funds from CRAs.

Under All Citizen Model of NPS, there are three assets classes viz Equity (E), Government Securities (G), and Government Securities (C). The funds are invested in Government Securities Class through Pension Fund Managers.

### Note 7: Significant Accounting Policies and Notes to Accounts

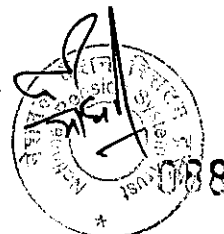
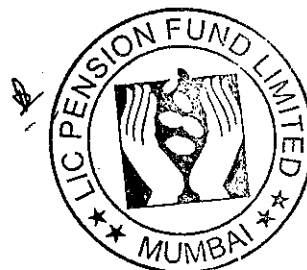
#### Significant Accounting Policies

##### A. Basis of accounting

The financial statements have been prepared to comply with the PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012, Accounting Standards notified under the Companies Act, 1956 read with general circular 15/2013 dated 13.09.2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013 to the extent made applicable by PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012 and generally accepted accounting principles. These financial statements have been prepared on an accrual basis.

##### B. Investments

- (i) Transactions for purchase or sale of Investments in Government securities, Non Convertible Bonds/Debentures, Equity shares, Fixed Deposits and Mutual Funds



units are recognized as of the trade date except in case of subscriptions to Private/Public Offerings of debts which are recognized on allotment.

- (ii) In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed.
- (iii) The cost of investments acquired or purchased includes applicable taxes and stamp charges but exclude brokerage and other transactional charges.
- (iv) Investments are reconciled with the custodian records on daily basis.

**C. Investment Valuation**

The below mentioned valuation of investment is carried out by Stock Holding Corporation of India as per the tripartite agreement among NPS Trust, LIC Pension Fund Limited and Stock Holding Corporation of India Ltd. Any deviations from the guidelines issued by PFRDA are mentioned in point 'D'.

- i. Government securities are valued at aggregated prices received daily from independent valuation agencies i.e. CRISIL and ICRA.
- ii. Investments in mutual fund schemes are valued based on the latest available/previous day's net asset value from AMFI website.

**D. The valuation Policy of the Scheme, as advised by SHCIL, is at variance with PFRDA guidelines. The details of the variation are as under:**

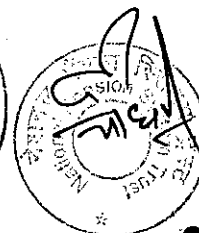
PFRDA Guidelines :	Valuation Policy :
Valuation of G-sec at YTM based on prevailing market prices.	Government securities are valued at aggregated prices received daily from independent valuation agencies i.e. CRISIL and ICRA.

**E. Income Recognition:**

In respect of all interest-bearing investments, income is accrued on a daily basis. Interest paid for the period from the last interest date up to the date of purchase is not treated as a cost of purchase but debited to Interest Recoverable Account. Similarly interest received at the time of sale for the period from the last interest date up to the date of sale is not treated as an addition to sale value but is credited to Interest Recoverable Account.

**F. Expenses**

All allowable expenses and incomes accrued up to the valuation date are considered for computation of Net asset value. Major expenses like Investment Management Fees and NPS Trust Fees are accrued on a daily basis.



**G. Taxes**

All taxes which are leviable and actually paid are charged to the NAV of the Fund and are borne by the Subscriber. Any subsequent refund on this account, if any, is added to the scheme/fund as income.

**H. Unit Capital and Unit Premium Reserve**

Unit Capital is tallied with CRA records on daily basis. Difference between the issue/redemption price and face value of the units is credited / debited to unit premium reserve.

**I. Computation of the Net Asset Value (NAV):**

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

**J. As per the unbundled architecture of National Pension Scheme, unit allocations and redemptions are accounted by PFM on the basis of consolidated data received from the Central Record Keeping Agency.**

**K. Investment Management Fees:**

As per the terms of the Investment Management Agreement entered between National Pension System Trust and LIC Pension Fund Limited management fees is calculated as a percentage of schemes daily closing net asset value.

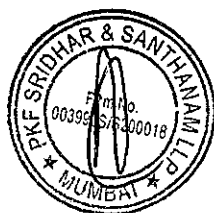
**Notes to Accounts**

**I. Investment in Group Company and Associates:**

Particulars	March 31, 2017	March 31, 2016
Name of the Group Company/Associate	LIC Housing Finance Ltd.	LIC Housing Finance Ltd.
Amount Invested by the scheme (Rs.)	NIL	NIL
Aggregate investment by all scheme (Rs.)	6,23,92,46,100	5,98,55,92,409

**II. Details of Custodian Fees paid or payable to Stock Holding Corporation of India Limited (A Company in which sponsor of LIC Pension Fund Limited has substantial interest)**

Particulars	March 31, 2017	March 31, 2016
Name of Sponsor of LIC PFL	LIC of India	LIC of India
Name of the company in which sponsor has substantial interest	Stock Holding Corporation of India Ltd.	Stock Holding Corporation of India Ltd.
No of shares held	31,50,000	31,50,000
% of Share Holding	14.97 %	14.97 %
Amount Paid/ Payable (Rs.)	8,056	30,564





- III. Purchase/Sale of Investments: The aggregate value of purchase and sales of investments during the year expressed as a percentage of average daily net assets are as under:

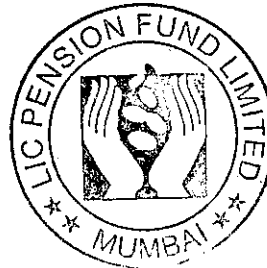
Particulars	March 31, 2017	March 31, 2016
Aggregate Value of purchase (except liquid funds) (Rs.)	4,08,43,23,282	1,04,10,68,668
%	377.12 %	38.13 %

Particulars	March 31, 2017	March 31, 2016
Aggregate Value of sales (except liquid funds) (Rs.)	3,14,61,28,346	59,39,39,344
%	290.49 %	149.61%

- IV. Contingent Liability as on 31<sup>st</sup> March, 2017 is **NIL**. ( Previous Year – **NIL**).
- V. Figures have been rounded off to the nearest rupee. Previous year figures have been regrouped and rearranged, wherever necessary.



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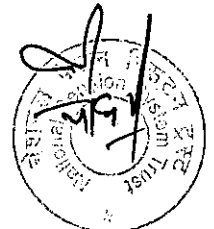
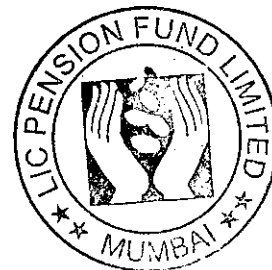
**Scheme 07 : NPS TRUST A/C LIC PENSION FUND SCHEME G  
TIER -I**

**Schedule Annexed to and forming part of Financial Statements as on 31.03.2017**

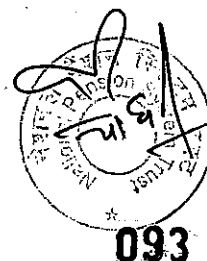
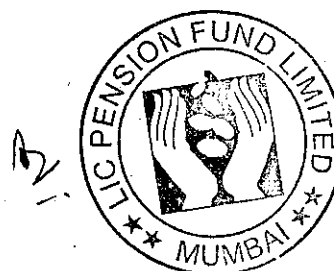
**A G Sec:**

Sr No.	Security Name	Face Value (Rs.)	Book Cost (Rs.)	Market Value (Rs.)
1	G-SEC 2036 -8.33% (7.6.2036)	44,00,000	49,55,280	47,96,000
2	9.20% G-SEC 2030 (30.09.2030)	123,30,000	144,36,198	142,68,214
3	9.23% G-SEC 2043 (23.12.2043)	2034,00,000	2374,39,220	2424,52,800
4	8.17% G-SEC 2044 (01.12.2044)	1219,70,000	1302,94,291	1313,61,690
5	8.13% G-SEC 2045 (22.06.2045)	500,00,000	566,85,000	539,75,000
6	9.11% MAHARASHTRA SDL 2024 (28.05.2024)	4,40,000	4,63,540	4,75,849
7	9.35% MAHARASHTRA SDL 2024 (30.01.2024)	33,00,000	35,21,540	36,00,920
8	7.73% G-SEC 2034 (19.12.2034)	1254,00,000	1344,87,766	1295,41,335
9	7.88% GSEC 2030 (19.03.2030)	1638,90,000	1711,47,969	1712,65,050
10	8.88% WEST BENGAL SDL 2026 (24.02.2026)	10,00,000	10,13,900	10,80,227
11	7.59% G-SEC 2029 (20.03.2029)	1605,10,000	1647,60,042	1641,61,602
12	8.22% PUNJAB SDL SPL 2026 (21.06.2026)	200,00,000	200,00,000	206,56,920
13	7.61% G-SEC 2030 (09.05.2030)	3316,00,000	3412,20,098	3434,71,280
14	7.06% G-SEC 2046 (10.10.2046)	1490,00,000	1520,45,000	1436,87,256
15	6.97% GSEC 2026 (06.09.2026)	1431,50,000	1441,10,475	1458,84,165
16	7.15% KARNATAKA SDL 2027 (11.01.2027)	100,00,000	100,00,000	97,11,960
17	7.20% BIHAR SDL 2027 (25.01.2027)	300,00,000	300,00,000	292,46,460
18	7.74% TAMIL NADU SDL 2027 (01.03.2027)	200,00,000	200,00,000	202,37,840
	<b>Sub Total</b>		<b>16365,80,319</b>	<b>16298,74,569</b>

<b>A</b>	<b>Mutual Fund :</b>			
1	LIC NOMURA MF LIQUID FUND DIRECT GROWTH	28291.1086	833,95,673	834,09,035
	<b>Sub Total</b>		<b>833,95,673</b>	<b>834,09,035</b>
	<b>Grand Total</b>		<b>17199,75,992</b>	<b>17132,83,604</b>



Key Statistics			
LIC Pension Fund Limited			
Name of the Scheme: G Tier I			
S. No.	Particulars	As at March 31, 2017	As at March 31, 2016
1	NAV Per Unit (Rs.)*		
	Open	13.5938	12.7646
	High	16.0929	13.5910
	Low	13.6350	12.4963
	End	15.5362	13.5910
2	Closing Assets Under Management (Rs. In Lakhs)		
	End	17,584.55	7117.80
	Average (AAUM)	10,830.28	3970.05
3	Gross income as % of AAUM	13.65	11.09
4	Expense Ratio		
a	Total Expense as % of AAUM (Scheme wise)	0.63	1.14
b	Management Fee as % of AAUM (Scheme Wise)	0.01	0.01
5	Net Income as a percentage of AAUM	13.02	9.95
6	Portfolio turnover ratio	2.96	1.01
7	Returns (%)* Compounded Annualised Yield		
	a. Last One Year		
	Benchmark (NPS-Government Security Index)	11.90%	7.63%
	b. Since inception		
	Benchmark (NPS-Government Security Index)	10.59%	10.10%
	c. Compounded annualised yield (%)		
	Last 1 Year	14.31%	6.50%
	Last 3 Years	13.76%	NA
	Last 5 Years	NA	NA
	Since Launch of the scheme (23-Jul-2013)	12.68%	12.08%
* Declared NAV; Returns calculated based on declared NAV			



**INDEPENDENT AUDITOR'S REPORT**

**TO**

**THE TRUSTEES,**

**NATIONAL PENSION SYSTEM TRUST (NPS Trust)**

***Report on Financial Statements***

1. We have audited the accompanying financial statements of Scheme 10: NPS Trust A/c – LIC Pension Fund Scheme G Tier -II under the National Pension System Trust (NPS Trust) managed by LIC Pension Fund Ltd. (PFM) [in terms of clause 3 of PFRDA (preparation of Financial Statements) Guidelines 2012] which comprises of the Balance sheet as at March 31, 2017 and the Revenue account for the year then ended, and a summary of significant accounting policies and other explanatory information.

***Management's Responsibility for the Financial Statements***

2. The Board of Directors of the PFM, in accordance with the applicable Pension Fund Regulatory and Development Authority (PFRDA) Guidelines and the Investment Management Agreement (IMA) with the National Pension System trust (NPS Trust) is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Scheme in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Companies Act, 2013 read with the Rule 7 of the Companies (Accounts) Rule 2014, to the extent made applicable by PFRDA to Scheme. This responsibility also includes maintenance of records in accordance with PFRDA guidelines for safeguarding of the assets of the Company and preventing frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. These financial statements are also approved by the NPS Trust on the recommendation of the Board of Directors of the PFM.

***Auditor's Responsibility***

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement in the financial



statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the PFM's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by PFM, as well as evaluating the overall presentation of the financial statements.

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

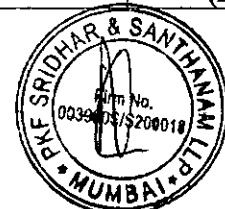
### **Opinion**

6. In our opinion and to the best of our information and according to the explanations given to us the financial statements give the information required by the PFRDA (Preparation of Financial Statements and Auditor's Report of schemes under National Pension System) Guidelines 2012, and give a true and fair view in conformity with the accounting principles generally accepted in India:
  - i) in the case of the Balance Sheet, of the state of affairs of the Scheme as at March 31, 2017;
  - ii) in the case of the Revenue Account, of the surplus of the Scheme for the period ended on that date; and

### **Emphasis of Matter**

7. As explained in Note No. 7J giving background of the Scheme regarding unbundled architecture, the PFM receives consolidated funds and does not have access to the individual subscribers' data. However, based on the individual subscribers' data and break-up of balance in bank accounts provided to us by the CRA, without modifying our opinion, we invite attention to the following:
  - a) Rs. 5,75,716/- is lying with Trustee Bank as on 31<sup>st</sup> March, 2017 (Previous Year Rs 2,58,209/-) the units in respect of which have been allotted in the next financial year on receipt of funds by the PFM. This does not have any impact on the surplus for the period; though the subscription received pending allotments as well as balances with bank are understated by the said amount.
  - b) Rs 460 is lying in the withdrawal account with trustee bank as on 31<sup>st</sup> March 2017. As explained by CRA, the same pertains to subscriber/nodal office for the withdrawals executed/erroneous requests processed by either by CRA/ Nodal Offices. The said amount could not be transferred to the recipients due incorrect bank account details/invalid bank details, etc. This does not have any impact on the surplus for the year.
  - c) As informed by CRA, Rs 93,93,380 pertaining to all PFMs & all schemes and cannot be identified PFM wise or scheme wise, is lying with the Trustee Bank on account of the following:

Particulars	(Rs)
-------------	------



Amount pertaining to subscriber/nodal office for the withdrawals executed/erroneous requests processed by either by CRA/ Nodal Offices (Part of the amount is yet to be transferred to the beneficiary ex: transaction with multiple nominees)	48,80,246
Amount received from Bank of India (these funds have been received from Bank of India, erstwhile Trustee Bank, and it is not yet reconciled)	36,910
Surplus for PFRDA instructions	16,172
Amount received from ASPs (The cases wherein the funds were sent to ASPs and subsequently, the subscriber has cancelled the Annuity as the subscriber during the free look period.)	44,59,705
Pay-in residual	347
<b>Total</b>	<b>93,93,380</b>

Above amounts do not have any impact on the surplus for the year.

### ***Report on Other Legal and Regulatory Requirements***

8. As required by the PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012, as amended we report that:
- We have obtained all information and explanations which to the best of our knowledge and belief were necessary for the purpose of the audit,
  - The Balance Sheet and Revenue account of the Scheme are in agreement with the books of account of the Scheme,
  - In our opinion, proper books of account of the scheme, as required by the PFRDA has been maintained by the PFM so far as appears from our examination of those books.
  - All transactions expenses in excess of the limits contractually agreed to/approved by the Authority are borne by the Pension Fund (if any) and are not charged to the NAV of the Scheme
  - In our opinion the Balance Sheet and Revenue account of the Scheme dealt with by this report comply with the Accounting Standards notified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rule, 2014 to the extent made applicable by PFRDA



9. We further certify that

- a) Investments has been valued in accordance with the guidelines issued by the Authority *except for the variance set out in Significant Accounting policies in Note 7D.*
- b) Transaction and claims/fee raised by different entities are in accordance with the prescribed fees

For PKF SRIDHAR & SANTHANAM LLP

Chartered Accountants

Registration No: 003990S/S200018



*Suriyanarayanan*

Partner

M. No: 201402

Mumbai:

13<sup>th</sup> July, 2017

NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - G TIER II

BALANCE SHEET AS AT MARCH 31, 2017

	Schedules	As at March 31, 2017 ₹	As at March 31, 2016 ₹
<b>Liabilities</b>			
Unit Capital	1	27,579,671	7,733,203
Reserves and Surplus	2	15,383,563	2,864,008
Current Liabilities and Provisions	3	297,551	18,022
<b>Total</b>		<b>43,260,785</b>	<b>10,615,233</b>
<b>Assets</b>			
Investments	4	42,239,774	10,156,206
Deposits	5	-	-
Other Current Assets	6	1,021,011	459,027
<b>Total</b>		<b>43,260,785</b>	<b>10,615,233</b>
(a) Net assets as per Balance Sheet		42,963,234	10,597,211
(b) Number of Units outstanding		2,757,967	773,320

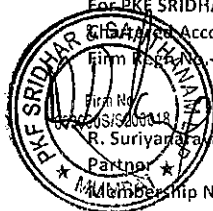
Significant Accounting Policies and Notes to Accounts

7

This is the Balance Sheet referred to in our report of even date.

For PKE SRIDHAR & SANTHANAM LLP

For LIC Pension Fund Ltd



Chartered Accountants  
Firm Reg. No. 0039905/S200018

Partner  
R. Suriyaprasanna

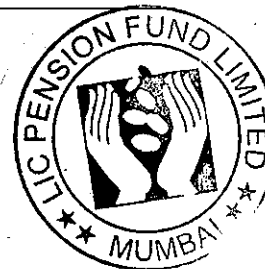
Membership No. - 201402

Date: 13<sup>th</sup> JUL 2017, 2017

Place: Mumbai

*[Signature]*  
MD & CEO

*[Signature]*  
Director



Date:

Place: Mumbai

For and on Behalf of NPS Trust

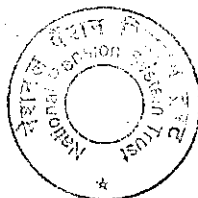
*[Signature]*

Shailesh V. Haribhakti  
(Chairman, NPS Trust Board)

*[Signature]*

Kamal Chaudhry  
(Chief Executive Officer)

Date: 13 JUL 2017  
Place: Mumbai





NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - G TIER II

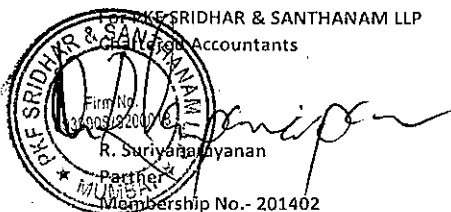
REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2017

Particulars	Year ended March 31, 2017 ₹	Year ended March 31, 2016 ₹
<b>Income</b>		
Dividend	-	-
Interest	1,731,380	259,961
Profit on sale/redemption of investments	1,573,754	12,667
Profit on inter-scheme transfer/sale of investments	-	6,815
Unrealized gain on appreciation in investments	-	69,461
Other income	-	-
- Miscellaneous Income	-	-
<b>Total</b>	<b>3,305,134</b>	<b>348,904</b>
<b>Expenses and Losses</b>		
Unrealized losses in value of investments	417,636	-
Loss on sale/redemption of investments	340,462	2
Loss on inter-scheme transfer/sale of investments	-	-
Management fees (including service Tax)	2,868	395
NPS Trust fees	2,494	229
Custodian fees	101	247
CRA Fees	14,117	2,150
Less: Amount recoverable on sale of units on account of CRA Charges	(14,117)	(2,150)
Trustee Bank's fees	-	-
Depository and settlement charges	3,285	1,740
Provision for Non-performing assets	-	-
Other Expenses, if any	-	-
<b>Total</b>	<b>766,846</b>	<b>2,613</b>
<b>Surplus/(Deficit) for the year</b>	<b>2,538,288</b>	<b>346,291</b>
Less: Amount transferred to Unrealised appreciation account	-	69,461
Less: Amount transferred to General Reserve	2,538,288	276,830
Amount carried forward to Balance Sheet	-	-

Significant Accounting Policies and Notes to Accounts

7

This is the Revenue Account referred to in our report of even date.



Date: 13<sup>th</sup> JUL 2017, 2017  
Place: Mumbai

For LIC Pension Fund Ltd

MD & CEO

Director



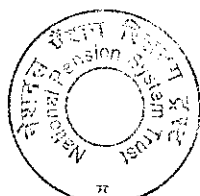
Date:  
Place: Mumbai

For and on Behalf of NPS Trust

Shailesh V. Haribhakti  
(Chairman, NPS Trust Board)

Kamal Chaudhry  
(Chief Executive Officer)

Date: 13 JUL 2017  
Place: Mumbai

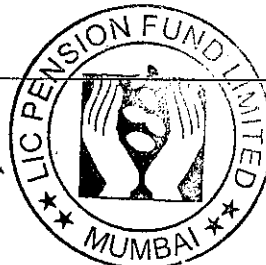


NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - G TIER II

NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2017

Schedule 1	As at March 31, 2017	As at March 31, 2016
	₹	₹
<b>Unit Capital</b>		
<b>Initial Capital*</b>		
Outstanding at the beginning of the year	7,733,203	814,760
Add :Units issued during the year	23,024,527	7,761,918
Less: Units redeemed during the year	3,178,059	843,475
Outstanding at the end of the year	27,579,671	7,733,203
(Face Value of Rs.10/- each unit, fully paid up)		
Outstanding units at the beginning of the year	773,320	81,476
Add :Units issued during the year	2,302,453	776,192
Less: Units redeemed during the year	317,806	84,348
Outstanding Units at the end of the year	2,757,967	773,320
<b>Schedule 2</b>	<b>As at March 31, 2017</b>	<b>As at March 31, 2016</b>
	₹	₹
<b>Reserves and Surplus</b>		
<b>Unit Premium Reserve</b>		
Opening Balance	2,410,716	124,199
Add: Premium on Units issued	11,609,599	2,582,897
Less: Premium on Units redeemed	1,628,332	296,380
Closing Balance	12,391,983	2,410,716
<b>General Reserve</b>		
Opening Balance	329,026	52,196
Add: Transfer from Revenue Account	2,538,288	276,830
Closing Balance	2,867,314	329,026
<b>Unrealised Appreciation Account</b>		
Opening Balance	124,266	54,805
Add: Transfer from Revenue Account	-	69,461
Closing Balance	124,266	124,266
<b>Total</b>	<b>15,383,563</b>	<b>2,864,008</b>
<b>Schedule 3</b>	<b>As at March 31, 2017</b>	<b>As at March 31, 2016</b>
	₹	₹
<b>Current Liabilities and Provisions</b>		
<b>Current Liabilities</b>		
Provision for interest overdue	-	-
Redemption Payable	292,474	15,962
Contract for Purchase of Investments	-	-
TDS Payable	115	-
Sundry Creditors for expenses	4,962	2,060
	297,551	18,022



Schedule 4	As at March 31, 2017	As at March 31, 2016
	₹	₹
Investments (Long Term and Short Term)		
Equity Shares	-	-
Debentures and Bonds Listed/Awaiting Listing	-	-
Central and State Government Securities (including treasury bills)	41,325,778	9,950,834
Commercial Paper	-	-
Others - Mutual Fund Units	913,996	205,372
- Certificates of Deposit	-	-
Non Convertible Debentures classified as Non performing investment	-	-
Less: Provision on Non performing investment	-	-
Total	42,239,774	10,156,206

Schedule 5	As at March 31, 2017	As at March 31, 2016
	₹	₹
Deposits		
Deposits with Scheduled Banks	-	-

Schedule 6	As at March 31, 2017	As at March 31, 2016
	₹	₹
Other Current Assets		
Outstanding and accrued Income	777,729	193,979
Balance with Trustee Bank	243,282	265,048
Dividend Receivable	-	-
Contract for sale of investments	-	-
Tax Receivable	-	-
	1,021,011	459,027



## National Pension System Trust

### SCHEME 10: NPS TRUST A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME G TIER II

#### Background

The Central Government had introduced the National Pension System (NPS) with effect from January 1, 2004 (except for armed forces). Pension Fund Regulatory and Development Authority (PFRDA), the regulatory body for NPS, finalized the architecture and appointed NSDL and Karvy Computershare Private Limited as Central Recordkeeping Agencies (CRAs), other entities for National Pension System and appointed LIC Pension Fund Ltd (LICPFL) as one of the Fund manager for the Scheme.

LICPFL has entered into an Investment Management Agreement ('IMA') with NPS. The Pension Fund Regulatory and Development Authority ('PFRDA') guidelines require each PFM to manage subscribers' funds made available to it by the Trustee bank. However, the responsibility of maintaining individual subscriber's records is not with PFM and is managed by the CRA. The CRAs do not furnish any subscribers level data to the PFM and provide only consolidated subscribers data of cash inflow for units to be allotted and number of units to be redeemed to PFM. The PFM makes investments as per the requirements of IMA and the scheme wise flow of funds from CRAs.

Under All Citizen Model of NPS, there are three assets classes viz Equity (E), Government Securities (G), and Government Securities (C). The funds are invested in Government Securities Class through Pension Fund Managers

#### Note 7: Significant Accounting Policies and Notes to Accounts

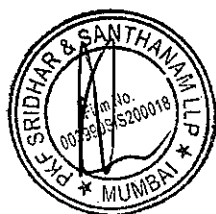
##### Significant Accounting Policies

###### A. Basis of accounting

The financial statements have been prepared to comply with the PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012, Accounting Standards notified under the Companies Act, 1956 read with general circular 15/2013 dated 13.09.2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013 to the extent made applicable by PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012 and generally accepted accounting principles. These financial statements have been prepared on an accrual basis.

###### B. Investments

- (i) Transactions for purchase or sale of Investments in Government securities, Non Convertible Bonds/Debentures, Equity shares, Fixed Deposits and Mutual Funds



units are recognized as of the trade date except in case of subscriptions to Private/Public Offerings of debts which are recognized on allotment.

- (ii) In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed.
- (iii) The cost of investments acquired or purchased includes applicable taxes and stamp charges but exclude brokerage and other transactional charges.
- (iv) Investments are reconciled with the custodian records on daily basis.

**C. Investment Valuation**

The below mentioned valuation of investment is carried out by Stock Holding Corporation of India as per the tripartite agreement among NPS Trust, LIC Pension Fund Limited and Stock Holding Corporation of India Ltd. Any deviations from the guidelines issued by PFRDA are mentioned in point 'D'.

- i. Government securities are valued at aggregated prices received daily from independent valuation agencies i.e. CRISIL and ICRA.
- ii. Investments in mutual fund schemes are valued based on the latest available/previous day's net asset value from AMFI website.

**D. The valuation Policy of the Scheme, as advised by SHCIL, is at variance with PFRDA guidelines. The details of the variation are as under:**

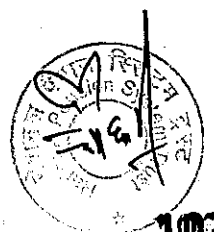
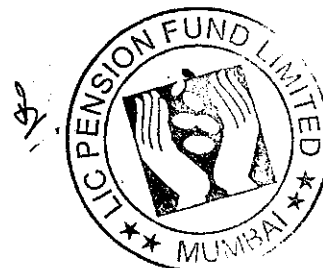
PFRDA Guidelines :	Valuation Policy :
Valuation of G-sec at YTM based on prevailing market prices.	Government securities are valued at aggregated prices received daily from independent valuation agencies i.e. CRISIL and ICRA

**E. Income Recognition:**

In respect of all interest-bearing investments, income is accrued on a daily basis. Interest paid for the period from the last interest date up to the date of purchase is not treated as a cost of purchase but debited to Interest Recoverable Account. Similarly interest received at the time of sale for the period from the last interest date up to the date of sale is not treated as an addition to sale value but is credited to Interest Recoverable Account.

**F. Expenses**

All allowable expenses and incomes accrued up to the valuation date are considered for computation of Net asset value. Major expenses like Investment Management Fees and NPS Trust Fees are accrued on a daily basis.



**G. Taxes**

All taxes which are leviable and actually paid are charged to the NAV of the Fund and are borne by the Subscriber. Any subsequent refund on this account, if any, is added to the scheme/fund as income.

**H. Unit Capital and Unit Premium Reserve**

Unit Capital is tallied with CRA records on daily basis. Difference between the issue/redemption price and face value of the units is credited / debited to unit premium reserve.

**I. Computation of the Net Asset Value (NAV):**

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

**J. As per the unbundled architecture of National Pension Scheme, unit allocations and redemptions are accounted by PFM on the basis of consolidated data received from the Central Record Keeping Agency.**

**K. Investment Management Fees:**

As per the terms of the Investment Management Agreement entered between National Pension System Trust and LIC Pension Fund Limited management fees is calculated as a percentage of schemes daily closing net asset value.

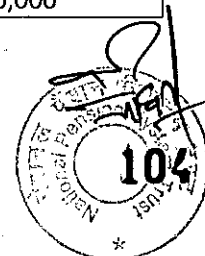
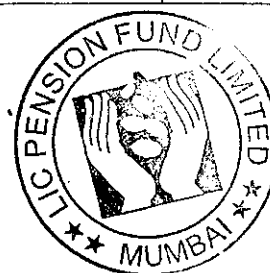
**Notes to Accounts**

**I. Investment in Group Company and Associates:**

Particulars	March 31, 2017	March 31, 2016
Name of the Group Company/Associate	LIC Housing Finance Ltd.	LIC Housing Finance Ltd.
Amount Invested by the scheme (Rs.)	NIL	NIL
Aggregate investment by all scheme (Rs.)	6,23,92,46,100	5,98,55,92,409

**II. Details of Custodian Fees paid or payable to Stock Holding Corporation of India Limited (A Company in which sponsor of LIC Pension Fund Limited has substantial interest)**

Particulars	March 31, 2017	March 31, 2016
Name of Sponsor of LIC PFL	LIC of India	LIC of India
Name of the company in which sponsor has substantial interest	Stock Holding Corporation of India Ltd.	Stock Holding Corporation of India Ltd.
No of shares held	31,50,000	31,50,000



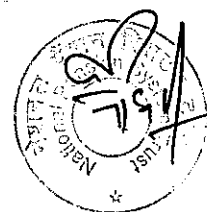
% of Share Holding	14.97 %	14.97 %
Amount Paid/ Payable (Rs.)	101	247

- III. Purchase/Sale of Investments: The aggregate value of purchase and sales of investments during the year expressed as a percentage of average daily net assets are as under:

Particulars	March 31, 2017	March 31, 2016
Aggregate Value of purchase (except liquid funds) (Rs.)	1083,59,728	97,80,518
%	434.43	282.68 %

Particulars	March 31, 2017	March 31, 2016
Aggregate Value of sales (except liquid funds) (Rs.)	771,15,986	7,45,336
%	309.17 %	21.54 %

- IV. Contingent Liability as on 31<sup>st</sup> March, 2017 is NIL. ( Previous Year – NIL).
- V. Figures have been rounded off to the nearest rupee. Previous year figures have been regrouped and rearranged, wherever necessary.



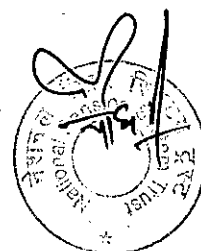
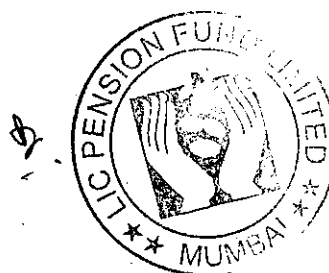
**Scheme 10 : NPS TRUST A/C LIC PENSION FUND SCHEME G TIER -II**

**Schedule Annexed to and forming part of Financial Statements as on 31.03.2017**

**A G Sec :**

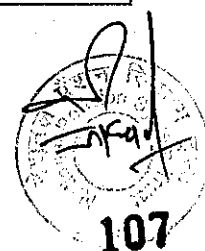
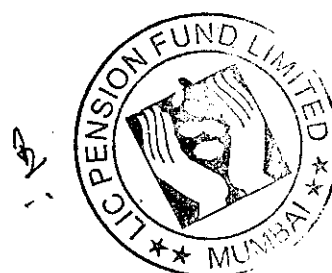
Sr No.	Security Name	Face Value (Rs.)	Book Cost (Rs.)	Market Value (Rs.)
1	G-SEC 2036 -8.33% (7.6.2036)	7,90,000	8,89,698	8,61,100
2	8.32% G-SEC 2032 (02.08.2032)	70,000	64,692	75,770
3	8.30% G-SEC 2042 (31.12.2042)	80,000	75,064	87,163
4	9.23% G-SEC 2043 (23.12.2043)	18,80,000	22,99,127	22,40,960
5	8.17% G-SEC 2044 (01.12.2044)	47,50,000	50,90,420	51,15,750
6	8.24% GSEC 2033 (10.11.2033)	6,40,000	6,39,943	6,87,744
7	8.13% G-SEC 2045 (22.06.2045)	9,60,000	10,69,440	10,36,320
8	9.11% MAHARASHTRA SDL 2024 (28.05.2024)	40,000	42,140	43,259
9	9.35% MAHARASHTRA SDL 2024 (30.01.2024)	70,000	74,701	76,383
10	7.73% G-SEC 2034 (19.12.2034)	43,90,000	46,13,160	45,34,980
11	7.88% GSEC 2030 (19.03.2030)	23,20,000	24,18,500	24,24,400
12	7.59% G-SEC 2029 (20.03.2029)	41,50,000	43,31,524	42,44,413
13	7.61% G-SEC 2030 (09.05.2030)	73,00,000	74,48,190	75,61,340
14	8.31% WEST BENGAL SDL 2026 (13.01.2026)	10,00,000	10,93,425	10,44,744
15	7.06% G-SEC 2046 (10.10.2046)	44,70,000	45,74,600	43,10,618
16	6.97% GSEC 2026 (06.09.2026)	68,50,000	68,94,525	69,80,835
	<b>Sub Total</b>		<b>416,19,148</b>	<b>413,25,778</b>

<b>B</b>	<b>Mutual Fund :</b>			
17	LIC NOMURA MF LIQUID FUND DIRECT GROWTH	310.0139	9,13,996	9,13,996
	<b>Sub Total</b>		<b>9,13,996</b>	<b>9,13,996</b>
	<b>Grand Total</b>		<b>425,33,144</b>	<b>422,39,774</b>





Key Statistics			
LIC Pension Fund Limited			
Name of the Scheme: G Tier II			
S. No.	Particulars	As at March 31, 2017	As at March 31, 2016
1	NAV Per Unit (Rs.)*		
	Open	13.7063	12.8405
	High	16.1934	13.7035
	Low	13.7515	12.5775
	End	15.5779	13.7035
2	Closing Assets Under Management (Rs. In Lakhs)		
	End	429.63	105.97
	Average (AAUM)	249.43	34.60
3	Gross income as % of AAUM	13.25	8.08
4	Expense Ratio		
a	Total Expense as % of AAUM (Scheme wise)	1.40	0.08
b	Management Fee as % of AAUM (Scheme Wise)	0.01	0.01
5	Net Income as a percentage of AAUM	11.85	8.00
6	Portfolio turnover ratio	3.14	-
7	Returns (%)* Compounded Annualised Yield		
	a. Last One Year		
	Benchmark (NPS-Government Security Index)	11.90%	7.63%
	b. Since inception		
	Benchmark (NPS-Government Security Index)	11.46%	11.29%
	c. Compounded annualised yield (%)		
	Last 1 Year	13.68%	6.75%
	Last 3 Years	13.33%	NA
	Last 5 Years	NA	NA
	Since Launch of the scheme (12-Aug-2013)	12.97%	12.42%
* Declared NAV; Returns calculated based on declared NAV			



**PKF SRIDHAR & SANTHANAM LLP**

Chartered Accountants

**INDEPENDENT AUDITOR'S REPORT**

**TO**

**THE TRUSTEES,**

**NATIONAL PENSION SYSTEM TRUST (NPS Trust)**

***Report on Financial Statements***

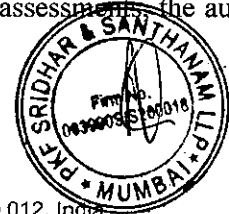
1. We have audited the accompanying financial statements of Scheme 01: NPS Trust A/c – LIC Pension Fund Scheme CG under the National Pension System Trust (NPS Trust) managed by LIC Pension Fund Ltd. (PFM) [in terms of clause 3 of PFRDA (preparation of Financial Statements) Guidelines 2012] which comprises of the Balance sheet as at March 31, 2017 and the Revenue account for the year then ended, and a summary of significant accounting policies and other explanatory information.

***Management's Responsibility for the Financial Statements***

2. The Board of Directors of the PFM, in accordance with the applicable Pension Fund Regulatory and Development Authority (PFRDA) Guidelines and the Investment Management Agreement (IMA) with the National Pension System trust (NPS Trust) is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Scheme in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Companies Act, 2013 read with the Rule 7 of the Companies (Accounts) Rule 2014, to the extent made applicable by PFRDA to Scheme. This responsibility also includes maintenance of records in accordance with PFRDA guidelines for safeguarding of the assets of the Company and preventing frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. These financial statements are also approved by the NPS Trust on the recommendation of the Board of Directors of the PFM.

***Auditor's Responsibility***

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor



considers internal control relevant to the PFM's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by PFM, as well as evaluating the overall presentation of the financial statements.

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

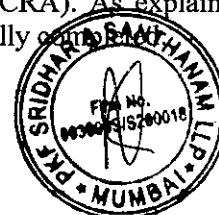
### ***Opinion***

6. In our opinion and to the best of our information and according to the explanations given to us the financial statements give the information required by the PFRDA (Preparation of Financial Statements and Auditor's Report of schemes under National Pension System) Guidelines 2012, and give a true and fair view in conformity with the accounting principles generally accepted in India:

- i) in the case of the Balance Sheet, of the state of affairs of the Scheme as at March 31, 2017;
- ii) in the case of the Revenue Account, of the surplus of the Scheme for the period ended on that date; and

### ***Emphasis of Matter***

7. As explained in Note No. 7K giving background of the Scheme regarding unbundled architecture, the PFM receives consolidated funds and does not have access to the individual subscribers' data. However, based on the individual subscribers' data and break-up of balance in bank accounts provided to us by the CRA, without modifying our opinion, we invite attention to the following:
- a) Rs. 11,63,79,537/- is lying with Trustee Bank as on 31<sup>st</sup> March, 2017 (Previous Year Rs. 8,25,77,474/-) the units in respect of which have been allotted in the next financial year on receipt of funds by the PFM. This does not have any impact on the surplus for the period; though the subscription received pending allotments as well as balances with bank are understated by the said amount.
  - b) 28,98,028.4682 units valued at Rs. 6,94,97,041 /- as on 31<sup>st</sup> March, 2017 (Previous Year: 36,00,867.9279 units, valued at Rs. 7,62,69,623/-) is lying in the name of "Unitisation Pool PRAN Account" maintained by Central Record keeping Agency (CRA). As explained by CRA, the same pertains to funds transferred from Nodal offices with insufficient details to Trustee Bank owing to which the subscribers for the same have not been identified. This does not have any impact on the surplus for the year.
  - c) 1,33,335.8980 units valued at Rs. 31,97,502/- as on 31<sup>st</sup> March 2017 (Previous Year: 12810.2786 units, valued at Rs. 2,71,333) is lying in the name of Suspense PRAN Accounts maintained by Central Record Keeping Agency(CRA). As explained by CRA, these are parking accounts for error rectification not fully credited to PFM.



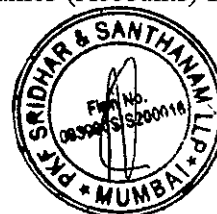
- d) Rs 14,68,512 is lying in the withdrawal account with trustee bank as on 31<sup>st</sup> March 2017. As explained by CRA, the same pertains to subscriber/nodal office for the withdrawals executed/erroneous requests processed by either by CRA/ Nodal Offices. The said amount could not be transferred to the recipients due incorrect bank account details/invalid bank details, etc. This does not have any impact on the surplus for the year.
- e) As informed by CRA, Rs 93,93,380 pertaining to all PFMs & all schemes and cannot be identified PFM wise or scheme wise, is lying with the Trustee Bank on account of the following:

Particulars	(Rs)
Amount pertaining to subscriber/nodal office for the withdrawals executed/erroneous requests processed by either by CRA/ Nodal Offices (Part of the amount is yet to be transferred to the beneficiary ex: transaction with multiple nominees)	48,80,246
Amount received from Bank of India (these funds have been received from Bank of India, erstwhile Trustee Bank, and it is not yet reconciled)	36,910
Surplus for PFRDA instructions	16,172
Amount received from ASPs (The cases wherein the funds were sent to ASPs and subsequently, the subscriber has cancelled the Annuity as the subscriber during the free look period.)	44,59,705
Pay-in residual	347
<b>Total</b>	<b>93,93,380</b>

Above amounts do not have any impact on the surplus for the year.

#### ***Report on Other Legal and Regulatory Requirements***

8. As required by the PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012, as amended we report that:
- a) We have obtained all information and explanations which to the best of our knowledge and belief were necessary for the purpose of the audit,
- b) The Balance Sheet and Revenue account of the Scheme are in agreement with the books of account of the Scheme,
- c) In our opinion, proper books of account of the scheme, as required by the PFRDA has been maintained by the PFM so far as appears from our examination of those books.
- d) All transactions expenses in excess of the limits contractually agreed to/approved by the Authority are borne by the Pension Fund (if any) and are not charged to the NAV of the Scheme
- e) In our opinion the Balance Sheet and Revenue account of the Scheme dealt with by this report comply with the Accounting Standards notified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rule, 2014 to the extent made applicable by PFRDA



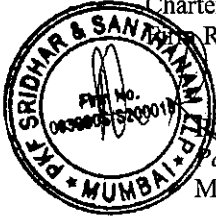
9. We further certify that

- a) Investments has been valued in accordance with the guidelines issued by the Authority, *except for the variance set out in Significant Accounting policies in Note 7D.*
- b) Transaction and claims/fee raised by different entities are in accordance with the prescribed fees

For PKF SRIDHAR & SANTHANAM LLP

Chartered Accountants

Registration No: 003990S/S200018



Suriyanarayanan

Partner

M. No: 201402

Mumbai:

13<sup>th</sup> 2017, 2017

NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - CENTRAL GOVERNMENT

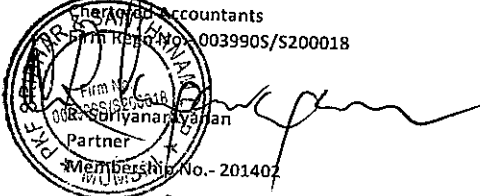
BALANCE SHEET AS AT MARCH 31, 2017

	Schedules	As at March 31, 2017 ₹	As at March 31, 2016 ₹
<b>Liabilities</b>			
Unit Capital	1	86,409,652,943	69,505,833,402
Reserves and Surplus	2	120,807,542,239	77,713,914,811
Current Liabilities and Provisions	3	185,412,176	24,891,257
<b>Total</b>		<b>207,402,607,358</b>	<b>147,244,639,470</b>
<b>Assets</b>			
Investments	4	201,000,577,682	141,988,861,697
Deposits	5	1,225,000,000	1,225,000,000
Other Current Assets	6	5,177,029,676	4,030,777,773
<b>Total</b>		<b>207,402,607,358</b>	<b>147,244,639,470</b>
(a) Net assets as per Balance Sheet		207,217,195,182	147,219,748,213
(b) Number of Units outstanding		8,640,965,294	6,950,583,340
Significant Accounting Policies and Notes to Accounts	7		

This is the Balance Sheet referred to in our report of even date.

For PKF SRIDHAR & SANTHANAM LLP

For LIC Pension Fund Ltd



*Randy Pathy*  
MD & CEO

*Director*  
Director



Date: 13<sup>th</sup> JUL 2017

Place: Mumbai

Date:

Place: Mumbai

For and on Behalf of NPS Trust

*Shailish V. Haribhakti*

Shailish V. Haribhakti  
(Chairman, NPS Trust Board)

*Kamal Chaudhry*

Kamal Chaudhry  
(Chief Executive Officer)

Date: 13 JUL 2017  
Place: Mumbai



NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - CENTRAL GOVERNMENT

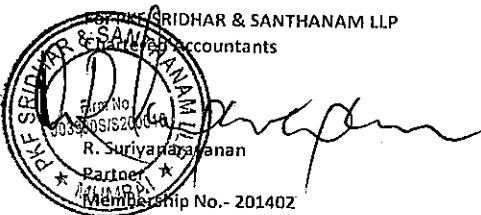
REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2017

Particulars	Year ended March 31, 2017 ₹	Year ended March 31, 2016 ₹
<b>Income</b>		
Dividend	243,442,629	219,199,950
Interest	12,455,322,460	9,517,817,677
Profit on sale/redemption of investments	1,156,171,410	557,831,726
Profit on inter-scheme transfer/sale of investments		-
Unrealized gain on appreciation in investments	7,722,404,997	-
Other income		-
- Miscellaneous Income	9	2
<b>Total</b>	<b>21,577,341,505</b>	<b>10,294,849,355</b>
<b>Expenses and Losses</b>		
Unrealized losses in value of investments		2,108,556,361
Loss on sale/redemption of investments	155,751,041	344,980,915
Loss on inter-scheme transfer/sale of investments		-
Management fees (including service Tax)	21,020,535	14,820,410
NPS Trust fees	17,931,360	5,721,580
Custodian fees	6,995,182	10,195,556
CRA Fees	29,561	4,676
Less: Amount recoverable on sale of units on account of CRA Charges	(29,561)	(4,676)
Trustee Bank's fees		-
Depository and settlement charges	1,946,515	261,408
Provision for Non-performing assets	216,300,480	35,659,000
Other Expenses, if any		-
<b>Total</b>	<b>419,945,113</b>	<b>2,520,195,230</b>
<b>Surplus/(Deficit) for the year</b>	<b>21,157,396,392</b>	<b>7,774,654,125</b>
Less: Amount transferred to Unrealised appreciation account	7,722,404,997	-
Less: Amount transferred to General Reserve	13,434,991,395	7,774,654,125
Amount carried forward to Balance Sheet		

Significant Accounting Policies and Notes to Accounts

7

This is the Revenue Account referred to in our report of even date.

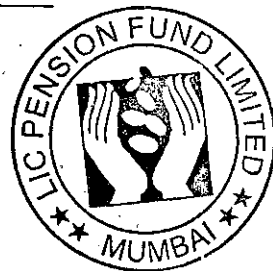


Date: 13<sup>th</sup> July 2017  
Place: Mumbai

For LIC Pension Fund Ltd

*[Signature]*  
MD & CEO

*[Signature]*  
Director

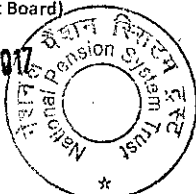


For and on Behalf of NPS Trust

*[Signature]*  
Shailesh V. Haribhakti  
(Chairman, NPS Trust Board)

*[Signature]*  
Kamal Chaudhry  
(Chief Executive Officer)

Date: 13 JUL 2017  
Place: Mumbai



**NATIONAL PENSION SYSTEM TRUST**

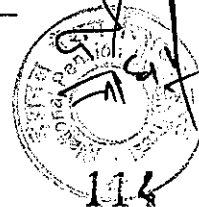
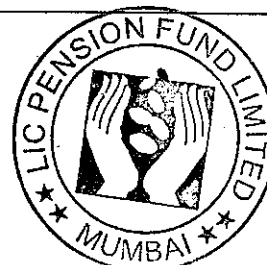
**NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - CENTRAL GOVERNMENT**

**NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2017**

Schedule 1	As at March 31, 2017 ₹	As at March 31, 2016 ₹
<b>Unit Capital</b>		
<b>Initial Capital*</b>		
Outstanding at the beginning of the year	69,505,833,402	55,280,070,616
Add :Units issued during the year	17,243,072,523	14,410,064,498
Less: Units redeemed during the year	339,252,982	184,301,712
Outstanding at the end of the year	86,409,652,943	69,505,833,402
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>		
Outstanding units at the beginning of the year	6,950,583,340	5,528,007,062
Add :Units issued during the year	1,724,307,252	1,441,006,450
Less: Units redeemed during the year	33,925,298	18,430,171
Outstanding Units at the end of the year	8,640,965,294	6,950,583,340

Schedule 2	As at March 31, 2017 ₹	As at March 31, 2016 ₹
<b>Reserves and Surplus</b>		
<b>Unit Premium Reserve</b>		
Opening Balance	44,247,867,159	29,502,755,322
Add: Premium on Units issued	22,375,757,320	15,858,382,111
Less: Premium on Units redeemed	439,526,284	1,113,270,274
Closing Balance	66,184,098,195	44,247,867,159
<b>General Reserve</b>		
Opening Balance	25,994,040,589	18,219,386,464
Add: Transfer from Revenue Account	13,434,991,395	7,774,654,125
Closing Balance	39,429,031,984	25,994,040,589
<b>Unrealised Appreciation Account</b>		
Opening Balance	7,472,007,063	7,472,007,063
Add: Transfer from Revenue Account	7,722,404,997	
Closing Balance	15,194,412,060	7,472,007,063
<b>Total</b>	<b>120,807,542,239</b>	<b>77,713,914,811</b>

Schedule 3	As at March 31, 2017 ₹	As at March 31, 2016 ₹
<b>Current Liabilities and Provisions</b>		
<b>Current Liabilities</b>		
Provision for interest overdue	-	5,220,033
Provision for assets upgraded as performing assets	65,209,480	-
Redemption Payable	9,405,528	4,539,897
Contract for Purchase of Investments	13,975,428	-
Interest received in advance	77,356,685	-
TDS Payble	413,676	-
Sundry Creditors for expenses	19,051,379	15,131,327
	<b>185,412,176</b>	<b>24,891,257</b>

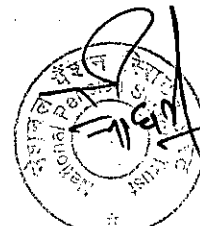
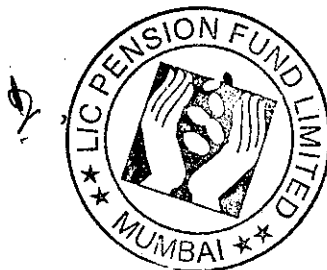
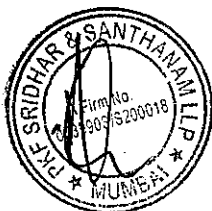




Schedule 4		As at March 31, 2017	As at March 31, 2016
		₹	₹
Investments (Long Term and Short Term)			
Equity Shares		27,699,527,721	14,105,162,482
Debentures and Bonds Listed/Awaiting Listing		71,152,725,920	50,190,793,135
Central and State Government Securities (including treasury bills)		100,761,320,596	76,682,666,216
Commercial Paper			
Others - Mutual Fund Units		1,387,003,445	913,435,864
- Certificates of Deposit			
Non Convertible Debentures classified as Non performing investment	52,500,000		
Less: Provision on Non performing investment	52,500,000	0	96,804,000
<b>Total</b>		<b>201,000,577,682</b>	<b>141,988,861,697</b>

Schedule 5		As at March 31, 2017	As at March 31, 2016
		₹	₹
Deposits			
Deposits with Scheduled Banks		1,225,000,000	1,225,000,000
		<b>1,225,000,000</b>	<b>1,225,000,000</b>

Schedule 6		As at March 31, 2017	As at March 31, 2016
		₹	₹
Other Current Assets			
Outstanding and accrued Income		5,057,203,278	3,901,710,080
Interest due on NPA A/c		-	-
Application Pending Allotment		-	-
Balance with Trustee Bank		58,027,719	40,781,751
Contract for sale of investments		-	66,703,925
TDS Receivable		167,401	167,401
Brokerage receivable from LIC Pension Fund Ltd.		37,027	20,365
Redemption receivable on investments		16,800,000	12,600,000
Sundry Debtors	516,833,334		
Less: Provision for Non performing investment	472,039,083	44,794,251	8,794,251
		<b>5,177,029,676</b>	<b>4,030,777,773</b>



# National Pension System Trust

## SCHEME 01: NPS TRUST A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME CENTRAL GOVERNMENT

### Background

The Central Government had introduced the National Pension System (NPS) with effect from January 1, 2004 (except for armed forces). Pension Fund Regulatory and Development Authority (PFRDA), the regulatory body for NPS, finalized the architecture and appointed NSDL and Karvy Computershare Private Limited as Central Recordkeeping Agencies (CRAs), other entities for National Pension System and appointed LIC Pension Fund Ltd (LICPFL) as one of the Fund manager for the Scheme.

LICPFL has entered into an Investment Management Agreement ('IMA') with NPS. The Pension Fund Regulatory and Development Authority ('PFRDA') guidelines require each PFM to manage subscribers' funds made available to it by the Trustee bank. However, the responsibility of maintaining individual subscriber's records is not with PFM and is managed by the CRA. The CRAs do not furnish any subscribers level data to the PFM and provide only consolidated subscribers data of cash inflow for units to be allotted and number of units to be redeemed to PFM. The PFM makes investments as per the requirements of IMA and the scheme wise flow of funds from CRAs.

In NPS Central government scheme, a government employee contributes towards pension from monthly salary along with matching contribution from the employer. The funds are then invested in earmarked investment schemes through Pension Fund Managers.

### Note 7: Significant Accounting Policies and Notes to Accounts

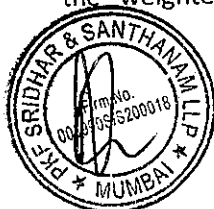
#### Significant Accounting Policies

##### A. Basis of accounting

The financial statements have been prepared to comply with the PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012, Accounting Standards notified under Section 133 of the Companies Act, 2013 to the extent made applicable by PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012 and generally accepted accounting principles. These financial statements have been prepared on an accrual basis.

##### B. Investments

- (i) Transactions for purchase or sale of Investments in Government securities, Non Convertible Bonds/Debentures, Equity shares, Fixed Deposits and Mutual Funds units are recognized as of the trade date except in case of subscriptions to Private/Public Offerings of debts which are recognized on allotment.
- (ii) In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed.



- (iii) The cost of investments acquired or purchased includes applicable taxes and stamp charges but exclude brokerage and other transactional charges.
- (iv) In respect of privately placed debt instruments, any front-end discounts offered are reduced from the cost of the investment.
- (v) Investments are reconciled with the custodian records on daily basis.
- (vi) Rights / Bonus entitlements, if any, are accounted on ex-right/ ex-bonus date of the principal stock exchange

### C. Investment Valuation

The below mentioned valuation of investment is carried out by Stock Holding Corporation of India as per the tripartite agreement among NPS Trust, LIC Pension Fund Limited and Stock Holding Corporation of India Ltd. Any deviations from the guidelines issued by PFRDA are mentioned in point 'D'.

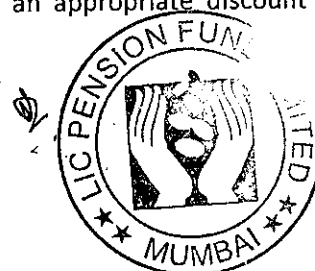
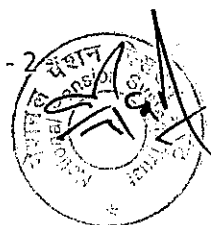
#### Securities traded at a stock exchange:

- i. Equity securities are valued at the daily close price on the National Stock Exchange.
- ii. Debt securities (other than government securities) are valued at the NSE weighted average traded price on that day.
- iii. Money market instruments like commercial paper and certificate of deposit with residual maturity of up to 60 days, valued at the weighted average price at which they are traded on the particular valuation day. When such securities are not traded on a particular valuation day then they are valued at amortized cost.
- iv. Government securities are valued at aggregated prices received daily from independent valuation agencies i.e. CRISIL and ICRA.
- v. Investments in mutual fund schemes are valued based on the latest available/previous day's net asset value from AMFI website.

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

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

- i. Equity instruments shall generally be 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.



ii. Debt securities not traded on a valuation day :

- a. With residual maturity over 60 days are valued on a yield to maturity basis, based on average of spreads provided by CRISIL and ICRA.
- b. With residual maturity up to 60 days are valued at last traded price plus the difference between the redemption value and last traded price, spread uniformly over remaining maturity period of the instrument.

iii. Performing non government debt securities below Investment Grade of BBB- are valued at a discount of 25% to Face Value.

D. The valuation Policy of the Scheme , as advised by SHCIL, is at variance with PFRDA guidelines. The details of the variation are as under:

PFRDA Guidelines :	Valuation Policy :
<b>1. Securities traded at a stock exchange:</b> Debt securities (other than government securities) are valued at the last quoted closing price on the Principal exchange on which the security is traded.	Debt securities (other than government securities) are valued at the NSE weighted average traded price on that day.
<b>2. Securities not traded at a stock exchange :</b> When a debt security (Other than government Security ) is not traded on any stock exchange on a particular valuation date, the value at which was traded on any other stock exchange on the earliest previous day is used, provided that such day is not more than 15 days.	<ol style="list-style-type: none"><li>a. With residual maturity over 60 days are valued on a yield to maturity basis, based on average of spreads provided by CRISIL and ICRA.</li><li>b. With residual maturity up to 60 days are valued at last traded price plus the difference between the redemption value and last traded price, spread uniformly over remaining maturity period of the instrument.</li></ol>
<b>3. Valuation of G-sec at YTM based on prevailing market prices.</b>	Government securities are valued at aggregated prices received daily from independent valuation agencies i.e. CRISIL and ICRA.

E. Non Performing Investments:

Investments are classified as non-performing based on PFRDA (Identification, Income Recognition and Provisioning of NPA) Guidance Note 2013. An Investment is regarded as non-performing if interest / principal or both amounts have not been received or remained outstanding for one quarter from the day such income/instrument has fallen due.

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



Period past due from the date of classification of assets as NPA	% Provision On Book Value
3 months	50%
6 months	75%
9 months	100%

On classification of the instrument as NPA no further interest is accrued on the investment and a provision for all interest accrued is made.

#### Re-schedulement of NPA:

In case any issuer of debt security defaults in the payment of interest and installment of principal, if any, and the pension fund has accepted re-schedulement of NPA, it may be reclassified as performing asset, if next two coupons/ installments of principal, if applicable, is regularly serviced as rescheduled.

Written – back of provisioning of interest: Upon reclassification of assets as performing assets

- i) In case an issuer has fully cleared all the arrears of interest, the interest provision can be written back in full.

Written – back of provisioning of principal: The provision made for the principal can be written back in the following manner:

- i) 100 % of the assets provided for in the books will be written back at the end of second calendar quarter, where the provision of principal was made due to the interest defaults only.
- ii) 50 % of the assets provided for in the books will be written back at the end of second calendar quarter and 25 % after every subsequent quarter, where both principal and interest were in default earlier.

#### F. Income Recognition

##### (i) Interest Income

In respect of all interest-bearing investments, income is accrued on a daily basis. Interest paid for the period from the last interest date up to the date of purchase is not treated as a cost of purchase but debited to Interest Recoverable Account. Similarly interest received at the time of sale for the period from the last interest date up to the date of sale is not treated as an addition to sale value but is credited to Interest Recoverable Account. Interest on Non-Performing Investments is not recognized in the Revenue Account till received.

##### (ii) Dividend Income:

Dividend income is recognized on "Ex-dividend" date.

#### G. Expenses

All allowable expenses and incomes accrued up to the valuation date are considered for computation of Net asset value. Major expenses like Investment Management Fees and NPS Trust Fees are accrued on a daily basis.



**H. Taxes**

All taxes which are leviable and actually paid are charged to the NAV of the Fund and are borne by the Subscriber. Any subsequent refund on this account, if any, is added to the scheme/fund as income.

**I. Unit Capital and Unit Premium Reserve**

Unit Capital is tallied with CRA records on daily basis. Difference between the issue/redemption price and face value of the units is credited / debited to unit premium reserve.

**J. Computation of the Net Asset Value (NAV):**

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

**K. As per the unbundled architecture of National Pension Scheme, unit allocations and redemptions are accounted by PFM on the basis of consolidated data received from the Central Record Keeping Agency.****L. Investment Management Fees:**

As per the terms of the Investment Management Agreement entered between National Pension System Trust and LIC Pension Fund Limited, management fees is calculated as a percentage of schemes daily closing net asset value.

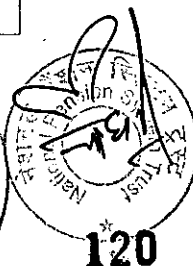
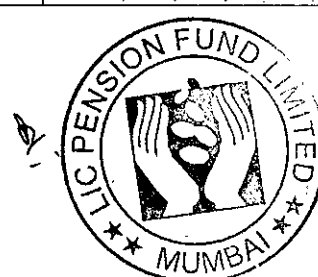
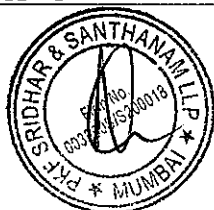
**Notes to Accounts**

- i. **Non-Performing Assets:** As per PFRDA (Identification, Income Recognition and Provisioning of NPA) Guidance Note 2013 a debt security ('asset') are classified as 'Non-Performing Asset' (NPA) if the interest and/or installment of principal have not been received or remained outstanding for one quarter, from the day such income and/or installment principal was due. The provision for NPA made upto 31.03.2017 is as below:

Particulars	March 31, 2017	March 31, 2016
Book Value (Rs.)	569,333,334	479,046,334
Provision for NPA (Rs.)	524,539,083	373,448,083
Carrying Cost (Rs.)	44,794,251	105,598,251
Market Value (Rs.)	52,500,000	123,713,000
% of NPA(Gross) to AUM	0.27	0.33

**ii. Investment in Group Company and Associates:**

Particulars	March 31, 2017	March 31, 2016
Name of the Group Company/Associate	LIC Housing Finance Ltd.	LIC Housing Finance Ltd.
Amount Invested by the scheme (Rs.)	2,585,399,381	2,493,196,763
Market Value (Rs.)	2,759,052,031	2,552,627,508
Aggregate investment by all scheme	6,239,246,100	5,985,592,409



- iii. Details of Custodian Fees paid or payable to Stock Holding Corporation of India Limited (A Company in which sponsor of LIC Pension Fund Limited has substantial interest)

Particulars	March 31, 2017	March 31, 2016
Name of Sponsor of LIC PFL	LIC of India	LIC of India
Name of the company in which sponsor has substantial interest	Stock Holding Corporation of India Ltd.	Stock Holding Corporation of India Ltd.
No of shares held	3,150,000	3,150,000
% of Share Holding	14.97 %	14.97 %
Amount Paid/ Payable (Rs.)	6,995,185	10,195,556

- iv. Purchase/Sale of Investments: The aggregate value of purchase and sales of investments during the year expressed as a percentage of average daily net assets are as under:

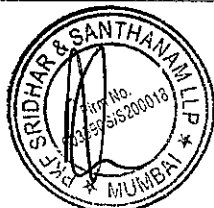
Particulars	March 31, 2017	March 31, 2016
Aggregate Value of purchase (except liquid funds) (Rs.)	66,557,535,209	45,492,044,262
%	37.12 %	35.68 %

Particulars	March 31, 2017	March 31, 2016
Aggregate Value of sales (except liquid funds) (Rs.)	16,450,371,985	7,854,112,495
%	9.17 %	6.16 %

- v. Total Value of investment falling under each major industry group (which constitute not less than 5% of total investment related to that classification)

**Equity Group:**

Particulars	March 31, 2017		March 31, 2016	
	Amount of Investment (Rs.)	% of total investment related to that classification	Amount of Investment (Rs.)	% of total investment related to that classification
Monetary intermediation of banks	4,767,624,316	17.21%	3,173,988,815	22.50%
Writing, modifying, test of computer	2,067,410,292	7.46%	1,938,955,186	13.75%
Manufacture of allopathic pharmaceut	1,878,143,795	6.78%	905,546,790	6.42%
Activity granting credit for house	1,214,501,399	4.38%	822,819,483	5.83%
Manufacture of other petroleum	1,108,235,100	4.00%	770,312,400	5.46%
Total amount invested in Equity	27,699,527,722		14,105,162,482	



**Corporate Bonds & Debentures:**

Particulars	March 31, 2017		March 31, 2016	
	% of total investment related to that classification	Industry Group	Amount of Investment (Rs.)	% of total investment related to that classification
Monetary intermediation of banks	15,912,545,038	22.35%	12,731,184,354	25.52
Other Credit Granting	13,267,304,616	18.63%	8,891,295,471	17.82
Activity granting credit for house	11,458,745,213	16.09%	9,373,757,926	18.79
Fin.serv except insurance & pension	6,846,993,851	9.62%	5,499,345,950	11.02
Other monetary intermediation serv	3944730,755	5.54%	597,179,470	1.20
Total amount invested in Corporate Bonds & Debentures	71,205,225,920		49,89,31,81,135	

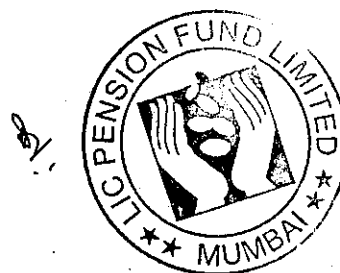
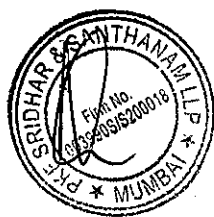
vi. Aggregate value of Non Traded investment valued in good faith at the end of the year:

**Non Convertible Bond & Debentures:**

Particulars	March 31, 2017	March 31, 2016
Aggregate value of Non traded Investment (Rs.)	41,330,639,833	26,093,728,997
% to Net Assets Value	19.95 %	17.72%

vii. Contingent Liability as on 31<sup>st</sup> March, 2017 is NIL. ( Previous Year – NIL).

viii. Figures have been rounded off to the nearest rupee. Previous year figures have been regrouped and rearranged, wherever necessary.



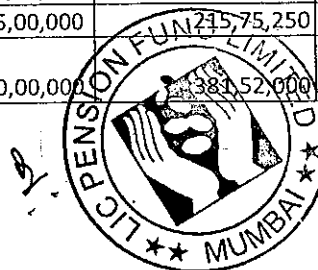
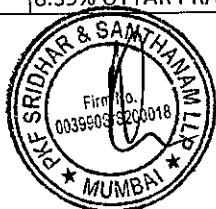


**Scheme 01 : NPS TRUST A/C LIC PENSION FUND  
SCHEME CENTRAL GOVERNMENT**

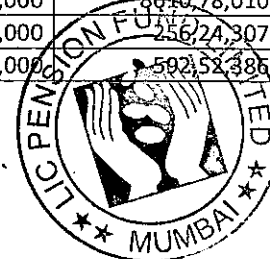
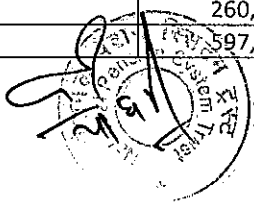
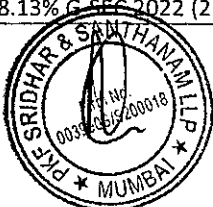
**Schedule Annexed to and forming part of Financial Statements as on 31.03.2017**

**A G Sec:**

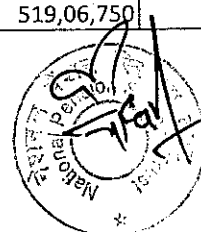
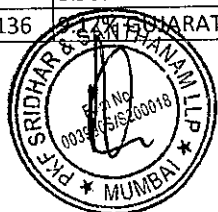
Sr No.	Security Name	Face Value (Rs.)	Book Cost (Rs.)	Market Value (Rs.)
1	G-SEC 2036 -8.33% (7.6.2036)	14737,20,000	14755,75,872	16063,54,800
2	G-SEC 8.13% OIL BONDS 16.10.2021	500,00,000	458,25,000	515,26,100
3	G-SEC 8.40% OIL MKG CO SPECIAL BONDS 29.03.2026	500,00,000	464,25,000	529,85,650
4	G-SEC 8.23% FCI SPECIAL FOOD BONDS 12.2.2027	50,00,000	52,05,500	52,71,415
5	G-SEC 7.95% FERTILISER BONDS- 2026	100,00,000	100,50,000	102,96,280
6	GSEC 10.18% (11 Sept. 2026)	805,00,000	949,15,500	967,30,249
7	G-SEC 8.28% 2032 (15.2.2032)	23765,00,000	23315,23,819	25571,66,283
8	8.59% ANDHRA PRADESH SDL 2019	550,00,000	578,54,500	566,52,585
9	8.24% GSEC 2027	27404,80,000	26007,84,549	29330,94,637
10	G-SEC 7.50% 2034 (10.08.2034)	4520,00,000	4445,36,700	4551,64,000
11	8.00% OIL SPECIAL BONDS 2026 (23.03.2026)	500,00,000	509,00,000	516,96,500
12	8.40% GUJARAT SDL 2019 (18.03.2019)	307,70,000	326,16,200	316,07,590
13	7.95% GoI - OIL SPECIAL BONDS 2025 (18.01.2025)	2500,00,000	2473,30,000	2575,47,750
14	7.40% G-SEC 2035	3974,00,000	3956,44,200	3981,94,800
15	8.21% GUJARAT SDL 2019 (26.08.2019)	250,00,000	250,20,000	257,16,525
16	8.19% ANDHRA PRADESH SDL 2019 (26.08.2019)	420,00,000	422,52,000	431,55,168
17	8.32% UTTAR PRADESH SDL 2019	200,00,000	200,42,000	206,12,900
18	8.31% MADHYA PRADESH SDL 2019	200,00,000	200,44,000	206,10,540
19	8.31% WEST BENGAL SDL 2019	200,00,000	200,42,000	206,00,880
20	7.35% G-SEC 2024 (22.06.2024)	260,00,000	238,10,800	265,20,000
21	8.10% RAJASTHAN SDL 2019 (30.10.2019)	300,00,000	300,60,000	308,13,870
22	8.11% TAMIL NADU SDL 2019 (30.10.2019)	300,00,000	300,84,000	308,42,070
23	8.25% BIHAR SDL 2019 (11.11.2009)	200,00,000	200,78,000	206,14,100
24	8.25% CHATTISGARH SDL 2019 (11.11.2019)	200,00,000	200,88,000	206,15,220
25	8.26% UTTAR PRADESH SDL 2019 (11.11.2019)	200,00,000	200,84,000	206,23,760
26	8.20% OIL SPECIAL BONDS 2023 (10.11.2023)	465,00,000	462,90,750	483,08,292
27	8.20% OIL SPECIAL BONDS 2024 (SEP) (15.09.2024)	110,00,000	109,50,500	114,79,083
28	8.27% GUJARAT SDL 2019	200,00,000	200,42,000	206,63,820
29	8.27% HARYANA SDL (9.12.2019)	300,00,000	300,42,000	309,74,100
30	8.32% MADHYA PRADESH SDL 2019	400,00,000	401,04,000	413,42,080
31	8.26% TAMILNADU SDL 2019 (9.12.2019)	200,00,000	200,36,000	206,53,840
32	8.44% UTTAR PRADESH SDL 2019 (23.12.2019)	291,10,000	292,46,205	301,81,277
33	8.33% GUJARAT SDL (6.1.2020)	200,00,000	200,40,000	206,36,780
34	8.32% MADHYA PRADESH SDL 6.1.2020	250,00,000	250,00,000	257,71,400
35	8.29% ARUNACHAL PRADESH SDL 2020 (20.01.2020)	79,00,000	79,18,960	81,44,055
36	8.27% MEGHALAYA SDL 2020 (20.01.2020)	50,00,000	50,06,000	51,51,965
37	8.25% RAJASTHAN SDL 2020 (20.01.2020)	150,80,000	150,98,096	155,29,233
38	8.40% ASSAM SDL 2020 (03.02.2020)	215,00,000	215,75,250	222,38,439
39	8.39% UTTAR PRADESH SDL 2020 (03.02.2020)	380,00,000	381,52,000	392,58,710



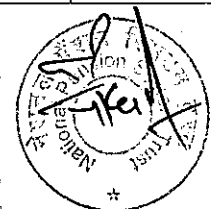
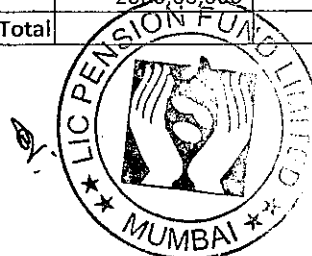
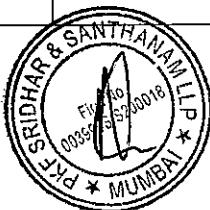
40	8.58% UTTAR PRADESH SDL 2020 (16.02.2020)	15,90,000	15,90,159	16,50,902
41	8.48% ANDHRA PRADESH SDL 2020 (24.02.2020)	100,00,000	100,10,000	103,65,430
42	8.49% MANIPUR SDL (24.2.2020)	300,00,000	300,03,000	311,19,090
43	8.49% TRIPURA SDL 2020 (24.02.2020)	100,00,000	100,01,000	103,70,390
44	8.52% HIMACHAL PRADESH SDL 2020 (10.03.2020)	300,00,000	300,21,000	311,47,380
45	8.51% GOA SDL 2020 (10.03.2020)	82,20,000	82,22,466	85,32,722
46	8.52% KARNATAKA SDL 2020 (10.03.2020)	3,80,000	3,81,611	3,94,729
47	8.54% MADHYA PRADESH SDL 2020 (10.03.2020)	487,80,000	488,58,048	506,58,079
48	8.53% MAHARASHTRA SDL 2020	483,20,000	483,92,480	502,05,495
49	8.52% TAMIL NADU SDL 2020 (10.03.2020)	453,70,000	454,10,833	471,16,382
50	8.54% HARYANA SDL 2020 (10.03.2020)	386,60,000	387,25,722	401,53,590
51	8.49% KARNATAKA SDL 2019 (18.03.2019)	100,00,000	100,43,000	102,85,600
52	8.38% HIMACHAL PRADESH SDL 2020 (25.03.2020)	200,00,000	200,28,000	207,01,700
53	8.38% MAHARASHTRA SDL 2020	108,40,000	108,54,092	112,25,958
54	8.39% ANDHRA PRADESH SDL 2020	132,90,000	133,09,935	137,58,340
55	8.35% SIKKIM SDL 2020	360,00,000	360,70,000	372,40,380
56	8.56% PUNJAB SDL 2020	250,00,000	250,67,500	259,91,675
57	8.58% UTTARAKHAND SDL 2020	250,00,000	250,90,000	260,17,500
58	8.58% WEST BENGAL SDL 2020 (13.04.2020)	250,00,000	250,65,000	260,18,150
59	8.57% HARYANA SDL 2020 (13.04.2020)	250,00,000	250,72,500	260,14,225
60	8.53% BIHAR SDL 2020 (28.04.2010)	400,00,000	400,52,000	415,91,800
61	8.52% MIZORAM SDL 2020 (28.04.2020)	100,00,000	100,02,000	104,03,590
62	8.10% GOA SDL 2020 (12.05.2020)	100,00,000	100,01,000	102,87,430
63	8.28% JHARKHAND SDL 2020 (12.05.2020)	200,00,000	201,82,000	206,78,120
64	8.28% UTTAR PRADESH SDL 2020 (12.05.2020)	300,00,000	302,82,000	309,88,530
65	8.28% WEST BENGAL SDL 2020 (12.05.2020)	300,00,000	303,03,000	310,01,130
66	8.09% MAHARASHTRA SDL 2020 (09.06.2020)	400,00,000	400,56,000	411,81,120
67	8.11% RAJASTHAN SDL 2020 (09.06.2020)	300,00,000	300,54,000	308,87,010
68	8.09% TAMIL NADU SDL 2020 (09.06.2020)	300,00,000	300,45,000	308,77,260
69	8.10% TRIPURA SDL 2020 (09.06.2020)	100,00,000	100,04,000	102,94,020
70	8.11% WEST BENGAL SDL 2020 (09.06.2020)	400,00,000	400,64,000	411,71,200
71	8.32% G-SEC 2032 (02.08.2032)	38628,50,000	35957,85,553	41812,41,548
72	8.11% ANDHRA PRADESH SDL 2020 (23.06.2020)	400,00,000	401,08,000	411,89,440
73	8.09% RAJASTHAN SDL 2020 (23.06.2020)	400,00,000	400,72,000	411,72,560
74	8.13% UTTAR PRADESH SDL 2020 (23.06.2020)	400,00,000	400,76,000	411,89,000
75	8.18% ANDHRA PRADESH SDL 2020 (21.07.2010)	70,00,000	70,09,100	72,26,877
76	8.15% MAHARASHTRA SDL 2020 (21.07.2020)	60,00,000	60,04,200	61,93,386
77	8.12% RAJASTHAN SDL 2020 (21.07.2020)	60,00,000	60,00,600	61,84,932
78	8.15% TAMILNADU SDL 2020 - (21.07.2020)	60,00,000	60,04,200	61,91,610
79	8.32% GUJARAT SDL 2020 (04.08.2020)	100,00,000	100,10,000	103,75,350
80	8.32% TAMILNADU SDL 2020 (04.08.2020)	100,00,000	100,09,000	103,72,350
81	8.37% UTTAR PRADESH SDL 2020 (04.08.2020)	100,00,000	100,13,000	103,77,010
82	8.26% G-SEC 2027 (02.08.2027)	12781,00,000	12517,80,435	13686,00,983
83	8.30% G-SEC 2040 - (02.07.2040)	8804,00,000	8610,78,010	9551,79,415
84	8.08% GSEC 2022 - (02.08.2022)	260,00,000	256,24,307	274,29,350
85	8.13% G-SEC 2022 (21.09.2022)	597,60,000	592,52,386	631,92,614



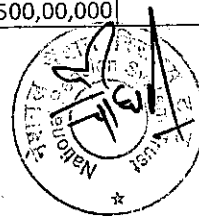
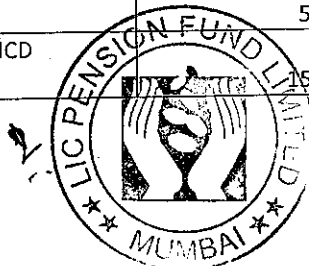
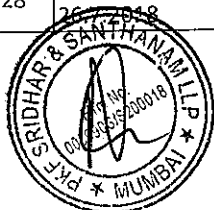
86	8.37% ANDHRA PRADESH SDL 2020 (22.9.2020)	203,30,000	203,44,231	211,38,687
87	8.38% GUJARAT SDL 2020 (22.9.2020)	179,20,000	179,41,504	186,51,208
88	8.39% UTTAR PRADESH SDL 2020 (22.9.2020)	250,00,000	250,25,000	259,94,075
89	8.38% WEST BENGAL SDL 2020 (22.9.2020)	300,00,000	300,24,000	311,97,780
90	8.35% GUJARAT SDL 2020 (6.10.2020)	200,00,000	200,22,000	208,06,380
91	8.34% PUNJAB SDL 2020 (6-10-2020)	100,00,000	100,05,000	103,85,320
92	8.35% RAJASTHAN SDL 2020 (6-10-2020)	100,00,000	100,11,000	103,97,460
93	8.51% HARYANA SDL 2020 (27.10.2020)	90,00,000	90,17,100	94,05,315
94	8.53% MAHARASHTRA SDL 2020 (27.10.2020)	90,00,000	90,19,800	94,17,861
95	8.53% TAMIL NADU SDL 2020 (27.10.2020)	50,00,000	50,09,000	52,30,550
96	8.43% KERLA SDL 2020 (10-11-2020)	50,00,000	50,06,500	52,12,745
97	G-SEC 7.99% 2017 (9.7.2017)	65,00,000	63,92,089	65,31,122
98	8.39% ANDHRA PRADESH SDL 24.11.2020	250,00,000	250,25,000	260,51,050
99	8.40% GUJARAT SDL 2020 (24.11.2020)	250,00,000	250,35,000	260,77,850
100	8.34% KERALA SDL 22.12.2020	300,00,000	300,87,000	312,24,060
101	8.34% UTTAR PRADESH SDL 22.12.2020	290,00,000	290,87,000	301,75,370
102	8.42% WEST BENGAL SDL 2020	60,00,000	60,21,600	62,55,036
103	8.42% JAMMU AND KASHMIR SDL 2021 (5.1.2021)	319,00,000	319,31,900	329,86,099
104	8.55% BIHAR SDL 2021	350,00,000	350,56,000	363,56,670
105	8.55% MANIPUR SDL 2021	75,00,000	75,10,500	77,96,985
106	8.54% MAHARASHTRA SDL 2021	350,00,000	350,49,000	364,06,160
107	10.03% G-SEC 2019 (09-08-2019)	1800,00,000	2005,04,000	1934,48,880
108	7.80% G-SEC 2021 (11.04.2021)	161,00,000	155,68,282	167,06,970
109	7.83% G-SEC 2018 (11.04.2018)	20,00,000	19,35,713	20,30,950
110	8.28% G-SEC 2027 (21.09.2027)	45243,50,000	42748,71,584	48614,14,075
111	9.15% G-SEC 2024 (14.11.2024)	60,00,000	63,40,615	66,96,000
112	8.83% G-SEC 2041 (12.12.2041)	39116,38,100	40184,63,639	44690,46,529
113	8.79% G-SEC 2021 (08.11.2021)	237,00,000	245,85,917	255,48,600
114	8.97% G-SEC 2030 (05.12.2030)	28170,56,500	29655,52,184	31968,12,619
115	8.33% G-Sec 2026 (09.07.2026)	9980,00,000	9670,95,735	10728,49,002
116	8.20% G-SEC 2025 (24.09.2025)	422,10,000	409,25,685	448,86,114
117	8.65% KERALA SDL 2023 (09.01.2023)	500,00,000	500,35,000	524,48,600
118	8.80% TAMILNAD SDL 2022 (25.10.2022)	1000,00,000	1016,77,100	1064,21,900
119	8.80% KERALA SDL 2022 (25.10.2022)	1047,40,000	1064,96,595	1113,11,388
120	8.58% GUJARAT SDL 2023 (23.01.2023).	700,00,000	701,90,000	733,92,690
121	8.60% KERALA SDL 2023 (23.01.2023)	600,00,000	601,20,000	628,16,040
122	8.56% TAMIL NADU SDL 2023 (23.01.2023).	64,30,000	64,30,000	67,28,436
123	8.85% TAMIL NADU SDL 2022 (17.10.2022)	500,00,000	508,83,600	533,13,950
124	8.68% GUJARAT SDL 2023 (06.02.2023)	1000,00,000	1001,20,000	1053,38,100
125	8.66% HARYANA SDL 2023 (06.02.2023)	570,00,000	570,39,900	598,75,821
126	8.30% G-SEC 2042 (31.12.2042)	42926,40,000	40274,81,234	46769,98,693
127	8.62% KARNATAKA SDL 2023 (20.02.2023)	400,00,000	401,00,000	420,03,360
128	8.64% MADHYA PRADESH SDL 2023 (20.02.2023)	400,00,000	401,28,000	419,66,720
129	8.62% MAHARASHTRA SDL 2023 (20.02.2023)	400,00,000	400,40,000	420,35,440
130	8.62% TAMIL NADU SDL 2023 (20.02.2023)	400,00,000	400,76,000	419,89,760
131	8.95% MAHARASHTRA SDL 2022 (7.03.2022)	2000,00,000	2045,60,000	2129,71,800
132	8.63% MADHYA PRADESH SDL 2023 (20.03.2023)	850,00,000	853,23,000	891,94,155
133	8.54% MAHARASHTRA SDL 2023 (20.03.2023)	200,00,000	200,14,000	209,55,320
134	8.52% RAJASTHAN SDL 2023 (20.03.2023).	242,00,000	242,00,000	252,95,800
135	8.90% MAHARASHTRA SDL 2022 (21.11.2022)	705,00,000	722,92,322	754,23,720
136	8.44% GUJARAT SDL 2022 (23.05.2022).	500,00,000	519,06,750	536,90,900



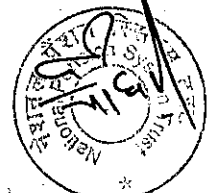
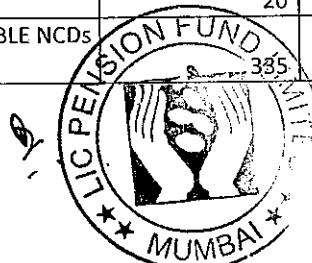
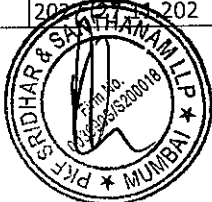
137	8.51% PUNJAB SDL 2023 (10.04.2023).	1500,00,000	1501,50,000	1565,91,150
138	8.12% G-SEC 2020 (10.12.2020)	200,00,000	193,82,667	209,32,000
139	8.15% G-SEC 2022 (11.06.2022)	200,00,000	207,04,000	211,05,680
140	7.16% G-SEC 2023 (20.05.2023).	15,00,000	14,52,291	15,16,500
141	7.57% ANDHRA PRADESH SDL 2023 (22.05.2023)	500,00,000	500,00,000	500,41,200
142	7.59% HARYANA SDL 2023 (22.05.2023)	500,00,000	500,00,000	500,61,750
143	7.58% RAJASTHAN SDL 2023 (22.05.2023)	500,00,000	500,00,000	500,61,750
144	9.20% G-SEC 2030 (30.09.2030)	43305,10,000	46079,27,571	50112,44,519
145	9.23% G-SEC 2043 (23.12.2043)	87035,80,000	97865,45,377	103746,67,360
146	8.60% GSEC 2028 (02.06.2028)	14612,40,000	15511,75,235	16010,80,668
147	8.17% G-SEC 2044 (01.12.2044)	85333,80,000	88725,66,123	91904,50,260
148	8.07% KERALA SDL 2025 (15.04.2025)	800,00,000	800,56,000	819,23,920
149	8.06% TAMIL NADU SDL 2025 (15.04.2025)	444,90,000	444,90,000	456,07,900
150	8.08% UTTAR PRADESH SDL 2025 (15.04.2025)	800,00,000	801,12,000	819,32,320
151	8.22% TAMIL NADU SDL 2025 (13.05.2025)	1000,00,000	1001,30,000	1034,76,200
152	8.25% MAHARASHTRA SDL 2025 (13.05.2025)	1000,00,000	1003,40,000	1037,16,200
153	8.24% GSEC 2033 (10.11.2033)	13139,50,000	13284,91,978	14119,70,670
154	8.13% G-SEC 2045 (22.06.2045)	53294,20,000	55481,73,893	57531,08,890
155	8.30% WEST BENGAL SDL 2025 (26.08.2025)	103,70,000	103,70,000	107,80,693
156	8.23% MAHARASHTRA SDL 2025 (09.09.2025)	500,00,000	501,00,000	518,52,200
157	9.11% MAHARASHTRA SDL 2024 (28.05.2024)	440,00,000	463,54,000	475,84,944
158	9.35% MAHARASHTRA SDL 2024 (30.01.2024)	2009,70,000	2144,25,681	2192,96,052
159	9.35% WEST BENGAL SDL 2023 (09.10.2023)	600,00,000	646,35,000	653,44,200
160	7.73% G-SEC 2034 (19.12.2034)	49881,50,000	50679,76,850	51528,83,654
161	7.88% GSEC 2030 (19.03.2030)	75486,10,000	78457,55,661	78882,97,450
162	8.14% KARNATAKA SDL 2025 (13.11.2025)	500,00,000	501,35,000	516,13,450
163	8.12% MAHARASHTRA SDL 2025 (13.11.2025)	1000,00,000	1001,40,000	1030,38,800
164	8.15% MADHYA PRADESH SDL 2025 (13.11.2025)	1000,00,000	1003,40,000	1030,35,200
165	8.24% ANDHRA PRADESH SDL 2025 (09.12.2025)	1500,00,000	1508,66,000	1555,86,900
166	8.23% CHHATTISGARH SDL 2025 (09.12.2025)	1500,00,000	1507,61,000	1552,52,400
167	8.22% KARNATAKA SDL 2025 (09.12.2025)	2000,00,000	2008,70,000	2074,86,000
168	7.59% G-SEC 2026 (11.01.2026)	21602,00,000	21634,72,029	22638,89,600
169	8.38% HARYANA SDL 2026 (27.01.2026)	1000,00,000	998,00,000	1047,32,000
170	8.88% WEST BENGAL SDL 2026 (24.02.2026)	1000,00,000	1013,90,000	1080,22,700
171	7.59% G-SEC 2029 (20.03.2029)	47447,50,000	47666,88,526	48526,93,063
172	8.33% ANDHRA PRADESH SDL 2025 (15.07.2025)	2500,00,000	2549,37,500	2603,60,500
173	8.22% PUNJAB SDL SPL 2025 (21.06.2025)	1100,00,000	1100,00,000	1134,82,050
174	8.22% PUNJAB SDL SPL 2026 (21.06.2026)	1400,00,000	1400,00,000	1445,98,440
175	7.84% MAHARASHTRA SDL 2026 (13.07.2026)	1500,00,000	1547,25,000	1525,15,950
176	7.42% WEST BENGAL SDL 2026 (09.11.2026)	2000,00,000	2006,30,000	1978,57,800
177	7.40% TELANGANA SDL 2026 (09.11.2026)	1000,00,000	1002,10,000	988,94,600
178	7.42% ASSAM SDL 2026 (09.11.2026)	2000,00,000	2006,30,000	1981,92,800
179	7.61% G-SEC 2030 (09.05.2030)	34672,00,000	36294,71,524	35913,25,760
180	8.31% WEST BENGAL SDL 2026 (13.01.2026)	3300,00,000	3608,30,250	3447,65,520
181	7.06% G-SEC 2046 (10.10.2046)	1500,00,000	1556,50,000	1446,51,600
182	6.97% GSEC 2026 (06.09.2026)	24292,00,000	24933,11,031	24755,97,720
183	7.20% UTTAR PRADESH SDL 2027 (25.01.2027)	2000,00,000	2002,10,000	1947,22,000
184	7.74% TAMIL NADU SDL 2027 (01.03.2027)	2000,00,000	2002,10,000	2023,78,400
	Sub Total		951465,50,800	1007613,20,596



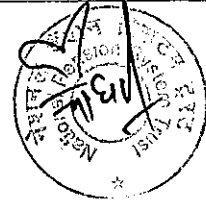
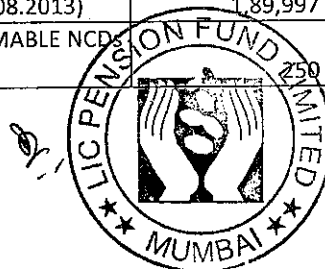
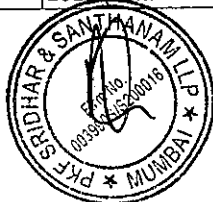
B Debt :				
Sr No.	Security Name	Units	Book Cost (Rs.)	Market Value (Rs.)
1	7.98% UNSEC. IDFC BANK LTD. NCDS (23.05.2023)	100	1000,00,000	1002,74,900
2	8.46% SECURED NCDS HDFC LTD. 2026 (24.06.2026)	7	721,72,450	738,07,650
3	9.60% GREAT EASTERN SHIPPING COMPANY LTD NCDS 2019 - (10.11	77	776,06,300	812,64,876
4	TATA CAPITAL TIER II BONDS (15.12.2019)	100	500,00,000	524,99,950
5	8.75% SEC RELIANCE INDUSTRIES LTD NCDs 2020 (07.05.2020)-	40	397,64,000	416,96,840
6	8.90% SEC LIC HOUSING FINANCE LTD NCDs 2020 (10.08.2020)	150	1500,00,000	1574,26,650
7	8.90% SEC HOUSING DEVELOPMENT FINANCE CORPORATION NCD 2020	50	500,00,000	524,89,200
8	9.30% YES BANK LOWER TIER II BONDS 2020 - (30/04/2020)	40	400,00,000	419,31,960
9	8.95% LIC HOUSING FINANCE LTD. NCDs 2020 (15.09.2020)	50	499,55,000	526,12,150
10	9.65% YES BANK NON-CONVERTIBLE LOWER TIER II BONDS 2020 (22.	79	797,08,000	831,64,406
11	11.00% SHRIRAM TRANSPORTFINANCE COMPANY LTD (20.04.2020)	40	405,85,920	430,36,160
12	9.90% SEC HDFC LTD.2018 (23-12-2018)	44	460,50,268	459,29,004
13	11% SEC J. K. CEMENT NCDs 2021 (05.02.2021)	50	500,00,000	542,61,400
14	9.33% UNSEC IDFC BANK LTD. NCDs 2026 (14.03.2026)	50	500,00,000	519,82,100
15	8.80% UNSEC IDFC BANK LTD. NCDs 2025 (21.07.2025)	60	573,60,000	641,63,100
16	10.00% DEWAN HOUSING FINANCE CORPORATION NCDs 2017 (24.09.20	1,245	1233,48,332	1264,86,896
17	10.09% SEC MRF LTD. NCDs 2020 (27.05.2020)	125	1248,12,500	1349,47,000
18	10.09% SEC MRF 2019 (27.05.2019)	150	1500,00,000	1586,82,300
19	11% DEWAN HOUSING FINANCE CORPORATION LTD. NCDs 2021 (31.03.	500	500,00,000	560,83,550
20	10.70% UNITED PHOSPHORUS LTD NCDs 2026 (06.07.2026)	390	3911,15,000	4308,18,570
21	11.00% SEC DEWAN HOUSING FINANCE CORP.LTD. NCDs 2021 (29.07	700	700,00,000	791,60,410
22	11.00%SEC DEWAN HOUSING FINANCE CORPORATION LTD NCDs 2021 (1	1,000	1000,00,000	1131,88,100
23	10.25% RELIANCE GAS & TRANSPORTATION INFRASTRUCTURE NCDs 202	330	3269,59,000	3642,39,150
24	10.50% MAHINDRA & MAHINDRA FINANCIAL SERVICES LTD. NCDs 2021	65	650,00,000	702,77,805
25	11.25%SEC ESSAR POWER NCDs 2018 (31.03.2018)	84	167,24,198	126,00,000
26	10.50% SEC RELIANCE CAPITAL LTD. NCDs 2018 (21.12.2018)	50	500,00,000	518,88,450
27	10.75% RELIANCE CAPITAL LTD. SUBORDINATED NCDs TIER II (28.1	50	500,00,000	545,66,050
28	10.50%SEC Reliance Infrastructure Ltd NCD	150	1500,00,000	1529,25,150



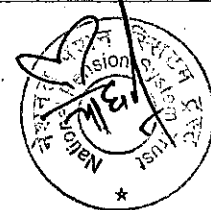
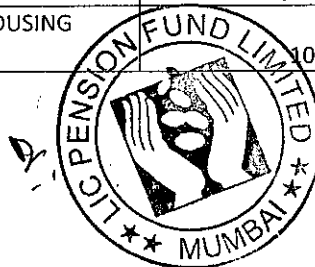
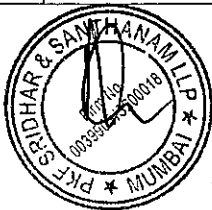
29	9.93% SUNDARAM FINANCE NCDs 2020 (22.12.2020)	50	482,12,700	526,69,000
30	10.15% SUNDARAM FINANCE LTD. NCDs 2021 (29.07.2021).	54	526,80,888	574,23,276
31	9.87% TATA SONS NCDs 2017 (16.04.2017)	180	1800,00,000	1801,63,800
32	9.55% SEC Hindalco Industries Limited NCDs 2022 (25.04.2022)	365	3609,56,539	3822,75,085
33	9.54% Tata Sons Limited 2022 (25.04.2022)	300	2992,76,267	3265,90,200
34	10.75% SEC JINDAL SAW NCDs 2017 (08.04.2017).	100	1020,83,000	1000,37,100
35	11.45% SHRIRAM TRANSPORT FINANCE COMPANY LTD. NCDs 2018 (29.	70	701,82,000	727,56,460
36	11.15% SEC RELIANCE INFRASTRUCTURE LTD. NCDs 2018 (30.03.20	150	1513,91,700	1539,13,500
37	9.85% TATA SONS LTD. NCDs 2017 (21.05.2017).	140	1400,00,000	1404,80,200
38	9.50% SEC HOUSING DEVELOPMENT FINANCE CORP. LTD. NCDs 2022	100	994,43,500	1087,43,300
39	10.30% SEC RELIANCE CAPITAL LTD. NCDs 2017 (01.06.2017).	163	1630,00,000	1639,25,351
40	9.90% SEC HDFC NCD 2021 (10.6.2021)	55	560,17,500	598,26,195
41	10.00% TATA MOTORS NCDs 2017 (26.05.2017)	250	2499,04,750	2511,03,500
42	10.50% SUNDARAM BNP PARIBAS HOME FINANCE LTD. NCDs 2022 (28.	125	1250,00,000	1378,17,500
43	11.00% SEC DEWAN HOUSING FINANCE CORPORATION LTD. NCDs 2022	250	2500,00,000	2883,92,250
44	10.06% SEC L&T INFRASTRUCTURE DEVELOPMENT PROJECTS NCDs (27	150	1476,71,850	1623,78,150
45	10.85% SHRIRAM TRANSPORT FINANCE CO.LTD NCD 2022 (20.07.2022	100	1000,00,000	1104,10,400
46	10.20% HDB Financial Services Limited 9.8.2022 (09.08.2022)	100	1000,00,000	1083,50,700
47	11.15% SEC DEWAN HOUSING FINANCE CORPORATION LTD. NCDs 2022	144	1440,00,000	1676,28,960
48	10.30% Sundram Finance Limited 2022 (27.07.2022)	74	731,41,600	800,33,072
49	10.15% SEC RELIANCE CAPITAL NCDs 2017 (21.09.2017)	250	2500,00,000	2531,29,000
50	10.35% SEC TORRENT POWER LTD. NCDs 2022 (26.09.2022)-	20	2000,00,000	2157,79,000
51	9.90% YES BANK LOWER TIER II SUBORDINATED BONDS 2022 (31.10.	170	1700,00,000	1846,54,170
52	9.90% YES BANK UNSECURED LOWER TIER II NCDs 2022 (28.03.2022	328	3304,44,214	3567,96,104
53	9.10% SEC L & T SHIPBUILDING LTD. NCDs 2027 (25.10.2027).	160	1623,41,920	1705,55,200
54	9.50% SEC HOUSING DEVELOPMENT FINANCE CORPN. NCDs 2017 (13.	150	1511,48,250	1513,87,500
55	9.55% SEC Hindalco Industries Limited NCDs 2022 (27.06.2022	880	8946,26,833	9223,90,480
56	9.40% SEC STERLITE INDUSTRIES SECURED NCDs 2022 (25.10.2022	20	200,00,000	202,06,840
57	9.40% TATA SONS LTD. SECURED REDEEMABLE NCDs 2022 (25.10.2022	335	3370,39,905	3777,36,955



58	10.50% SEC ADANI PORTS & SPECIAL ECONOMIC ZONE NCDs 2017 (27.	235	1218,18,243	1191,38,890
59	9.90% ING VYSYA BANK SUBORDINATED BONDS 2022 (14.12.2022)	350	3500,00,000	3861,64,100
60	10.50% SEC INDIABULLS FINANCIAL SERVICES NCDs 2017 (17.12.20	160	1600,00,000	1638,51,360
61	10.10% SEC INDIAN HOTELS LTD SECURED REDEEMABLE DEBENTURE 202	100	1020,10,000	1077,43,200
62	10.30% YES BANK UNSEC LOWER TIER II REDEEMABLE DEBENTURE 202	180	1870,72,820	1964,65,320
63	9.15% ICICI BANK LTD LOWER TIER II UNSEC REDEEM DEBENTURE 2	370	3775,67,030	3959,73,260
64	9.10% HDFC BANK LTD. UNSECURED REDEEMABLE LOWER TIER-II DEB.	100	1000,00,000	1015,91,800
65	9.15% AXIS BANK LIMITED LOWER TIER II DEBENTURE 2022 (31.12.	801	8190,28,373	8572,28,598
66	9.30% HDFC SECURED REDEEMABLE NCDs 2017 (04.10.2017)	100	1014,25,000	1011,76,300
67	9.00% ICICI BANK LIMITED UNSEC. REDEEMABLE DEBENTURE 2018 (04	90	900,00,000	919,80,450
68	10% SEC INDIABULLS HOUSING FINANCE LTD. NCD 2018 (25.03.201	50	500,00,000	514,76,250
69	10.35% SECURED TORRENT POWER LTD. NCDs 2021 (25.03.2021)	10	1049,70,000	1071,95,600
70	10.35% SECURED TORRENT POWER NCDs 2023 (25.03.2023)	5	501,00,000	544,73,200
71	9.40% SECURED TATA CAPITAL FINANCIAL SERVICES NCDs 2018 (23.0	120	1200,00,000	1222,50,360
72	9.25% M & M FINANCIAL SERVICES LTD NCDs 2018 (20.4.2018)	200	2000,00,000	2034,42,600
73	9.25% BAJAJ FINANCE LTD. NCDs 2018 (3.05.2018).	100	1000,00,000	1018,39,300
74	9.30% SUNDARAM BNP PARIBAS HOME FINANCE NCDs 2018 (8.05.2018	220	2200,00,000	2251,47,560
75	8.85% UNSECURED TATA SONS LTD. NCDs 2023 (02.05.2023)	120	1200,00,000	1271,56,200
76	9.00% UNSECURED ADITYA BIRLA NUVO LTD. NCDs 2023 (10.05.2023	120	1222,91,040	1261,08,360
77	10.50% SEC INDIABULLS HOUSING FINANCE LTD. 2017 (30.04.2017)	150	1518,13,500	1503,40,500
78	9.40% SEC. STERLITE INDUSTRIES LTD. NCDs 2022 (27.11.2022)	125	1278,04,625	1264,53,000
79	9.24% STERLITE INDUSTRIES LTD. NCDs 2022 (20.12.2022)	120	1217,07,960	1214,28,720
80	9.25% HDFC SECURED REDEEMABLE NON CONVERTIBLE DEBENTURE 2018(	92	884,92,224	940,05,140
81	8.58% HDFC SECURED REDEEMABLE NON CONVERTIBLE DEBENTURE 2018(	250	2498,62,750	2544,04,000
82	9.20% HDFC SECURED REDEEMABLE NON CONVERTIBLE DEBENTURE 2018(	212	2112,59,552	2166,52,128
83	8.85% UNSEC. TATA SONS LTD. NCDs 2018 (05.02.2018)	30	287,53,410	306,12,330
84	11.00% SECURED IL & FS NCDs 2018 (23.08.2013)	1,89,997	1899,97,000	1973,57,864
85	9.71% TATA SONS LTD. SECURED REDEEMABLE NCDs 2023 (13.12.202	250	2500,00,000	2769,44,250

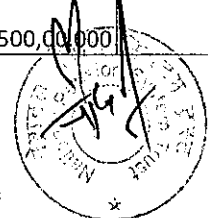
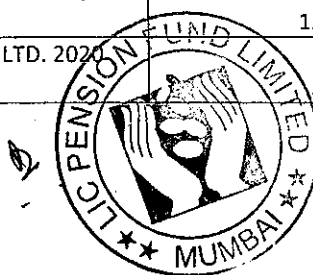
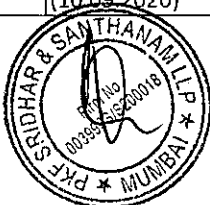


86	9.74% SEC. TATA SONS NCDs 2024 (13.01.2024).	150	1500,00,000	1665,82,650
87	8.77% SEC. HINDUSTAN PETROLEUM CORPORATION NCD SERIES G 2018	123	1193,10,738	1251,75,132
88	9.90% SECURED TATA SONS NCDs 2024 (20.03.2024).	100	1000,00,000	1120,65,900
89	9.68% UNSEC IDFC BANK LTD. NCDs 2023 (18.12.2023)	250	2500,03,500	2600,18,750
90	11.15% HDFC DEBENTURE 2018(06.08.2018)	236	2471,68,700	2477,60,588
91	9.44% SECURED REDEEMABLE TATA SONS NCDS(02.06.2024)	190	1900,00,000	2084,30,190
92	9.18% UNSEC. IDFC BANK LTD. NCDS 11.06.2024	250	2500,00,000	2602,38,000
93	9.25% SEC. TATA SONS NCDs 2019 (19.06.2019)	270	2673,39,510	2816,51,850
94	9.90% SECURED REDEEMABLE NCD FULLERTON INDIA CREDIT CO. LTD	250	1250,00,000	1295,58,875
95	9.24% HDFC LTD SECURED REDEEMABLE NCD 24062024	290	2900,00,000	3155,29,860
96	9.50% SEC. HDFC LTD. NCDs (04.07.2022)	150	1515,89,100	1633,91,550
97	9.50% SECURED REDEEMABLE IL&FS FIN SER 03.07.2019	1,20,000	1200,00,000	1237,95,480
98	9.65% SEC ADITYA BIRLA FINANCE LTD NCDS 2019 (10.07.2019)	150	1500,00,000	1548,07,500
99	9.65% SEC. SUNDARAM BNP PARIBAS HOME FINANCE LTD. NCDS 2019	240	2400,00,000	2513,34,480
100	9.56% SECURED HDB FINANCIAL SERVICES LTD. NCDS 2019 (31.07.2)	300	3000,00,000	3100,58,100
101	9.15% ICICI BANK LIMITED UNSEC. INFRA DEBENTURE 2024 (06.08)	100	1000,00,000	1092,58,800
102	9.66% SEC. BAJAJ FINANCE LTD. NCDs 2019 (12.08.2019)	125	1250,00,000	1294,69,750
103	9.55% SEC. IL&FS LTD. NCDS 2024 (13.08.2024)	30,000	300,00,000	318,08,490
104	9.36% UNSEC IDFC BANK LTD. NCDS 2024 (21.08.2024)	320	3253,74,080	3501,53,600
105	10.20% SECURED APOLLO HOSPITALS ENTERPRISE LTD. NCDS 2028 (2)	330	3300,00,000	3479,08,110
106	9.25% ICICI BANK LIMITED UNSEC. INFRA DEBENTURE 2024 (04.09.2)	628	6308,81,920	6898,46,696
107	9.40% SECURED HDFC LTD. NCDS (26.08.2019)	135	1350,00,000	1414,63,395
108	9.70% SEC. SUNDARAM BNP PARIBAS HOME FINANCE LTD. NCDS 2019	75	750,00,000	786,23,475
109	9.38% UNSEC IDFC BANK LTD. NCDS 2024 (12.09.2024)	350	3499,25,000	3835,56,600
110	9.70% SEC. SUNDARAM BNP PARIBAS HOME FINANCE LTD. NCDS 2019	100	1000,00,000	1048,29,300
111	10.15% TATA CAPITAL HOUSING FINANCE LTD UNSEC. TIER II NCDS	110	1100,00,000	1232,00,770
112	9.85% SECURED RED. NCDS FULLERTON INDIA CREDIT COMPANY LTD.	460	2300,00,000	2405,14,450
113	9.60% UNSECURED RED. SUBORDINATED NCDS HDFC LTD.(21.10.2024)	1,020	5100,00,000	5656,86,390
114	9.60% SEC. RED. NCDS TATA CAPITAL HOUSING FINANCE LTD. (22.1	100	1000,00,000	1046,93,900



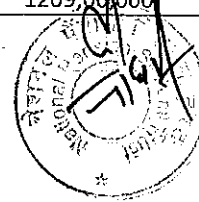


115	9.36% SECURED RED.SESA STERLITE LIMITED NCDS 2017 (30.12.201	400	4000,00,000	4052,39,200
116	9.35% UNSECURED RED . TATA MOTORS LTD.2023 ( 10.11.2023)	205	2050,00,000	2162,85,045
117	8.85% Unsec. Senior Infra NCDS Axis Bank Ltd. 2024 (05.12.2	1,560	15628,24,800	16526,70,240
118	9.95% Secured NCDS Shriram Transport Finance Company Ltd. 20	250	2500,00,000	2605,59,000
119	9.22% SEC NCDS TATA CAPITAL HOUSING FINANCE LTD. 2024 (09.12	125	1250,00,000	1338,23,500
120	9.45% UNSEC SUNDARAM BNP PARIBAS HOME FINANCE LTD. NCDS 2019	50	500,00,000	541,80,850
121	8.72% SENIOR UNSEC. INFRA NCDS KOTAK MAHINDRA BANK LTD. 2022	640	6407,32,720	6733,94,560
122	9.05% SEC NCDS TATA CAPITAL HOUSING FINANCE LTD. 2025 (23.01	150	1500,00,000	1593,07,950
123	9.00% UNSECURED RELIANCE JIO INFOCMOMM LTD. 2025 (21.01.2025	340	3400,00,000	3664,93,480
124	9.39% LIC HOUSING FINANCE LTD. SECURED NCDS 2024 (23.08.2024	525	5480,36,875	5753,60,625
125	8.85% UNSEC. SENIOR REDEEMABLE NCDS - YES BANK LTD 2025 (24.	510	5100,00,000	5361,87,480
126	9.25% UNSEC SUNDARAM BNP PARIBAS HOME FINANCE LTD. NCDS 2025	138	1376,68,800	1482,34,356
127	8.94% UNSEC CAN FIN HOMES LTD. NCDS 2024 (03.12.2024)	210	1055,39,595	1126,98,285
128	8.49% SEC. NON CONVERTIBLE NTPC LTD NCDS (25.03.2025)	11,11,020	0	145,27,698
129	9.17% UNSEC NCDS IDFC BANK LTD.2024 (14.10.2024)	370	3843,41,160	4014,62,950
130	9.34% SECURED NCDS HDFC LTD. 2024 (28.08.2024)	656	6812,41,877	7172,06,768
131	8.64% UNSEC NCDS IDFC BANK LTD.2020 (15.04.2020)	400	4000,00,000	4155,69,600
132	9.25% UNSEC TIER II NCDS TATA CAPITAL HOUSING FINANCE LTD 20	100	1000,00,000	1075,40,600
133	8.70% UNSEC NCDS IDFC BANK LTD.2025 (20.05.2025)	659	6589,90,200	7003,52,909
134	9.15% UNSEC. BASEL III REDEEMABLE NCDS - YES BANK LTD 2025	610	6100,00,000	6528,65,920
135	8.73% UNSEC NCDS IDFC BANK LTD.2023 (06.01.2023)	200	2000,00,000	2103,64,400
136	8.75% UNSEC. NCDS IDFC BANK LTD 2023 (28.07.2023)	190	1912,01,100	2006,68,880
137	8.67% LIC HOUSING FINANCE LTD SECURED NCDS2020 (26.08.2020)	48	480,00,000	500,91,456
138	8.55% LIC HOUSING FINANCE LTD. SECURED NCDS 2025 (14.08.2025	420	4200,00,000	4429,69,380
139	9.65% SECURED NCDS HDFC LTD.2019 (19.01.2019)	50	514,73,300	520,84,650
140	8.75% LIC HOUSING FINANCE LTD. SECURED NCDS 2020 (14.01.2020	195	1959,25,080	2024,73,570
141	9.65% SECURED NCDS HDFC LTD. (SERIES L-015) 2019 (17.01.201	150	1541,74,350	1562,32,200
142	8.69% SECURED NCDS CAN FIN HOMES LTD. 2020 (10.09.2020)	50	500,00,000	522,19,400

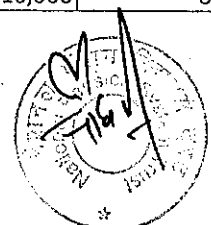
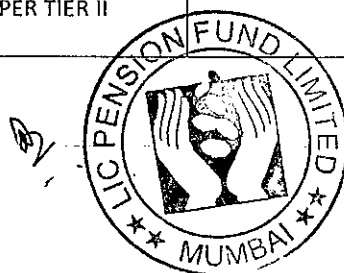




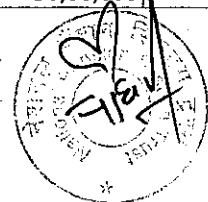
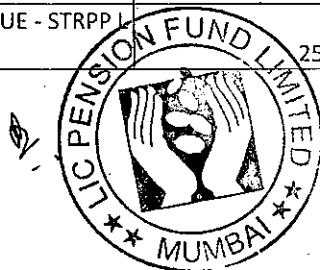
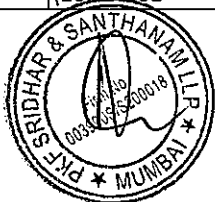
171	9.00% UNSEC. BASEL III TIER 2 NCDs - YES BANK LTD 2026 (31.	240	2400,00,000	2559,25,680
172	9.15% SECURED NCDs SHRIRAM TRANSPORT FINANCE CO. LTD. 2021 (	300	3000,00,000	3090,65,400
173	8.35% SECURED NCDS HDFC LTD. 2020 (26.04.2021)	20	2000,00,000	2066,07,800
174	8.32% SECURED NCDS HDFC LTD.2026 (04.05.2026)	9	900,00,000	929,17,170
175	9.22% SECURED NCDs SHRIRAM TRANSPORT FINANCE CO. LTD. 2026 (	130	1302,99,780	1349,48,190
176	8.81% SECURED NCDS RELIANCE HOME FINANCE LTD. 2023 (05.05.20	200	1000,00,000	1050,13,000
177	9.05% ESSEL LUCKNOW RAEBARELI TOLL ROADS LTD. SERIES V 2026	200	2000,00,000	2213,58,000
178	9.05% ESSEL LUCKNOW RAEBARELI TOLL ROADS LTD. SERIES Z 2027	65	651,95,000	728,81,510
179	8.40% ICICI BANK LIMITED UNSEC.NCD 2026 (13.05.2026)	360	3600,00,000	3777,56,280
180	8.90% SECURED NCDS CAPITAL FIRST LTD. SERIES 11 2026 (15.05.	400	4000,00,000	4073,42,800
181	8.50% UNSEC. NCDs IDFC BANK LTD 2023 (04.07.2023)	130	1300,00,000	1357,38,720
182	9.25% EAST-NORTH INTERCONNECTION COMPANY LTD. SERIES 63 2032	60	600,00,000	660,14,100
183	8.50% AXIS BANK LIMITED BASEL III TIER II NCDS 2026 (27.05.	470	4700,00,000	4963,28,460
184	9.30% SECD NCDs OPT 2 SHRIRAM TRANSPORT FINANCE CO. LTD. 202	100	1006,64,000	1041,71,800
185	8.65% SECURED NCDS APOLLO TYRES LTD. SERIES A 2024 (300420	300	3000,00,000	3116,01,600
186	8.65% SECURED NCDS APOLLO TYRES LTD. SERIES C 2026 (300420	60	600,00,000	626,45,040
187	9.10% SEC DEWAN HOUSING FINANCE CORP. LTD. NCDs 2021 (17.06	270	2700,00,000	2862,04,050
188	8.53% UNSECURED NCDS ICICI HOME FINANCE CO. LTD. 2020 (19.06	400	2000,00,000	2075,02,800
189	8.49% SECURED NCDS HDFC LTD.2020 (20.03.2020)	20	2000,00,000	2068,55,800
190	9.10% EAST-NORTH INTERCONNECTION COMPANY LTD. SERIES 33 2025	20	200,20,000	217,12,920
191	9.00% SEC. NCDs SHRIRAM TRANSPORT FINANCE CO. LTD. 2019 (05	150	1500,00,000	1529,49,600
192	8.75% SECURED NCDS HDFC LTD. 2021 (04.03.2021)	15	1525,35,300	1543,35,000
193	8.36% UNSECURED NCDS ICICI HOME FINANCE CO. LTD. 2020 (21.07	210	1050,00,000	1085,14,665
194	8.20% SECURED NCDS HDFC LTD. 2021 (29.07.2021)	16	1600,00,000	1646,39,200
195	8.25% UNSECURED NCDS ICICI LOMBARD GEN INS CO. LTD. 2026 (28	1,165	11673,60,000	12008,49,380
196	8.87% SECURED NCD SHRIRAM TRANSPORT FINANCE CO. LTD. 2026 (0	500	5000,00,000	5079,52,500
197	9.10% SEC DEWAN HOUSING FINANCE CORP. LTD. SER. V NCDs 202	1,75,256	1761,32,280	1860,89,274
198	9.30% SEC DEWAN HSG FINANCE CORP. LTD. SER B NCDs 2026	20,000	1209,00,000	1202,92,320



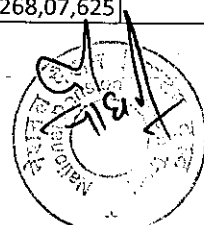
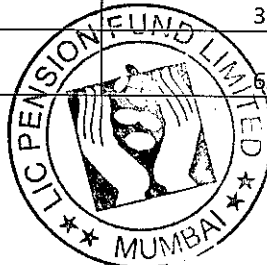
199	7.90% SECURED NCDS HDFC LTD. 2026 (24.08.2026)	14	1400,00,000	1426,52,580
200	7.53% SEC ULTRA TECH CEMENT LTD. NCDs 2026 (21.08-2026)	770	7744,61,230	7659,67,510
201	7.95% SENIOR UNSEC. INFRA NCDs HDFC BANK LTD. 2026 (21.09.2)	150	1500,00,000	1533,47,850
202	7.57% UNSECURED NCDS MAHINDRA & MAHINDRA LTD. 2026 (25.09.2)	745	7450,00,000	7430,16,065
203	8.00% SENIOR UNSEC. INFRA NCDs YES BANK LTD. 2026 (30.09.20)	485	4850,00,000	4865,18,535
204	7.60% ICICI BANK LIMITED UNSEC. INFRA DEBENTURES 2023 (07.1)	380	3800,00,000	3775,17,080
205	7.60% UNSEC. SENIOR INFRA NCDs AXIS BANK LTD 2023 (20.10.20)	340	3400,00,000	3400,22,780
206	8.30% SEC L&T INFRA DEBT LTD. NCDs 2026 (20.10.2026)	60	1500,00,000	1568,40,750
207	7.60% UNSECURED NCDS HDFC ERGO GEN INS CO. LTD. 2026 (09.11.	628	6297,55,216	6275,84,892
208	9.50% UNSEC YES BANK LTD PERPETUAL CALL 23.12.2021 NCDS BA	350	3500,00,000	3493,00,000
209	7.50% SECURED NCDS APOLLO TYRES LTD. SERIES A 2021 (211020)	50	497,44,700	495,83,900
210	10.40% BHUSHAN STEEL LTD. RESTRUCTURED NCDS 2020 (26.11.202)	70	652,09,480	652,09,480
211	8.52% UNSECURED NCDS TATA AIG GEN INS CO. LTD. 2027 (21.03.2)	110	1100,00,000	1133,13,310
212	POWER FINANCE CORPORATION 9.68% (9.06.2018)	45	450,00,000	463,30,245
213	POWER FINANCE CORPORATION BONDS 11% (15.09.2018)	57	647,26,000	599,45,589
214	10.70% SEC INDIAN RAILWAY FINANCE CORPORATION BONDS (11.09.2)	68	799,80,000	791,75,732
215	8.95% IDBI BANK UPPER TIER-II BONDS (26.06.2024)	117	1180,16,500	1190,29,014
216	TATA STEEL BONDS-10.40% (15.5.2019).	161	1677,68,000	1697,54,375
217	10.60% SEC INDIAN RAILWAY FINANCE CORPORATION BONDS (11.09.	100	1128,44,650	1049,56,300
218	9.75% GREAT EASTERN SHIPPING COMPANY LTD. BONDS (20.08.2019)	38	385,89,000	400,98,018
219	10.00% TATA CHEMICALS BONDS (02.07.2019)	105	1086,76,523	1106,17,080
220	8.72% SEC RURAL ELECTRIFICATION BONDS- (04.09.2019)	50	500,00,000	516,66,950
221	11.25% POWER FINANCE CORPORATION BONDS 2018 (28/11/2009)	120	1376,67,770	1274,94,480
222	11.00% SEC INDIAN OIL CORPORATION LTD. 2018	140	1550,95,108	1471,75,420
223	9.00% IDBI BANK OMNI BONDS 2009 -10 UPP. TIER II SERIES III	110	1101,56,000	1115,83,120
224	8.70% SEC STEEL AUTHORITY OF INDIA BONDS 2024	45	450,00,000	458,55,450
225	8.80% POWER FINANCE CORPORATION BONDS 2019 (15.10.2009) Seri	12	120,00,000	124,32,264
226	8.95% BANK OF MAHARASHTRA UPPER TIER II BONDS 2024	8	80,16,000	80,98,776



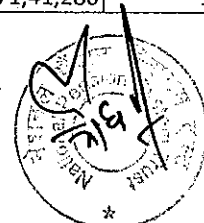
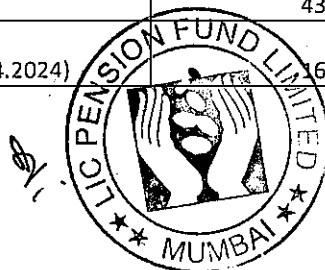
227	8.80% SEC POWER GRID CORPORATION BONDS 2024 (STRIPP)	23	286,14,875	305,94,773
228	9.85% MAHINDRA & MAHINDRA FINANCIL BONDS 20.11.2019	145	1448,91,000	1511,76,710
229	9.19% G.E.SHIPPING BONDS 24.12.2018	95	949,58,500	983,91,880
230	8.70% POWER FINANCE CORPORATION BONDS 2020	30	300,00,000	311,14,290
231	9.35% GE SHIPPING BONDS (8.2.2019)	50	499,20,000	513,96,950
232	8.65% POWER FINANCE CORPORATION 66-A (15.6.2020)	50	499,50,000	520,37,000
233	8.70% POWER FINANCE CORPORATION BONDS 2020 (15.07.2020)	50	499,02,500	521,48,650
234	8.89% UNSEC IDFC BANK LTD.BONDS 2020(15.09.2025)	50	501,90,000	537,82,850
235	8.55% SEC INDIAN RAILWAY FINANCE CORPORATION LTD. BONDS 202	53	531,85,500	550,34,405
236	9.57% SEC INDIAN RALIWAY FINANCE CORPORATION BONDS 2021 (31	43	430,00,000	465,48,532
237	9.61% POWER FINANCE CORPORATION LTD. BONDS 2021 (29.06.2021)	35	350,00,000	377,42,425
238	9.75% RURAL ELECTRIFICATION CORPORATION LTD. BONDS 2021 (11.	150	1500,00,000	1633,95,300
239	9.49% SEC INDIAN RENEWABLE ENERGY DEVELOPMENT AGENCY BONDS	100	1000,00,000	1087,94,500
240	8.79% NABARD REDEEMABLE UNSECURED NON-CONVERTIBLE BONDS 2018	50	500,00,000	508,35,300
241	8.77% EXIM BANK BONDS 2018 (26.02.2018)	50	500,00,000	508,37,650
242	9.00% POWER FINANCE CORPORATION UNSECURED BONDS 2028 (11.03	244	2468,26,350	2687,39,160
243	8.94% POWER FINANCE CORPORATION UNSECURED BOND 2028 (25.03.2	320	3234,82,000	3511,60,000
244	7.93% SEC. POWER GRID BONDS XLIII ISSUE - STRPP A (20.05.201	25	250,00,000	250,34,600
245	7.93% SEC. POWER GRID BONDS XLIII ISSUE - STRPP B (20.05.201	25	250,00,000	252,65,125
246	7.93% SEC. POWER GRID BONDS XLIII ISSUE - STRPP C (20.05.201	25	250,00,000	254,02,200
247	7.93% SEC. POWER GRID BONDS XLIII ISSUE - STRPP D (20.05.202	25	250,00,000	255,12,400
248	7.93% SEC. POWER GRID BONDS XLIII ISSUE - STRPP E (20.05.202	25	250,00,000	254,71,200
249	7.93% SEC. POWER GRID BONDS XLIII ISSUE - STRPP F (20.05.202	25	250,00,000	255,67,500
250	7.93% SEC. POWER GRID BONDS XLIII ISSUE - STRPP G (20.05.202	25	250,00,000	254,02,450
251	7.93% SEC. POWER GRID BONDS XLIII ISSUE - STRPP H (20.05.202	25	250,00,000	254,16,675
252	7.93% SEC. POWER GRID BONDS XLIII ISSUE - STRPP I (20.05.202	25	250,00,000	254,33,925
253	7.93% SEC. POWER GRID BONDS XLIII ISSUE - STRPP J (20.05.202	25	250,00,000	255,01,825
254	7.93% SEC. POWER GRID BONDS XLIII ISSUE - STRPP K (20.05.202	25	250,00,000	255,60,300
255	7.93% SEC. POWER GRID BONDS XLIII ISSUE - STRPP L (20.05.202	25	250,00,000	255,96,800



256	8.70% SEC. POWER GRID BONDS XLIV ISSUE - STRPP A (15.07.2018)	70	700,00,000	713,11,870
257	8.70% SEC. POWER GRID BONDS XLIV ISSUE - STRPP B (15.07.2023)	220	2113,04,500	2317,74,180
258	8.70% SEC. POWER GRID BONDS XLIV ISSUE - STRPP C (15.07.2028)	335	3185,77,025	3620,57,280
259	8.82% UNSEC. RURAL ELECTRIFICATION CORPN. NCBs 2023 (12.04.2)	120	1236,12,000	1273,41,240
260	9.18% NUCLEAR POWER CORPORATION STRPP SERIES XXVIII - A (23.	248	2468,90,000	2724,30,232
261	9.18% NUCLEAR POWER CORPORATION STRPP SERIES XXVIII - B (23.	100	1000,00,000	1109,31,000
262	9.18% NUCLEAR POWER CORPORATION STRPP SERIES XXVIII - C (23.	175	1743,77,500	1956,55,775
263	9.18% NUCLEAR POWER CORPORATION STRPP SERIES XXVIII - D (23.	100	1000,00,000	1125,97,100
264	9.18% NUCLEAR POWER CORPORATION STRPP SERIES XXVIII - E (23.	100	1000,00,000	1133,34,600
265	9.60% UNSECURED EXIM BANK BONDS SR. Q29-2024 (07.02.2024)	250	2500,00,000	2757,79,000
266	9.00% EXPORT - IMPORT BANK OF INDIA UNSECURED BONDS 2019 (10	190	1868,64,400	1963,66,140
267	8.80% SEC. POWER GRID CORPORATION REDEEMABLE BONDS 2023 (13.	75	713,56,125	792,24,825
268	8.56% UNSECURED NUCLEAR POWER CORP. OF INDIA NCDs 2023 (15.0	125	1187,84,000	1315,80,750
269	9.63% RURAL ELECTRIFICATION CORPORATION LTD. BONDS 2019 (05.	250	2522,75,250	2606,20,750
270	9.61% RURAL ELECTRIFICATION CORPORATION LTD. BONDS 2019 (03.	475	4825,89,025	4939,97,625
271	9.02% SEC. RURAL ELECTRIFICATION CORPORATION LTD. BONDS 2019	250	2500,00,000	2599,16,250
272	9.37% POWER FINANCE CORPORATION LTD. UNSECURED BOND 2024 (19	200	2000,00,000	2189,44,400
273	9.30% SEC. POWER GRID CORPORATION OF INDIA LTD BONDS 2024 (0	400	4123,61,800	4365,09,600
274	9.32% POWER FINANCE CORPORATION LTD. UNSECURED BOND 2019 (17	500	4997,50,000	5233,19,500
275	9.20% UNSECURED OBC TIER II BONDS 2024 (27.10.2024)	100	1013,30,000	1046,55,400
276	8.40% UNSECURED NUCLEAR POWER CORPORATION STRPP SERIES- XXIX	60	600,00,000	634,25,040
277	8.40% UNSECURED NUCLEAR POWER CORPORATION STRPP SERIES- XXIX	60	600,00,000	638,20,560
278	8.40% UNSECURED NUCLEAR POWER CORPORATION STRPP SERIES- XXIX	60	600,00,000	640,83,420
279	8.40% UNSECURED NUCLEAR POWER CORPORATION STRPP SERIES- XXIX	60	600,00,000	643,28,520
280	8.40% UNSECURED NUCLEAR POWER CORPORATION STRPP SERIES- XXIX	60	600,00,000	645,55,560
281	8.44% UNSEC. RURAL ELECTRIFICATION CORPORATION LTD. BONDS 20	300	3000,00,000	3124,57,500
282	8.52% UNSEC. POWER FINANCE CORPORATION LTD. BOND 2019 (09.12.	310	3098,45,000	3197,64,070
283	8.57% UNSEC RURAL ELECTRIFICATION CORPORATION LTD. BONDS 202	625	6268,07,625	6601,88,750



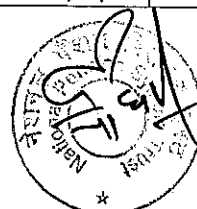
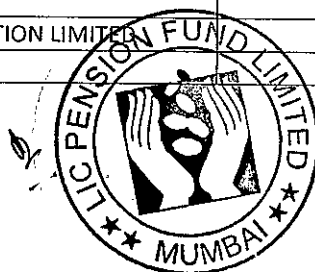
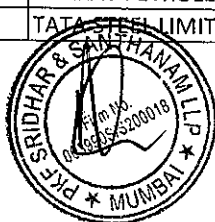
284	8.65% UNSEC. POWER FINANCE CORPORATION LTD. BONDS 2024 (28.1	1,215	12366,24,470	12847,81,095
285	11% UNSEC. BANK OF INDIA PERPETUAL CALL 08-08-2024 BONDS T-1	375	4042,86,500	4224,24,375
286	9.55% UNSEC. CANARA BANK PERPETUAL CALL 05-03-2025 BONDS T-1	800	7948,00,000	8548,32,800
287	8.98% UNSEC POWER FINANCE CORP LTD BONDS (120B) 2024(08.10.2	1,640	17019,04,630	17619,02,840
288	8.30% UNSEC RURAL ELECTRIFICATION CORPORATION LTD. BONDS 202	5	51,26,060	51,80,280
289	8.84% UNSEC. POWER FINANCE CORPORATION LTD. BONDS (100B) 20	100	1011,33,600	1057,92,800
290	8.56% SEC BONDS PNB HOUSING FINANCE LTD. 2020(28.07.2020)	48	480,00,000	501,33,744
291	9.34% SEC RURAL ELECTRIFICATION CORPORATION LTD. BONDS 2024	140	1473,78,320	1530,48,280
292	9.00% SEC. SAIL BONDS- XXXVIITH ISSUE- I SERIES (AX) 2024 (1	24	249,35,419	248,52,720
293	8.23% SEC BONDS PNB HOUSING FINANCE LTD. 2019 (09.04.2019)	655	6549,81,000	6677,90,185
294	8.98% UNSEC. POWER FINANCE CORPORATION LTD. BONDS(120A) 2024	785	8171,14,955	8433,49,835
295	8.27% SEC RURAL ELECTRIFICATION CORPORATION LTD. BONDS 2022	85	845,37,260	880,55,665
296	8.40% STATE BANK OF HYDERABAD BASEL III TIER-II BONDS 2025 (	100	1000,00,000	1050,09,700
297	8.32% SEC. POWER GRID BONDS LII ISSUE - STRPP C (23.12.2030)	120	1200,00,000	1262,54,160
298	8.40% STATE BANK OF MYSORE BASEL III TIER-II BONDS 2025 (31.	210	2100,00,000	2201,19,690
299	8.45% STATE BANK OF MYSORE BASEL III TIER-II BONDS 2025 (18.	100	1000,00,000	1051,45,100
300	8.20% UNSEC. POWER FINANCE CORPORATION LTD. BONDS 2025 (10.0	10	97,56,240	103,28,670
301	8.27% UNSEC RURAL ELECTRIFICATION CORP. LTD. BONDS 2025 (06.	550	5636,93,150	5702,42,200
302	9.65% UNSECURED EXIM BONDS SR.R.01.2024 (04.04.2024)	30	319,03,500	332,73,660
303	8.45% STATE BANK OF TRAVANCORE BASEL III TIER-II BONDS 2026	100	1000,00,000	1036,04,700
304	8.13% UNSECURED NUCLEAR POWER CORP. STRPP SERIES- XXXII(A) (	79	811,62,016	826,74,606
305	8.13% UNSECURED NUCLEAR POWER CORP. STRPP SERIES- XXXII(B) (	50	502,90,000	524,78,850
306	8.13% UNSECURED NUCLEAR POWER CORP. STRPP SERIES- XXXII(C) (	50	503,05,000	526,20,450
307	8.12% UNSECURED EXIM BONDS SR.T.02.2031 (25.04.2031)	312	3120,00,000	3256,70,280
308	8.02% UNSECURED EXIM BONDS SR.T.01.2026 (20.04.2026)	100	1000,00,000	1025,00,000
309	8.53% UNSEC. POWER FINANCE CORPORATION LTD. BONDS 2020 (24.0	150	1522,14,600	1557,58,800
310	8.17% SECURED NHPC LTD U-1 SERIES BONDS 2031 (27.06.2031)	435	4350,00,000	4535,19,690
311	7.90% UNSEC. IIFCL BONDS 2024 (28.04.2024)	160	1571,41,280	1561,17,280



312	8.11% UNSECURED EXIM BONDS SR.T.05.2031 (11.07.2031)	400	4000,00,000	4144,88,800
313	8.88% UNSECURED IFC BONDS TR. 3 STRPP 5 2031 (20.10.2031)	1,400	1529,70,720	1563,61,520
314	8.06% UNSEC SUB TII RURAL ELECTRIFICATION CORP LTD BONDS 202	550	5566,44,050	5612,79,950
315	8.45% UNSEC. POWER FINANCE CORPORATION LTD. BONDS 2020 (10.0	49	503,73,372	507,89,529
316	8.02% UNSECURED EXIM BONDS SR.S 04-2025 (29.10.2025)	35	358,85,990	358,26,455
317	7.55% SEC. POWER GRID BONDS LV ISSUE - 2031 (20.09.2031)	500	5069,11,700	4938,77,500
318	7.36% SEC. POWER GRID BONDS LVI ISSUE - 2026 (17.10.2026)	130	1300,00,000	1278,48,760
319	7.38% NABARD UNSECURED BONDS 2031 SERIES LTIF 1A (20.10.203	680	6824,79,600	6617,39,280
320	7.49% SECURED NTPC BONDS - SERIES 64 2031 (07.11.2031)	430	4300,00,000	4225,05,100
321	8.87% UNSECURED EXIM BONDS SR.R.15-2029 (30.10.2029)	100	1158,55,200	1099,83,300
322	7.25% UNSECURED NUCLEAR POWER CORP. STRPP SERIES- XXXII(D)(1	200	2000,00,000	1950,16,800
323	7.25% UNSECURED NUCLEAR POWER CORP. STRPP SERIES- XXXII(E)(1	150	1500,00,000	1461,12,000
324	7.37% SECURED NTPC BONDS - SERIES 66 2031 (13.12.2031)	250	2500,00,000	2451,00,500
325	7.30% NABARD UNSEC GOI BONDS 2031 SERIES LTIF A-2 (26.12.2	900	9000,00,000	8806,34,700
326	7.16% NABARD UNSEC GOI BONDS 2032 SERIES LTIF A-3 (12.01.2	70	700,00,000	676,31,830
327	7.34% NABARD UNSEC BONDS 2032 SERIES LTIF 1C (13.01.2032)	410	4100,00,000	3975,67,160
328	7.18% UNSEC POWER FINANCE CORP LTD. GOI BONDS 2027 SERIES 15	350	3500,00,000	3432,20,150
329	7.25% UNSECURED EXIM BONDS SR.T.09-2027 (01.02.2027)	350	3500,00,000	3415,97,200
330	7.22% IREDA UNSEC GOI BONDS 2027 SERIES 1 (06.02.2027)	420	4200,00,000	4105,35,300
331	7.60% UNSEC POWER FINANCE CORP LTD. GOI BONDS 2027 SERIES 16	440	4400,00,000	4428,52,080
332	7.85% IREDA UNSEC GOI BONDS 2027 SERIES 1B (06.03.2027)	200	2000,00,000	2053,55,600
333	7.90% IWAI UNSEC GOI BONDS 2027 MOS SERIES 1 (03.03.2027)	200	2000,00,000	2060,43,000
334	7.89% SEC. POWER GRID BONDS LVIII ISSUE - 2027 (09.03.2027)	500	5000,00,000	5109,98,000
335	7.75% UNSEC POWER FINANCE CORP LTD. GOI BONDS 2027 SERIES 16	80	800,00,000	816,62,000
Sub Total			684717,57,471	712052,25,920

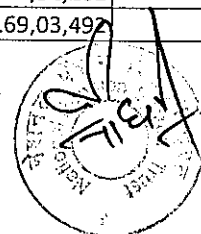
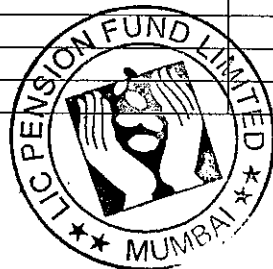
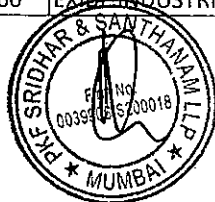
**C Equity :**

Sr No.	Security Name	Units	Book Cost (Rs.)	Market Value (Rs.)
1	OIL AND NATURAL GAS CORPORATION LTD.	31,27,741	5845,45,591	5786,32,085
2	RELIANCE INDUSTRIES LTD.	8,39,000	7691,51,637	11082,35,100
3	BHARAT PETROLEUM CORPORATION LIMITED	1,93,880	812,38,464	1259,92,918
4	TATA STEEL LIMITED	6,73,916	2858,12,104	3252,99,253





5	INFOSYS TECHNOLOGIES LTD	7,48,408	6337,47,074	7650,60,078
6	LARSEN AND TOUBRO LTD	5,97,462	7675,29,609	9409,42,904
7	GAIL INDIA	8,40,809	2459,37,395	3169,42,953
8	BHARATI AIRTEL	6,90,019	2347,65,558	2415,41,151
9	INFRASTRUCTURE DEVELOPMENT FIN CORP	27,81,210	1675,49,330	1515,75,945
10	ITC LTD	25,46,014	5435,15,763	7136,47,724
11	NTPC LTD	14,48,120	2186,62,182	2403,87,920
12	TATA POWER LTD.	37,34,195	3094,40,817	3373,84,518
13	STATE BANK OF INDIA	27,79,002	6022,22,803	8153,59,187
14	HINDUSTAN UNILEVER LTD.	4,16,336	3240,68,509	3795,94,348
15	SIEMENS LTD.	67,293	551,80,817	844,66,174
16	TATA MOTORS LTD.	13,16,863	5538,59,569	6134,60,629
17	AMBUJA CEMENTS LTD.	5,82,570	1250,39,171	1378,65,191
18	BHARAT HEAVY ELECTRICALS LTD	10,73,728	2048,34,147	1748,56,605
19	STEEL AUTHORITY OF INDIA LTD	14,18,581	1050,78,051	869,59,015
20	POWER GRID CORPORATION OF INDIA LTD	17,76,001	2652,39,885	3504,04,997
21	RURAL ELECTRIFICATION CORPORATION LTD.	9,46,638	1103,49,933	1713,41,478
22	TATA CONSULTANCY SERVICES LTD.	2,25,455	3823,17,615	5482,61,469
23	YES BANK LTD	77,000	415,64,753	1190,99,750
24	INDIAN OIL CORPORATION LTD	8,77,518	1869,31,549	3396,43,342
25	AXIS BANK LIMITED	12,10,310	4354,14,578	5940,20,148
26	GRASIM INDUSTRIES LTD.	1,66,571	1108,26,796	1747,32,979
27	HOUSING DEVELOPMENT FINANCE CORPORATION LT	6,18,314	6204,17,559	9287,69,459
28	ASIAN PAINTS LTD.	3,39,777	2653,75,247	3647,50,610
29	ASHOK LEYLAND LTD.	13,25,000	1117,52,168	1120,28,750
30	CIPLA LTD.	5,83,942	2755,80,072	3462,48,409
31	MARUTI SUZUKI INDIA LTD.	81,712	3512,45,635	4915,54,878
32	DABUR INDIA LTD.	1,56,850	372,59,056	435,02,348
33	COLGATE PALMOLIVE (INDIA) LTD.	1,99,676	1449,21,215	1987,77,458
34	LIC HOUSING FINANCE LTD.	4,62,013	2152,68,426	2857,31,940
35	Tata Chemicals Limited	3,62,374	1414,33,381	2169,71,433
36	PETRONET LNG LTD.	1,69,965	626,37,874	685,21,390
37	IDEA CELLULAR LIMITED	8,15,793	917,46,284	700,35,829
38	HDFC BANK LIMITED	7,16,982	6832,74,795	10342,82,384
39	HINDALCO INDUSTRIES LIMITED	11,53,851	1404,85,733	2250,58,638
40	MAHINDRA & MAHINDRA LTD.	4,24,049	4960,71,607	5457,08,658
41	DR. REDDYS LABORATORIES LTD.	75,665	1926,58,451	1991,76,763
42	COAL INDIA LIMITED	12,04,528	3677,71,954	3525,05,119
43	BAJAJ AUTO LTD.	84,193	1834,77,653	2361,99,252
44	BANK OF BARODA	12,40,085	1847,86,498	2144,72,701
45	SUN PHARMACEUTICALS INDUSTRIES LTD.	8,98,060	5900,00,550	6179,99,989
46	ACC LTD.	51,433	711,82,305	743,74,690
47	HERO MOTOCORP LTD.	23,262	575,31,418	749,49,001
48	UltraTech Cement Limited	74,658	2061,78,363	2974,93,466
49	HCL TECHNOLOGIES LTD.	1,99,215	1454,87,284	1742,63,321
50	Apollo Tyres Limited	90,000	158,45,552	187,83,000
51	MRF LTD.	51	5,08,375	31,08,677
52	INDUSIND BANK LTD.	3,24,583	2880,38,616	4625,79,462
53	KOTAK MAHINDRA BANK LTD.	6,90,634	4643,93,716	6023,70,975
54	LUPIN LTD.	1,83,901	2648,58,168	2657,73,725
55	TATA GLOBAL BEVERAGES LTD.	9,72,518	1357,32,859	1464,12,585
56	GLENMARK PHARMACEUTICALS LTD.	1,53,092	1337,79,113	1304,49,693
57	WIPRO LIMITED	5,18,653	2147,07,029	2674,69,352
58	TECH MAHINDRA LIMITED	6,80,292	2323,47,120	3123,56,072
59	CANARA BANK	3,22,405	917,52,262	976,08,114
60	EXIDE INDUSTRIES LTD.	1,10,148	169,03,492	247,11,704

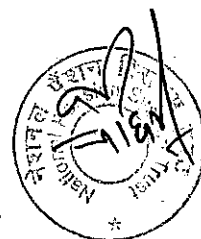
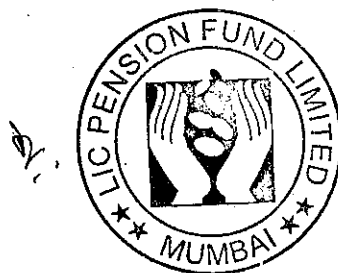
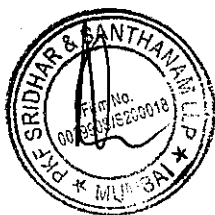


61	ICICI BANK LTD.	26,65,626	6692,90,105	7379,78,558
62	POWER FINANCE CORPORATION LTD.	6,39,000	752,68,389	932,30,100
63	AUROBINDO PHARMA LIMITED	4,71,705	3361,07,401	3184,95,216
64	FEDERAL BANK LIMITED	4,59,036	308,32,784	419,78,842
65	UPL LTD. (FORMERLY UNITED PHOSPHORUS LTD.)	1,24,924	810,54,877	908,07,256
66	NMDC LTD	4,96,334	711,44,496	660,62,055
67	ZEE ENTERTAINMENT LTD	2,25,000	977,68,608	1204,98,750
68	IDFC BANK LTD	8,07,322	645,48,290	478,74,195
69	BRITANIA INDUSTRIES LTD	25,680	715,30,389	866,44,320
70	CASTROL INDIA LTD	4,08,000	1653,13,088	1764,19,200
71	BHARTI INFRATEL LTD	25,000	82,72,335	81,47,500
72	MOTHERSON SUMI SYSTEMS LIMITED	2,45,226	776,94,443	911,99,549
73	HINDUSTAN ZINC LTD	75,000	218,95,208	216,60,000
76	SBI BLUECHIP FUND DIRECT GROWTH	593,42,300	18610,02,000	20540,32,830
77	BIRLA SUN LIFE FRONTLINE EQUITY FUND GROWTH	86,94,063	15500,00,000	17372,47,710
78	FRANKLIN INDIA BLUECHIP FUND DIRECT GROWTH	19,73,608	8000,00,000	8360,29,521
79	KOTAK SELECT FOCUS FUND	413,24,325	11400,00,000	12305,14,417
	<b>Sub Total</b>		<b>229619,55,943</b>	<b>276995,27,721</b>

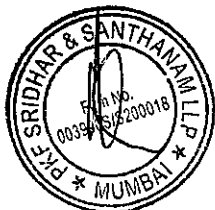
**D Mutual Fund :**

Sr No.	Security Name	Units	Book Cost (Rs.)	Market Value (Rs.)
1	UTI MONEY MARKET INSTN GROWTH DIRECT	5,89,577	10751,41,216	10751,86,893
2	LIC NOMURA MF LIQUID FUND DIRECT GROWTH	1,05,764	3118,16,552	3118,16,552
	<b>Sub Total</b>		<b>13869,57,768</b>	<b>13870,03,445</b>

<b>E</b>	<b>Fixed Deposits With Banks</b>			
Sr No.	Security Name	Units	Book Cost (Rs.)	Market Value (Rs.)
1	Fixed Deposits With Banks		12250,00,000	12250,00,000
	<b>Total</b>		<b>12250,00,000</b>	<b>12250,00,000</b>



Key Statistics			
LIC Pension Fund Limited			
Name of the Scheme: Central Government Scheme			
S. No.	Particulars	As at March 31, 2017	As at March 31, 2016
1	NAV Per Unit (Rs.)*		
	Open	21.1676	19.9886
	High	24.1788	21.1809
	Low	21.2021	19.7581
	End	23.9808	21.1809
2	Closing Assets Under Management (Rs. In Lakhs)		
	End	2,072,171.95	1,472,197.48
	Average (AAUM)	1,793,135.17	1,274,964.00
3	Gross income as % of AAUM	7.73	8.08
4	Expense Ratio		
a	Total Expense as % of AAUM (Scheme wise)	0.23	0.32
b	Management Fee as % of AAUM (Scheme Wise)	0.01	0.01
5	Net Income as a percentage of AAUM	7.49	7.76
6	Portfolio turnover ratio	0.09	0.05
7	Returns (%)* Compounded Annualised Yield		
	a. Last One Year		
	Benchmark (NPS-Government Pattern Index)	12.83%	6.36%
	b. Since inception		
	Benchmark (NPS-Government Pattern Index)	9.55%	9.15%
	c. Compounded annualised yield (%)		
	Last 1 Year	13.35%	5.99%
	Last 3 Years	12.60%	10.11%
	Last 5 Years	11.12%	9.63%
	Since Launch of the scheme (01-Apr-2008)	10.20%	9.83%
* Declared NAV; Returns calculated based on declared NAV			



**INDEPENDENT AUDITOR'S REPORT**

**TO**

**THE TRUSTEES,**

**NATIONAL PENSION SYSTEM TRUST (NPS Trust)**

***Report on Financial Statements***

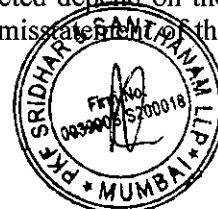
1. We have audited the accompanying financial statements of Scheme 02: **NPS Trust A/c – LIC Pension Fund Scheme SG under the National Pension System Trust (NPS Trust)** managed by LIC Pension Fund Ltd. (PFM) [in terms of clause 3 of PFRDA (preparation of Financial Statements) Guidelines 2012] which comprises of the Balance sheet as at March 31, 2017 and the Revenue account for the year then ended, and a summary of significant accounting policies and other explanatory information.

***Management's Responsibility for the Financial Statements***

2. The Board of Directors of the PFM, in accordance with the applicable Pension Fund Regulatory and Development Authority (PFRDA) Guidelines and the Investment Management Agreement (IMA) with the National Pension System trust (NPS Trust) is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Scheme in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Companies Act, 2013 read with the Rule 7 of the Companies (Accounts) Rule 2014, to the extent made applicable by PFRDA to Scheme. This responsibility also includes maintenance of records in accordance with PFRDA guidelines for safeguarding of the assets of the Company and preventing frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. These financial statements are also approved by the NPS Trust on the recommendation of the Board of Directors of the PFM.

***Auditor's Responsibility***

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial



statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the PFM's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by PFM, as well as evaluating the overall presentation of the financial statements.

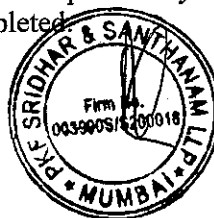
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Opinion***

6. In our opinion and to the best of our information and according to the explanations given to us the financial statements give the information required by the PFRDA (Preparation of Financial Statements and Auditor's Report of schemes under National Pension System) Guidelines 2012, and give a true and fair view in conformity with the accounting principles generally accepted in India:
- i) in the case of the Balance Sheet, of the state of affairs of the Scheme as at March 31, 2017;
  - ii) in the case of the Revenue Account, of the surplus of the Scheme for the period ended on that date; and

### ***Emphasis of Matter***

7. As explained in Note No. 7K giving background of the Scheme regarding unbundled architecture, the PFM receives consolidated funds and does not have access to the individual subscribers' data. However, based on the individual subscribers' data and break-up of balance in bank accounts provided to us by the CRA, without modifying our opinion, we invite attention to the following:
- a) Rs. 54,16,47,026/- is lying with Trustee Bank as on 31<sup>st</sup> March, 2017 (Previous Year: Rs. 39,77,91,743/-) the units in respect of which have been allotted in the next financial year on receipt of funds by the PFM. This does not have any impact on the surplus for the period; though the subscription received pending allotments as well as balances with bank are understated by the said amount.
  - b) Rs 24,90,667 is lying in the withdrawal account with trustee bank as on 31<sup>st</sup> March 2017. As explained by CRA, the same pertains to subscriber/nodal office for the withdrawals executed/erroneous requests processed by either by CRA/ Nodal Offices. The said amount could not be transferred to the recipients due incorrect bank account details/invalid bank details, etc. This does not have any impact on the surplus for the year.
  - c) 14,882.8471 units valued at Rs. 3,19,051/- as on 31<sup>st</sup> March 2017 (Previous Year: 21.1750 units, valued at Rs. 401/-) is lying in the name of Suspense PRAN Accounts maintained by Central Record Keeping Agency(CRA). As explained by CRA, these are parking accounts for error rectification not fully completed.



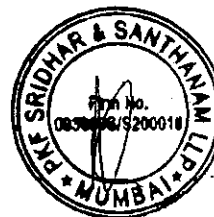
- d) As informed by CRA, Rs 93,93,380 pertaining to all PFMs & all schemes and cannot be identified PFM wise or scheme wise, is lying with the Trustee Bank on account of the following:

Particulars	(Rs)
Amount pertaining to subscriber/nodal office for the withdrawals executed/erroneous requests processed by either by CRA/ Nodal Offices (Part of the amount is yet to be transferred to the beneficiary ex: transaction with multiple nominees)	48,80,246
Amount received from Bank of India (these funds have been received from Bank of India, erstwhile Trustee Bank, and it is not yet reconciled)	36,910
Surplus for PFRDA instructions	16,172
Amount received from ASPs (The cases wherein the funds were sent to ASPs and subsequently, the subscriber has cancelled the Annuity as the subscriber during the free look period.)	44,59,705
Pay-in residual	347
<b>Total</b>	<b>93,93,380</b>

Above amounts do not have any impact on the surplus for the year.

#### ***Report on Other Legal and Regulatory Requirements***

8. As required by the PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012, as amended we report that:
- We have obtained all information and explanations which to the best of our knowledge and belief were necessary for the purpose of the audit,
  - The Balance Sheet and Revenue account of the Scheme are in agreement with the books of account of the Scheme,
  - In our opinion, proper books of account of the scheme, as required by the PFRDA has been maintained by the PFM so far as appears from our examination of those books.
  - All transactions expenses in excess of the limits contractually agreed to/approved by the Authority are borne by the Pension Fund (if any) and are not charged to the NAV of the Scheme
  - In our opinion the Balance Sheet and Revenue account of the Scheme dealt with by this report comply with the Accounting Standards notified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rule, 2014 to the extent made applicable by PFRDA



9. We further certify that

- a) Investments has been valued in accordance with the guidelines issued by the Authority *except for the variance set out in Significant Accounting policies in Note 7D.*
- b) Transaction and claims/fee raised by different entities are in accordance with the prescribed fees

For PKF SRIDHAR & SANTHANAM LLP



Chartered Accountants  
Firm Registration No: 003990S/S200018

R. Sriyanarayanan

Partner  
M. No: 201402

Mumbai:

13<sup>th</sup> 2017, 2017

NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - STATE GOVERNMENT

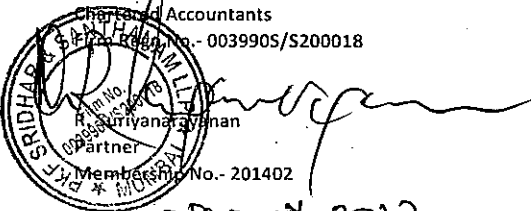
BALANCE SHEET AS AT MARCH 31, 2017

	Schedules	As at March 31, 2017 ₹	As at March 31, 2016 ₹
<b>Liabilities</b>			
Unit Capital	1	131,490,671,877	101,036,105,502
Reserves and Surplus	2	150,392,389,026	90,162,527,912
Current Liabilities and Provisions	3	158,052,587	29,222,977
<b>Total</b>		<b>282,041,113,490</b>	<b>191,227,856,391</b>
<b>Assets</b>			
Investments	4	272,594,837,173	183,967,635,508
Deposits	5	1,895,460,685	1,895,460,685
Other Current Assets	6	7,550,815,632	5,364,760,198
<b>Total</b>		<b>282,041,113,490</b>	<b>191,227,856,391</b>
(a) Net assets as per Balance Sheet		281,883,060,903	191,198,633,414
(b) Number of Units outstanding		13,149,067,188	10,103,610,550
Significant Accounting Policies and Notes to Accounts	7		

This is the Balance Sheet referred to in our report of even date.

For PKF SRIDHAR & SANTHANAM LLP  
Chartered Accountants  
Firm No. - 003990S/S200018

For LIC Pension Fund Ltd



*[Signature]*  
MD & CEO

*[Signature]*  
Director



Date: 13<sup>th</sup> July, 2017  
Place: Mumbai

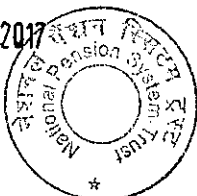
Date:  
Place: Mumbai

For and on Behalf of NPS Trust

*[Signature]*  
Shailesh V. Haribhakti  
(Chairman, NPS Trust Board)

*[Signature]*  
Kamal Chaudhry  
(Chief Executive Officer)

Date: 13 JUL 2017  
Place: Mumbai





NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - STATE GOVERNMENT

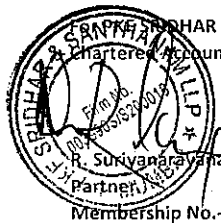
REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2017

Particulars	Year ended March 31, 2017 ₹	Year ended March 31, 2016 ₹
<b>Income</b>		
Dividend	305,996,005	267,383,514
Interest	16,649,168,336	11,522,106,031
Profit on sale/redemption of investments	1,260,397,224	488,129,318
Profit on inter-scheme transfer/sale of investments	-	444,187
Unrealized gain on appreciation in investments	10,562,484,376	-
Other income		
- Miscellaneous Income	15	1
<b>Total</b>	<b>28,778,045,956</b>	<b>12,278,063,051</b>
<b>Expenses and Losses</b>		
Unrealized losses in value of investments	-	2,272,384,224
Loss on sale/redemption of investments	252,026,630	334,418,989
Loss on inter-scheme transfer/sale of investments	-	3,102,722
Management fees (including service Tax)	28,109,797	18,064,559
NPS Trust fees	23,978,483	7,239,029
Custodian fees	9,168,901	12,169,434
CRA Fees	25,736	2,707
Less: Amount recoverable on sale of units on account of CRA Charges	(25,736)	(2,707)
Trustee Bank's fees	-	-
Depository and settlement charges	2,508,989	419,155
Provision for Non-performing assets	97,005,700	25,322,500
Other Expenses, if any	-	-
<b>Total</b>	<b>412,798,500</b>	<b>2,673,120,612</b>
<b>Surplus/(Deficit) for the year</b>	<b>28,365,247,456</b>	<b>9,604,942,439</b>
Less: Amount transferred to Unrealised appreciation account	10,562,484,376	-
Less: Amount transferred to General Reserve	17,802,763,080	9,604,942,439
Amount carried forward to Balance Sheet	-	-

Significant Accounting Policies and Notes to Accounts

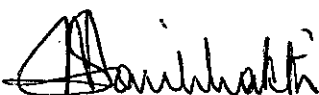
7

This is the Revenue Account referred to in our report of even date.

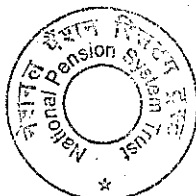
  
SANKAR & SANTHANAM LLP  
Chartered Accountants  
R. Surivanarayanan  
Partner  
Membership No.- 201402

Date: 13<sup>th</sup> July, 2017  
Place: Mumbai

For and on Behalf of NPS Trust

  
Shailesh V. Haribhakti  
(Chairman, NPS Trust Board)

Date: 13 JUL 2017  
Place: Mumbai



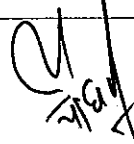
For LIC Pension Fund Ltd

  
MD & CEO

  
Director



Date:  
Place: Mumbai

  
Kamal Chaudhry  
(Chief Executive Officer)

**NATIONAL PENSION SYSTEM TRUST**

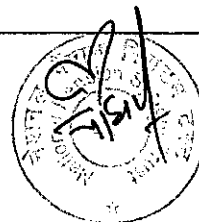
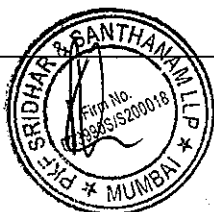
**NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - STATE GOVERNMENT**

**NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2017**

Schedule 1	As at March 31, 2017	As at March 31, 2016
	₹	₹
<b>Unit Capital</b>		
<b>Initial Capital*</b>		
Outstanding at the beginning of the year	101,036,105,502	67,190,028,310
Add :Units issued during the year	31,008,096,746	34,089,228,300
Less: Units redeemed during the year	553,530,371	243,151,108
Outstanding at the end of the year	131,490,671,877	101,036,105,502
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>		
Outstanding units at the beginning of the year	10,103,610,550	6,719,002,831
Add :Units issued during the year	3,100,809,675	3,408,922,830
Less: Units redeemed during the year	55,353,037	24,315,111
Outstanding Units at the end of the year	13,149,067,188	10,103,610,550

Schedule 2	As at March 31, 2017	As at March 31, 2016
	₹	₹
<b>Reserves and Surplus</b>		
<b>Unit Premium Reserve</b>		
Opening Balance	58,403,506,020	30,645,999,153
Add: Premium on Units issued	32,450,978,803	79,792,897,791
Less: Premium on Units redeemed	586,365,145	52,035,390,924
Closing Balance	90,268,119,678	58,403,506,020
<b>General Reserve</b>		
Opening Balance	23,735,533,476	14,130,591,037
Add: Transfer from Revenue Account	17,802,763,080	9,604,942,439
Closing Balance	41,538,296,556	23,735,533,476
<b>Unrealised Appreciation Account</b>		
Opening Balance	8,023,488,416	8,023,488,416
Add: Transfer from Revenue Account	10,562,484,376	-
Closing Balance	18,585,972,792	8,023,488,416
<b>Total</b>	<b>150,392,389,026</b>	<b>90,162,527,912</b>

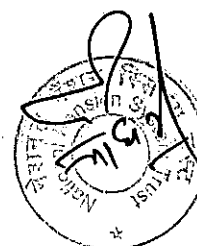
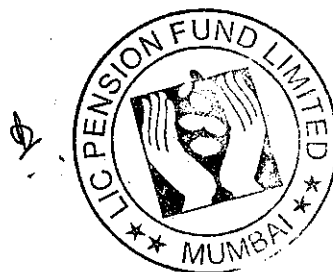
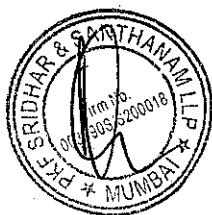
Schedule 3	As at March 31, 2017	As at March 31, 2016
	₹	₹
<b>Current Liabilities and Provisions</b>		
<b>Current Liabilities</b>		
Provision for interest overdue	-	271,877
Contract for Purchase of Investments	13,975,130	-
Redemption Payable	27,655,241	9,924,316
Interest received in advance	43,900,685	-
TDS Payable	459,591	-
Sundry Creditors for expenses	25,483,740	19,026,784
Provision for assets upgraded as performing assets	46,578,200	-
	<b>158,052,587</b>	<b>29,222,977</b>



Schedule 4		As at March 31, 2017	As at March 31, 2016
		₹	₹
<b>Investments (Long Term and Short Term)</b>			
Equity Shares		35,745,893,492	17,469,899,660
Debentures and Bonds Listed/Awaiting Listing		96,966,514,906	66,653,127,656
Central and State Government Securities (including treasury bills)		136,062,774,378	97,792,130,720
Commercial Paper		-	-
Others - Mutual Fund Units		3,819,654,397	2,003,449,972
- Certificates of Deposit		-	-
Non Convertible Debentures classified as Non performing investment	22,500,000		
Less: Provision on Non performing investment	22,500,000	0	49,027,500
<b>Total</b>		<b>272,594,837,173</b>	<b>183,967,635,508</b>

Schedule 5		As at March 31, 2017	As at March 31, 2016
		₹	₹
<b>Deposits</b>			
Deposits with Scheduled Banks		1,895,460,685	1,895,460,685
		<b>1,895,460,685</b>	<b>1,895,460,685</b>

Schedule 6		As at March 31, 2017	As at March 31, 2016
		₹	₹
<b>Other Current Assets</b>			
Outstanding and accrued Income		6,909,147,401	5,028,051,339
Balance with Trustee Bank		619,661,477	256,226,074
Application Pending Allotment		-	-
Contracts for sale of investments		-	71,042,060
TDS Receivable		-	-
Brokerage receivable from LIC Pension Fund Ltd.		39,503	23,474
Interest due on NPA A/c		-	-
Redemption receivable on investments		4,200,000	3,150,000
Sundry Debtors	196,833,334		
Less: Provision for Non performing investment	179,066,083	17,767,251	6,267,251
		<b>7,550,815,632</b>	<b>5,364,760,198</b>



## National Pension System Trust

### SCHEME 02 : NPS TRUST A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME STATE GOVERNMENT

#### Background

The Central Government had introduced the National Pension System (NPS) with effect from January 1, 2004 (except for armed forces). Pension Fund Regulatory and Development Authority (PFRDA), the regulatory body for NPS, finalized the architecture and appointed NSDL and Karvy Computershare Private Limited as Central Recordkeeping Agencies (CRAs), other entities for National Pension System and appointed LIC Pension Fund Ltd (LICPFL) as one of the Fund manager for the Scheme.

LICPFL has entered into an Investment Management Agreement ('IMA') with NPS. The Pension Fund Regulatory and Development Authority ('PFRDA') guidelines require each PFM to manage subscribers' funds made available to it by the Trustee bank. However, the responsibility of maintaining individual subscriber's records is not with PFM and is managed by the CRA. The CRAs do not furnish any subscribers level data to the PFM and provide only consolidated subscribers data of cash inflow for units to be allotted and number of units to be redeemed to PFM. The PFM makes investments as per the requirements of IMA and the scheme wise flow of funds from CRAs.

In NPS State Government scheme, a government employee contributes towards pension from monthly salary along with matching contribution from the employer. The funds are then invested in earmarked investment schemes through Pension Fund Managers.

#### Note 7: Significant Accounting Policies and Notes to Accounts

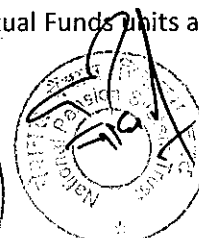
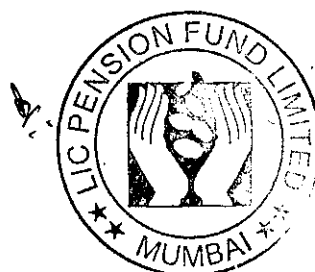
##### Significant Accounting Policies

###### A. Basis of accounting

The financial statements have been prepared to comply with the PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012, Accounting Standards notified under Section 133 of the Companies Act, 2013 to the extent made applicable by PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012 and generally accepted accounting principles. These financial statements have been prepared on an accrual basis.

###### B. Investments

- (i) Transactions for purchase or sale of Investments in Government securities, Non Convertible Bonds/Debentures, Equity shares, Fixed Deposits and Mutual Funds units are



recognized as of the trade date except in case of subscriptions to Private/Public Offerings of debts which are recognized on allotment.

- (ii) In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed.
- (iii) The cost of investments acquired or purchased includes applicable taxes and stamp charges but exclude brokerage and other transactional charges.
- (iv) In respect of privately placed debt instruments, any front-end discounts offered are reduced from the cost of the investment.
- (v) Investments are reconciled with the custodian records on daily basis.
- (vi) Rights / Bonus entitlements, if any, are accounted on ex-right/ ex-bonus date of the principal stock exchange

#### C. Investment Valuation

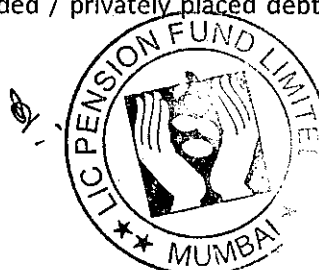
The below mentioned valuation of investment is carried out by Stock Holding Corporation of India as per the tripartite agreement among NPS Trust, LIC Pension Fund Limited and Stock Holding Corporation of India Ltd. Any deviations from the guidelines issued by PFRDA are mentioned in point 'D'.

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

- i. Equity securities are valued at the daily close price on the National Stock Exchange.
- ii. Debt securities (other than government securities) are valued at the NSE weighted average traded price on that day.
- iii. Money market instruments like commercial paper and certificate of deposit with residual maturity of up to 60 days, valued at the weighted average price at which they are traded on the particular valuation day. When such securities are not traded on a particular valuation day then they are valued at amortized cost.
- iv. Government securities are valued at aggregated prices received daily from independent valuation agencies i.e. CRISIL and ICRA.
- v. Investments in mutual fund schemes are valued based on the latest available/previous day's net asset value from AMFI website.

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

Non-traded / thinly traded / privately placed equity securities including those not traded within thirty days and non-traded / thinly traded / privately placed debt securities including



those not traded within fifteen days shall be valued "in-good faith" on the basis of following valuation methods approved by the Authority/Trust:

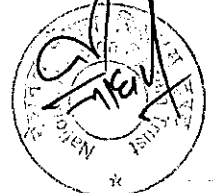
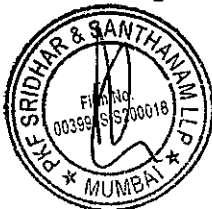
- i. Equity instruments shall generally be valued on the basis of capitalization of earnings solely or in combination with the net asset value, using for the purposes of capitalization, the price or earning ratios of comparable traded securities and with an appropriate discount for lower liquidity.
- ii. Debt securities not traded on a valuation day :
  - a. With residual maturity over 60 days are valued on a yield to maturity basis, based on average of spreads provided by CRISIL and ICRA.
  - b. With residual maturity up to 60 days are valued at last traded price plus the difference between the redemption value and last traded price, spread uniformly over remaining maturity period of the instrument.
- iii. Performing non government debt securities below Investment Grade of BBB- are valued at a discount of 25% to Face Value

**D. The valuation Policy of the Scheme, as advised by SHCIL, is at variance with PFRDA guidelines. The details of the variation are as under:**

<b>PFRDA Guidelines :</b>	<b>Valuation Policy :</b>
<b>1. Securities traded at a stock exchange:</b> Debt securities (other than government securities) are valued at the last quoted closing price on the Principal exchange on which the security is traded.	Debt securities (other than government securities) are valued at the NSE weighted average traded price on that day.
<b>2. Securities not traded at a stock exchange :</b> When a debt security (Other than government Security ) is not traded on any stock exchange on a particular valuation date, the value at which was traded on any other stock exchange on the earliest previous day is used, provided that such day is not more than 15 days.	<ol style="list-style-type: none"> <li>a. With residual maturity over 60 days are valued on a yield to maturity basis, based on average of spreads provided by CRISIL and ICRA.</li> <li>b. With residual maturity up to 60 days are valued at last traded price plus the difference between the redemption value and last traded price, spread uniformly over remaining maturity period of the instrument.</li> </ol>
<b>3. Valuation of G-sec at YTM based on prevailing market prices.</b>	Government securities are valued at aggregated prices received daily from independent valuation agencies i.e. CRISIL and ICRA.

**E. Non Performing Investments:**

Investments are classified as non-performing based on PFRDA (Identification, Income Recognition and Provisioning of NPA) Guidance Note 2013. An Investment is regarded as non



performing if interest / principal or both amounts have not been received or remained outstanding for one quarter from the day such income/instrument has fallen due.

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

Period past due from the date of classification of assets as NPA	% Provision On Book Value
3 months	50%
6 months	75%
9 months	100%

On classification of the instrument as NPA no further interest is accrued on the investment and a provision for all interest accrued is made.

#### Re-schedulement of NPA:

In case any issuer of debt security defaults in the payment of interest and installment of principal, if any, and the pension fund has accepted re-schedulement of NPA, it may be reclassified as performing asset, if next two coupons/ installments of principal, if applicable, is regularly serviced as rescheduled.

Written – back of provisioning of interest: Upon reclassification of assets as performing assets

- i) In case an issuer has fully cleared all the arrears of interest, the interest provision can be written back in full.

Written – back of provisioning of principal: The provision made for the principal can be written back in the following manner:

- i) 100 % of the assets provided for in the books will be written back at the end of second calendar quarter, where the provision of principal was made due to the interest defaults only.
- ii) 50 % of the assets provided for in the books will be written back at the end of second calendar quarter and 25 % after every subsequent quarter, where both principal and interest were in default earlier.

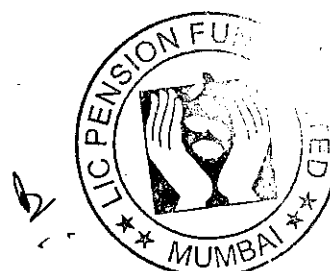
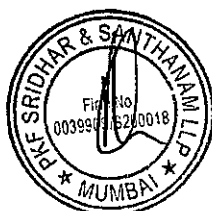
#### F. Income Recognition:

##### (i) Interest Income

In respect of all interest-bearing investments, income is accrued on a daily basis. Interest paid for the period from the last interest date up to the date of purchase is not treated as a cost of purchase but debited to Interest Recoverable Account. Similarly interest received at the time of sale for the period from the last interest date up to the date of sale is not treated as an addition to sale value but is credited to Interest Recoverable Account. Interest on Non-Performing Investments is not recognized in the Revenue Account till received.

##### (ii) Dividend Income

Dividend income is recognized on "Ex-dividend" date.



**G. Expenses**

All allowable expenses and incomes accrued up to the valuation date are considered for computation of Net asset value. Major expenses like Investment Management Fees and NPS Trust Fees are accrued on a daily basis.

**H. Taxes**

All taxes which are leviable and actually paid are charged to the NAV of the Fund and are borne by the Subscriber. Any subsequent refund on this account, if any, is added to the scheme/fund as income.

**I. Unit Capital and Unit Premium Reserve**

Unit Capital is tallied with CRA records on daily basis. Difference between the issue/redemption price and face value of the units is credited / debited to unit premium reserve.

**J. Computation of the Net Asset Value (NAV):**

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

**K.** As per the unbundled architecture of National Pension Scheme, unit allocations and redemptions are accounted by PFM on the basis of consolidated data received from the Central Record Keeping Agency.

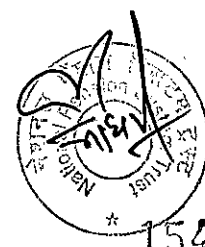
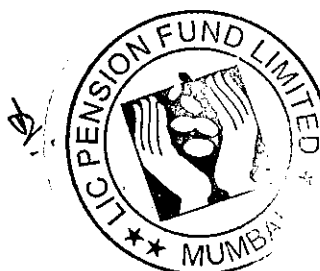
**L. Investment Management Fees:**

As per the terms of the Investment Management Agreement entered between National Pension System Trust and LIC Pension Fund Limited management fees is calculated as a percentage of schemes daily closing net asset value.

**Notes to Accounts**

- i. Non-Performing Assets:** As per PFRDA (Identification, Income Recognition and Provisioning of NPA) Guidance Note 2013 a debt security ('asset') are classified as 'Non-Performing Asset' (NPA) if the interest and/or installment of principal have not been received or remained outstanding for one quarter, from the day such income and/or installment principal was due. The provision for NPA made upto 31.03.2017 is as below:

Particulars	March 31, 2017	March 31, 2016
Book Value	219,333,334	206,433,334
Provision for NPA	201,566,083	151,138,583
Carrying cost	17,767,251	55,294,751
Market Cost	22,500,000	68,100,000
% of NPA(Gross) to AUM	0.08	0.11





ii. Investment in Group Company and Associates:

Particulars	March 31, 2017	March 31, 2016
Name of the Group Company/Associate	LIC Housing Finance Ltd.	LIC Housing Finance Ltd.
Amount Invested by the scheme (Rs.)	3,373,237,485	3,259,752,250
Market Value (Rs.)	3,585,756,706	3,333,951,083
Aggregate investment by all scheme (Rs.)	6,239,246,100	5,985,592,409

iii. Details of Custodian Fees paid or payable to Stock Holding Corporation of India Limited (A Company in which sponsor of LIC Pension Fund Limited has substantial interest)

Particulars	March 31, 2017	March 31, 2016
Name of Sponsor of LIC PFL	LIC of India	LIC of India
Name of the company in which sponsor has substantial interest	Stock Holding Corporation of India Ltd.	Stock Holding Corporation of India Ltd.
No of shares held	3,150,000	3,150,000
% of Share Holding	14.97 %	14.97 %
Amount Paid/ Payable(Rs.)	9,168,901	12,169,434

iv. Purchase/Sale of Investments: The aggregate value of purchase and sales of investments during the year expressed as a percentage of average daily net assets are as under:

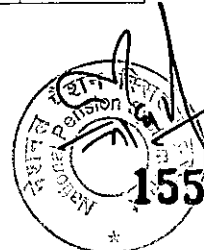
Particulars	March 31, 2017	March 31, 2016
Aggregate Value of purchase (except liquid funds) (Rs.)	93,930,345,212	77,640,966,633
%	39.17 %	49.97 %

Particulars	March 31, 2017	March 31, 2016
Aggregate Value of sales (except liquid funds) (Rs.)	18,380,452,875	6,844,966,052
%	7.67 %	4.41 %

v. Total Value of investment falling under each major industry group (which constitute not less than 5% of total investment related to that classification)

Equity Group:

Particulars	March 31, 2017		March 31, 2016	
	Amount of Investment (Rs.)	%	Amount of Investment (Rs.)	%
Monetary intermediation of banks	6,054,971,655	16.94%	4,013,655,066	22.97%
Writing, modifying, test of computer	2,469,017,989	6.91%	2,371,696,608	13.58%



Manufacture of alopathic pharmaceut	2,110,190,035	5.90%	1,014,941,208	5.81%
Activity granting credit for house	1,465,130,017	4.10%	1,000,368,354	5.73%
Total amount invested in Equity Shares	35,745,893,492		17,469,899,660	

**Corporate Bonds & Debentures:**

Particulars	March 31, 2017		March 31, 2016	
	Amount of Investment (Rs.)	%	Amount of Investment (Rs.)	%
Monetary intermediation of banks	24,476,453,799	25.24%	18,717,367,297	28.51 %
Other Credit Granting	18,837,696,057	19.42%	12,412,572,218	18.91%
Activity granting credit for house	17,495,137,822	18.04%	13,201,674,178	20.11%
Fin.serv except insurance & pension	8,150,889,136	8.40%	5,882,347,630	8.96%
Other monetary intermediation serv	5,021,669,848	5.18%	783,363,314	1.19%
Total amount invested in Corporate Bonds & Debentures	96,989,014,906		65,641,052,655	

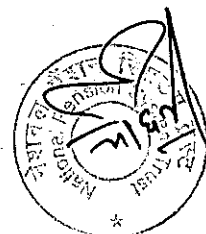
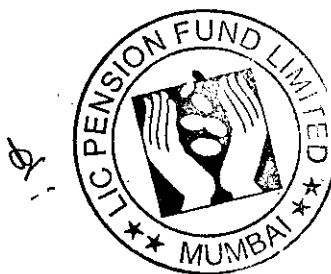
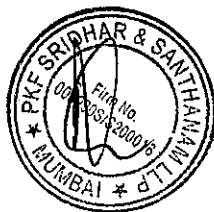
vi. Aggregate value of Non Traded investment valued in good faith at the end of the year:

**Non Convertible Bond & Debentures:**

Particulars	March 31, 2017	March 31, 2016
Aggregate value of Non traded Investment (Rs.)	53,757,033,215	33,430,890,512
% to Net Assets Value	19.07 %	17.48%

vii. Contingent Liability as on 31<sup>st</sup> March, 2017 is NIL. (Previous Year – NIL).

viii. Figures have been rounded off to the nearest rupee. Previous year figures have been regrouped and rearranged, wherever necessary.

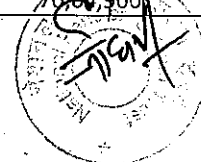
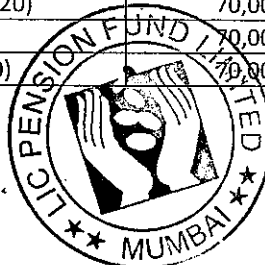
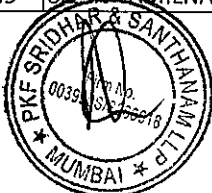


**Scheme 02 : NPS TRUST A/C LIC PENSION FUND  
SCHEME STATE GOVERNMENT**

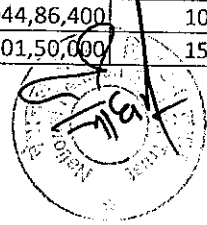
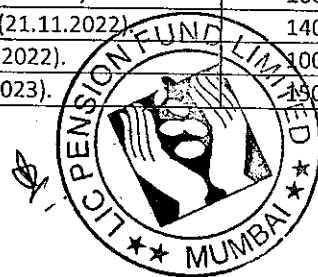
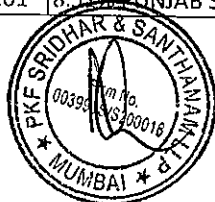
**Schedule Annexed to and forming part of Financial Statements as on 31.03.2017**

**A G Sec :**

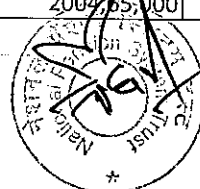
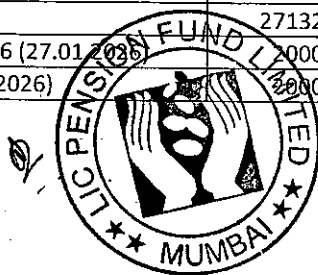
Sr No.	Security Name	Face Value (Rs.)	Book Cost (Rs.)	Market Value (Rs.)
1	G-SEC 2036 -8.33% (7.6.2036)	18838,10,000	18888,75,122	20533,52,900
2	GSEC 10.18% (11 Sept. 2026)	500,00,000	578,32,500	600,80,900
3	G-SEC 8.28% 2032 (15.2.2032)	16385,60,000	15652,79,390	17631,26,608
4	8.24% GSEC 2027	28811,30,000	27258,57,045	30836,30,222
5	G-SEC 7.50% 2034 (10.08.2034)	1500,00,000	1539,50,000	1510,50,000
6	7.95% GoI - OIL SPECIAL BONDS 2025 (18.01.2025)	1000,00,000	964,00,000	1030,19,100
7	7.40% G-SEC 2035	1300,00,000	1355,25,000	1302,60,000
8	7.95% G-SEC 2032 (28.08.2032)	600,00,000	591,72,000	628,80,000
9	8.32% UTTAR PRADESH SDL 2019	200,00,000	200,42,000	206,12,900
10	8.31% MADHYA PRADESH SDL 2019	200,00,000	200,44,000	206,10,540
11	8.31% WEST BENGAL SDL 2019	100,00,000	100,21,000	103,00,440
12	8.27% HARYANA SDL (9.12.2019)	125,00,000	125,17,500	129,05,875
13	8.32% MADHYA PRADESH SDL 2019	125,00,000	125,32,500	129,19,400
14	8.44% UTTAR PRADESH SDL 2019 (23.12.2019)	99,00,000	99,73,260	102,64,330
15	8.40% ASSAM SDL 2020 (03.02.2020)	11,00,000	11,03,850	11,37,781
16	8.48% MAHARASHTRA SDL 2020 (24-02-2020)	70,00,000	70,09,800	72,60,092
17	8.49% NAGALAND SDL 2020 (24.02.2020)	20,00,000	20,00,200	20,74,078
18	8.52% HIMACHAL PRADESH SDL 2020 (10.03.2020)	20,00,000	20,01,400	20,76,492
19	8.51% GOA SDL 2020 (10.03.2020)	13,10,000	13,10,393	13,59,838
20	8.54% HARYANA SDL 2020 (10.03.2020)	15,50,000	15,52,635	16,09,883
21	8.49% KARNATAKA SDL 2019 (18.03.2019)	33,00,000	33,14,190	33,94,248
22	8.38% HIMACHAL PRADESH SDL 2020 (25.03.2020)	60,00,000	60,08,400	62,10,510
23	8.41% MIZORAM SDL 2020	30,00,000	30,01,500	31,09,260
24	8.56% PUNJAB SDL 2020	150,00,000	150,40,500	155,95,005
25	8.58% UTTARAKHAND SDL2020	200,00,000	200,72,000	208,14,000
26	8.58% WEST BENGAL SDL 2020 (13.04.2020)	150,00,000	150,39,000	156,10,890
27	8.53% BIHAR SDL 2020 (28.04.2010)	75,00,000	75,09,750	77,98,463
28	8.52% MIZORAM SDL 2020 (28.04.2020)	75,00,000	75,01,500	78,02,693
29	8.55% UTTAR PRADESH SDL 2020 (28.04.2020)	75,00,000	75,16,500	77,99,595
30	8.51% WEST BENGAL SDL 2020 (28.04.2020)	75,00,000	75,09,000	77,94,585
31	8.10% GOA SDL 2020 (12.05.2020)	40,00,000	40,00,400	41,14,972
32	8.28% JHARKHAND SDL 2020 (12.05.2020)	50,00,000	50,45,500	51,69,530
33	8.28% UTTAR PRADESH SDL 2020 (12.05.2020)	50,00,000	50,47,000	51,64,755
34	8.28% WEST BENGAL SDL 2020 (12.05.2020)	50,00,000	50,50,500	51,66,855
35	7.80% G-SEC 2020 (03.05.2020)	150,00,000	150,13,463	154,76,505
36	8.09%MAHARASHTRA SDL 2020 (09.06.2020)	75,00,000	75,10,500	77,21,460
37	8.11% RAJASTHAN SDL 2020 (09.06.2020)	75,00,000	75,13,500	77,21,753
38	8.09% TAMIL NADU SDL 2020 (09.06.2020)	75,00,000	75,11,250	77,19,315
39	8.11% WEST BENGAL SDL 2020 (09.06.2020)	75,00,000	75,12,000	77,19,600
40	8.32% G-SEC 2032 (02.08.2032)	48841,20,000	45507,23,102	52866,88,707
41	8.09% RAJASTHAN SDL 2020 (23.06.2020)	50,00,000	50,09,000	51,46,570
42	7.46% G-SEC 2017 (28.08.2017)	185,00,000	181,37,050	185,95,571
43	8.15% MAHARASHTRA SDL 2020 (21.07.2020)	70,00,000	70,04,900	72,25,617
44	8.12% RAJASTHAN SDL 2020 (21.07.2020)	70,00,000	70,00,700	72,15,754
45	8.15% TAMILNADU SDL 2020 - (21.07.2020)	70,00,000	70,00,900	72,23,545



46	8.32% GUJARAT SDL 2020 (04.08.2020)	125,00,000	125,12,500	129,69,188
47	8.32% TAMILNADU SDL 2020 (04.08.2020)	125,00,000	125,11,250	129,65,438
48	8.37% UTTAR PRADESH SDL 2020 (04.08.2020)	125,00,000	125,16,250	129,71,263
49	8.26% G-SEC 2027 (02.08.2027)	3689,00,000	3606,62,275	3950,21,440
50	8.30% G-SEC 2040 - (02.07.2040)	13296,00,000	13843,41,940	14425,33,565
51	8.13% G-SEC 2022 (21.09.2022)	314,50,000	310,80,367	332,56,488
52	8.37% ANDHRA PRADESH SDL 2020 (22.9.2020)	81,40,000	81,45,698	84,63,793
53	8.38% GUJARAT SDL 2020 (22.9.2020)	71,50,000	71,58,580	74,41,749
54	8.39% UTTAR PRADESH SDL 2020 (22.9.2020)	75,00,000	75,07,500	77,98,223
55	8.38% WEST BENGAL SDL 2020 (22.9.2020)	75,00,000	75,06,000	77,99,445
56	8.35% GUJARAT SDL 2020 (6.10.2020)	200,00,000	200,22,000	208,06,380
57	8.34% PUNJAB SDL 2020 (6-10-2020)	100,00,000	100,05,000	103,85,320
58	8.35% RAJASTHAN SDL 2020 (6-10-2020)	100,00,000	100,11,000	103,97,460
59	8.53% TAMIL NADU SDL 2020 (27.10.2020)	47,00,000	47,08,460	49,16,717
60	8.42% KARNATAKA SDL 2020 (10-11-2020)	70,00,000	70,07,000	73,03,534
61	8.43% KARNATAKA SDL 2020 (8-12-2020)	80,00,000	80,10,400	83,55,656
62	8.44% MADHYA PRADESH SDL 2020 (8.12.2020)	80,00,000	80,13,600	83,50,544
63	8.34% KERALA SDL 22.12.2020	110,00,000	110,31,900	114,48,822
64	8.34% UTTAR PRADESH SDL 22.12.2020	100,00,000	100,30,000	104,05,300
65	8.42% WEST BENGAL SDL 2020	90,00,000	90,32,400	93,82,554
66	8.55% BIHAR SDL 2021	125,00,000	125,20,000	129,84,525
67	8.54% MAHARASHTRA SDL 2021	125,00,000	125,17,500	130,02,200
68	10.03% G-SEC 2019 (09-08-2019)	1490,00,000	1660,84,200	1601,32,684
69	7.83% G-SEC 2018 (11.04.2018)	235,00,000	226,73,292	238,63,663
70	8.28% G-SEC 2027 (21.09.2027)	56619,70,000	53483,75,228	60837,86,765
71	9.15% G-SEC 2024 (14.11.2024)	5,00,000	5,23,682	5,58,000
72	8.83% G-SEC 2041 (12.12.2041)	49535,80,000	51314,60,743	56594,65,150
73	8.79% G-SEC 2021 (08.11.2021)	147,00,000	152,39,501	158,46,600
74	8.97% G-SEC 2030 (05.12.2030)	35259,79,500	37227,00,791	40013,02,692
75	8.33% G-Sec 2026 (09.07.2026)	11405,00,000	11186,50,850	12260,36,360
76	8.20% G-SEC 2025 (24.09.2025)	902,00,000	875,79,988	959,18,680
77	8.65% KERALA SDL 2023 (09.01.2023)	600,00,000	600,42,000	629,38,320
78	8.93% KERALA SDL 2022 (21.11.2022)	1500,00,000	1538,13,000	1603,84,350
79	8.83% GUJARAT SDL 2022 (18.07.2022)	1530,00,000	1558,48,095	1626,84,747
80	8.85% KERALA SDL 2022 (18.07.2022)	1000,00,000	1019,89,900	1062,29,400
81	8.72% TAMILNAD SDL 2022 (11.01.2022)	300,00,000	303,33,120	315,93,300
82	8.58% GUJARAT SDL 2023 (23.01.2023).	700,00,000	701,90,000	733,92,690
83	8.60% KERALA SDL 2023 (23.01.2023)	600,00,000	601,20,000	628,16,040
84	8.56% TAMIL NADU SDL 2023 (23.01.2023).	64,30,000	64,30,000	67,28,436
85	8.88% GUJARAT SDL 2022 (06.06.2022)	1027,50,000	1048,20,618	1093,54,359
86	8.92% TAMIL NADU SDL 2022 (05.09.2022)	386,00,000	394,53,832	412,31,516
87	8.68% GUJARAT SDL 2023 (06.02.2023)	1000,00,000	1001,20,000	1053,38,100
88	8.66% HARYANA SDL 2023 (06.02.2023)	570,00,000	570,39,900	598,75,821
89	8.67% MAHARASHTRA SDL 2023 (06.02.2023)	1500,00,000	1502,10,000	1579,37,400
90	8.30% G-SEC 2042 (31.12.2042)	49036,80,000	45928,99,496	53427,50,604
91	8.62% KARNATAKA SDL 2023 (20.02.2023)	400,00,000	401,00,000	420,03,360
92	8.64% MADHYA PRADESH SDL 2023 (20.02.2023)	400,00,000	401,28,000	419,66,720
93	8.62% MAHARASHTRA SDL 2023 (20.02.2023)	400,00,000	400,40,000	420,35,440
94	8.62% TAMIL NADU SDL 2023 (20.02.2023)	400,00,000	400,76,000	419,89,760
95	8.85% MAHARASHTRA SDL 2022 (18.07.2022)	2500,00,000	2542,28,000	2660,40,750
96	8.63% MADHYA PRADESH SDL 2023 (20.03.2023)	1500,00,000	1505,70,000	1574,01,450
97	8.54% MAHARASHTRA SDL 2023 (20.03.2023)	2025,00,000	2040,99,150	2121,72,615
98	8.52% RAJASTHAN SDL 2023 (20.03.2023).	1608,00,000	1623,46,752	1680,81,185
99	8.90% MAHARASHTRA SDL 2022 (21.11.2022)	1400,00,000	1435,59,220	1497,77,600
100	9.12% GUJARAT SDL 2022 (23.05.2022).	1000,00,000	1044,86,400	1073,81,800
101	8.51% PUNJAB SDL 2023 (10.04.2023).	1500,00,000	1501,50,000	1565,91,150



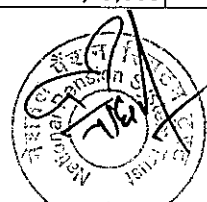
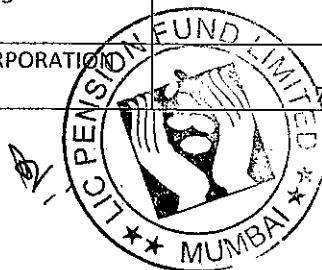
102	9.12% RAJASTHAN SDL 2022 (23.05.2022)	2000,00,000	2090,05,200	2144,35,600
103	8.88% HARYANA SDL 2022 (22.02.2022)	300,00,000	308,76,000	317,95,350
104	8.25% ANDHRA PRADESH SDL 2023 (25.04.2023)	1000,00,000	1001,50,000	1032,97,400
105	8.24% GUJARAT SDL 2023 (25.04.2023)	1000,00,000	1000,90,000	1033,96,800
106	8.24% HIMACHAL PRADESH SDL 2023 (25.04.2023)	250,00,000	250,17,500	258,04,425
107	8.25% KERALA SDL 2023 (25.04.2023)	1000,00,000	1001,00,000	1031,75,800
108	8.25% TAMIL NADU SDL 2023 (25.04.2023)	800,00,000	801,12,000	826,63,120
109	8.10% KERALA SDL 2023 (8.05.2023)	500,00,000	500,20,000	512,41,150
110	8.11% PUNJAB SDL 2023 (8.05.2023)	500,00,000	500,55,000	512,53,050
111	8.09% RAJASTHAN SDL 2023 (08.05.2023)	500,00,000	500,10,000	512,65,900
112	8.10% TAMIL NADU SDL 2023 (8.05.2023)	800,00,000	800,24,000	820,95,040
113	8.12% G-SEC 2020 (10.12.2020)	200,00,000	192,50,545	209,32,000
114	8.15% G-SEC 2022 (11.06.2022)	200,00,000	207,04,000	211,05,680
115	7.16% G-SEC 2023 (20.05.2023)	18,00,000	17,36,077	18,19,800
116	7.57% ANDHRA PRADESH SDL 2023 (22.05.2023)	500,00,000	500,00,000	500,41,200
117	7.59% HARYANA SDL 2023 (22.05.2023)	500,00,000	500,00,000	500,61,750
118	7.58% RAJASTHAN SDL 2023 (22.05.2023)	500,00,000	500,00,000	500,61,750
119	9.20% G-SEC 2030 (30.09.2030)	54398,00,000	57975,57,765	62949,09,361
120	9.23% G-SEC 2043 (23.12.2043)	131408,50,000	148686,72,131	156638,93,200
121	8.83% TAMIL NADU SDL 11.06.2024	553,70,000	553,70,000	590,30,289
122	8.35% GSEC 2022 (14.05.2022)	10,30,000	10,04,850	10,95,691
123	8.99% MP SDL 2024 (09.07.2024)	1400,00,000	1403,92,000	1502,33,160
124	8.95% MP SDL 2024 (23.07.2024)	1000,00,000	1000,70,000	1071,19,200
125	8.97% KARNATAKA SDL 2024 (23.07.2024)	1000,00,000	1002,00,000	1074,02,700
126	8.94% MAHARASHTRA SDL 2024 (23.07.2024)	560,00,000	560,00,000	600,76,800
127	8.98% WEST BENGAL SDL 2024(23.07.2024)	500,00,000	501,00,000	536,56,750
128	8.60% GSEC 2028 (02.06.2028)	23247,10,000	24683,73,714	25471,84,747
129	8.46% UTTAR PRADESH SDL 2024 (12.11.2024)	380,40,000	380,40,000	397,74,091
130	8.17% G-SEC 2044 (01.12.2044)	142178,80,000	148093,69,306	153126,56,760
131	8.07% KERALA SDL 2025 (15.04.2025)	2500,00,000	2501,75,000	2560,12,250
132	8.06% TAMIL NADU SDL 2025 (15.04.2025)	1390,00,000	1390,00,000	1424,92,653
133	8.08% UTTAR PRADESH SDL 2025 (15.04.2025)	2500,00,000	2503,50,000	2560,38,500
134	8.22% TAMIL NADU SDL 2025 (13.05.2025)	1000,00,000	1001,30,000	1034,76,200
135	8.25% MAHARASHTRA SDL 2025 (13.05.2025)	1000,00,000	1003,40,000	1037,16,200
136	8.24% GSEC 2033 (10.11.2033)	31024,10,000	31332,16,010	33338,49,786
137	8.13% G-SEC 2045 (22.06.2045)	72162,70,000	75673,78,724	77899,63,465
138	8.30% WEST BENGAL SDL 2025 (26.08.2025)	186,70,000	186,70,000	194,09,407
139	8.94% TAMIL NADU SDL 2024 (23.07.2024)	1500,00,000	1564,05,000	1609,05,000
140	8.23% MAHARASHTRA SDL 2025 (09.09.2025)	1500,00,000	1502,51,000	1555,56,600
141	9.11% MAHARASHTRA SDL 2024 (28.05.2024)	1466,20,000	1544,64,170	1585,66,011
142	9.35% MAHARASHTRA SDL 2024 (30.01.2024)	7096,60,000	7572,10,578	7743,72,476
143	9.25% MAHARASHTRA SDL 2023 (09.10.2023)	500,00,000	529,81,250	542,97,800
144	9.07% KERALA SDL 2024 (27.08.2024)	2500,00,000	2631,62,500	2695,51,750
145	9.35% WEST BENGAL SDL 2023 (09.10.2023)	900,00,000	969,52,500	980,16,300
146	7.73% G-SEC 2034 (19.12.2034)	83131,40,000	84897,20,201	85876,81,449
147	7.88% GSEC 2030 (19.03.2030)	92157,90,000	94958,82,141	96305,00,550
148	8.14% KARNATAKA SDL 2025 (13.11.2025)	500,00,000	501,35,000	516,13,450
149	8.14% RAJASTHAN SDL 2025 (13.11.2025)	1000,00,000	1002,70,000	1030,68,100
150	8.15% WEST BENGAL SDL 2025 (13.11.2025)	2000,00,000	2006,27,500	2061,96,800
151	8.21% MAHARASHTRA SDL 2025 (09.12.2025)	2000,00,000	2007,50,000	2072,96,600
152	8.22% TAMIL NADU SDL 2025 (09.12.2025)	1500,00,000	1506,56,000	1554,70,200
153	8.23% UTTAR PRADESH SDL 2025 (09.12.2025)	1500,00,000	1507,61,000	1552,19,550
154	7.59% G-SEC 2026 (11.01.2026)	27132,90,000	27166,96,551	28435,27,920
155	8.39% MADHYA PRADESH SDL 2026 (27.01.2026)	2000,00,000	1996,00,000	2099,15,800
156	8.22% HARYANA SDL 2026 (10.02.2026)	2000,00,000	2004,85,000	2111,46,200



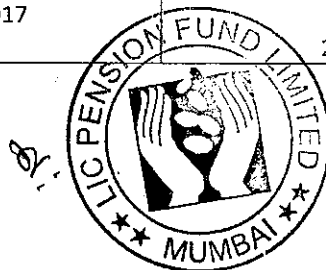
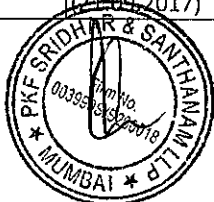
157	8.88% WEST BENGAL SDL 2026 (24.02.2026)	2770,00,000	2809,21,500	2992,22,879
158	7.59% G-SEC 2029 (20.03.2029)	76959,90,000	77647,10,050	78710,73,773
159	8.32% CHHATTISGARH SDL 2025 (29.07.2025)	2500,00,000	2547,87,500	2598,26,750
160	8.22% PUNJAB SDL SPL 2022 (21.06.2022)	2000,00,000	2000,00,000	2064,33,400
161	8.22% PUNJAB SDL SPL 2023 (21.06.2023)	2000,00,000	2000,00,000	2061,65,800
162	8.22% PUNJAB SDL SPL 2024 (21.06.2024)	2000,00,000	2000,00,000	2059,05,200
163	8.22% PUNJAB SDL SPL 2025 (21.06.2025)	900,00,000	900,00,000	928,48,950
164	7.40% TELANGANA SDL 2026 (09.11.2026)	1700,00,000	1703,78,000	1681,20,820
165	7.42% UTTARAKHAND SDL 2026 (09.11.2026)	2000,00,000	2006,30,000	1978,74,800
166	7.61% G-SEC 2030 (09.05.2030)	25812,70,000	26936,14,380	26736,79,466
167	8.31% WEST BENGAL SDL 2026 (13.01.2026)	190,00,000	207,75,075	198,50,136
168	7.06% G-SEC 2046 (10.10.2046)	5139,00,000	5244,75,500	4955,76,382
169	6.97% GSEC 2026 (06.09.2026)	33210,30,000	34096,32,764	33844,61,673
170	7.21% WEST BENGAL SDL 2027 (25.01.2027)	3000,00,000	3006,30,000	2923,87,200
171	7.20% TAMIL NADU SDL 2027 (25.01.2027)	3000,00,000	3004,20,000	2928,62,400
172	7.20% UTTAR PRADESH SDL 2027 (25.01.2027)	421,40,000	421,40,000	410,27,926
173	7.20% BIHAR SDL 2027 (25.01.2027)	1037,70,000	1038,40,000	1011,63,505
174	7.70% TAMILNADU SDL SPL 2023 (22.02.2023)	1000,00,000	1000,00,000	1005,50,400
175	7.70% TAMILNADU SDL SPL 2024 (22.02.2024)	1000,00,000	1000,00,000	1001,40,100
176	7.70% TAMILNADU SDL SPL 2025 (22.02.2025)	1000,00,000	1000,00,000	1000,59,900
177	7.70% TAMILNADU SDL SPL 2026 (22.02.2026)	1000,00,000	1000,00,000	999,62,200
178	7.70% TAMILNADU SDL SPL 2027 (22.02.2027)	1000,00,000	1000,00,000	999,44,600
179	7.70% TAMILNADU SDL SPL 2028 (22.02.2028)	1000,00,000	1000,00,000	999,87,400
180	7.70% TAMILNADU SDL SPL 2029 (22.02.2029)	1000,00,000	1000,00,000	998,71,900
181	7.70% TAMILNADU SDL SPL 2030 (22.02.2030)	1000,00,000	1000,00,000	999,87,500
182	7.70% TAMILNADU SDL SPL 2031 (22.02.2031)	1000,00,000	1000,00,000	999,87,500
183	7.70% TAMILNADU SDL SPL 2032 (22.02.2032)	1000,00,000	1000,00,000	999,87,500
184	7.74% TAMIL NADU SDL 2027 (01.03.2027)	96,70,000	96,70,000	97,84,996
185	7.78% WEST BENGAL SDL 2027 (01.03.2027)	5000,00,000	5013,70,000	5055,91,500
Sub Total			1290943,74,061	1360627,74,378

**B Debt :**

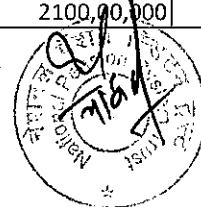
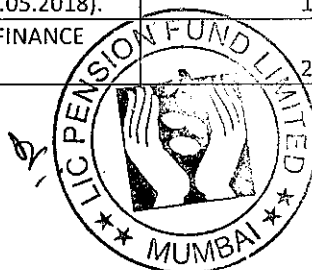
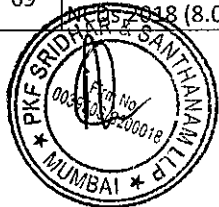
Sr No.	Security Name	Units	Book Cost (Rs.)	Market Value (Rs.)
1	7.98% UNSEC. IDFC BANK LTD. NCDS (23.05.2023)	100	1000,00,000	1002,74,900
2	8.46% SECURED NCDS HDFC LTD. 2026 (24.06.2026)	16	1649,65,600	1687,03,200
3	8.75% SEC RELIANCE INDUSTRIES LTD NCDS 2020 (07.05.2020)-	10	99,41,000	104,24,210
4	8.90% SEC HOUSING DEVELOPMENT FINANCE CORPORATION NCD 2020	50	508,13,850	524,89,200
5	11.00% SEC J. K. CEMENT LTD. NCDS 2020 (17-09-2020)	20	200,00,000	211,90,240
6	9.30% YES BANK LOWER TIER II BONDS 2020 - (30/04/2020)	10	100,00,000	104,82,990
7	9.65% YES BANK NON-CONVERTIBLE LOWER TIER II BONDS 2020 (22.	10	100,99,000	105,27,140
8	11.00% SHRIRAM TRANSPORTFINANCE COMPANY LTD (20.04.2020)	60	608,78,880	645,54,240
9	8.98% SEC HOUSING DEVELOPMENT FINANCE CORP LTD NCDS 2020 (2	10	97,48,000	105,30,930
10	8.80% UNSEC IDFC BANK LTD. NCDS 2025 (21.07.2025)	39	372,84,000	417,06,015
11	10.00% DEWAN HOUSING FINANCE CORPORATION LTD NCDS 2017 (24.09.20	700	695,25,000	711,17,130



12	10.09% SEC MRF LTD. NCDs 2020 (27.05.2020)	50	504,98,730	539,78,800
13	10.09% SEC MRF 2019 (27.05.2019)	27	270,00,000	285,62,814
14	11% DEWAN HOUSING FINANCE CORPORATION LTD. NCDs 2021 (31.03.	500	500,00,000	560,83,550
15	10.70% UNITED PHOSPHORUS LTD NCDs 2026 (06.07.2026)	200	2007,20,000	2209,32,600
16	11.00% SEC DEWAN HOUSING FINANCE CORP.LTD. NCDs 2021 (29.07	300	300,00,000	339,25,890
17	10.25% RELIANCE GAS & TRANSPORTATION INFRASTRUCTURE NCDs 202	260	2580,38,200	2869,76,300
18	10.50% MAHINDRA & MAHINDRA FINANCIAL SERVICES LTD. NCDs 2021	35	350,00,000	378,41,895
19	11.25%SEC ESSAR POWER NCDs 2018 (31.03.2018)	21	41,81,050	31,50,000
20	10.50% SEC RELIANCE CAPITAL LTD. NCDs 2018 (21.12.2018)	45	450,00,000	466,99,605
21	10.75% RELIANCE CAPITAL LTD. SUBORDINATED NCDs TIER II (28.1	50	500,00,000	545,66,050
22	10.50%SEC Reliance Infrastructure Ltd NCD 26.7.2018	90	900,00,000	917,55,090
23	10.15% SUNDARAM FINANCE LTD. NCDs 2021 (29.07.2021).	90	878,01,480	957,05,460
24	9.87% TATA SONS NCDs 2017 (16.04.2017)	100	1000,00,000	1000,91,000
25	9.55% SEC Hindalco Industries Limited NCDs 2022 (25.04.2022)	345	3389,42,696	3613,28,505
26	9.54% Tata Sons Limited 2022 (25.04.2022)	300	2982,50,000	3265,90,200
27	10.75% SEC JINDAL SAW NCDs 2017 (08.04.2017).	100	1020,83,000	1000,37,100
28	11.45% SHRIRAM TRANSPORT FINANCE COMPANY LTD. NCDs 2018 (29.	50	501,30,000	519,68,900
29	11.15% SEC RELIANCE INFRASTRUCTURE LTD. NCDs 2018 (30.03.20	140	1412,98,920	1436,52,600
30	9.85% TATA SONS LTD. NCDs 2017 (21.05.2017).	100	1000,00,000	1003,43,000
31	10.30%SEC RELIANCE CAPITAL LTD. NCDs 2017 (01.06.2017).	81	810,00,000	814,59,837
32	9.90% SEC HDFC NCD 2021 (10.6.2021)	30	313,00,155	326,32,470
33	10.00% TATA MOTORS NCDs 2017 (26.05.2017)	150	1499,44,850	1506,62,100
34	10.50% SUNDARAM BNP PARIBAS HOME FINANCE LTD. NCDs 2022 (28.	120	1200,00,000	1323,04,800
35	11.00% SEC DEWAN HOUSING FINANCE CORPORATION LTD. NCDs 2022	180	1800,00,000	2076,42,420
36	10.06% SEC L&T INFRASTRUCTURE DEVELOPMENT PROJECTS NCDs (27	100	985,39,700	1071,92,900
37	10.85% SHRIRAM TRANSPORT FINANCE CO.LTD NCD 2022 (20.07.2022	50	500,00,000	552,05,200
38	10.20% HDB Financial Services Limited 9.8.2022 (09.08.2022)	145	1450,00,000	1571,08,515
39	11.15% SEC DEWAN HOUSING FINANCE CORPORATION LTD. NCDs 2022	100	1000,00,000	1164,09,000
40	10.30% Sundram Finance Limited 2022 (27.07.2022)	66	652,34,400	713,80,848
41	10.15%SEC RELIANCE CAPITAL NCDs 2017 (21.09.2017)	250	2500,00,000	2531,29,000

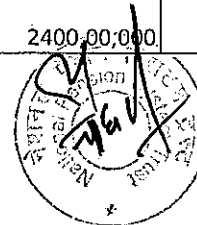
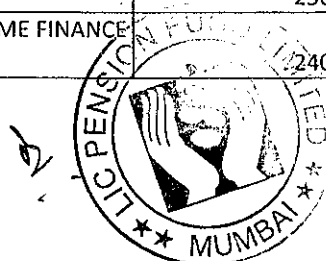


42	10.35% SEC TORRENT POWER LTD. NCDs 2022 (26.09.2022)-	30	3000,00,000	3236,68,500
43	9.90% YES BANK LOWER TIER II SUBORDINATED BONDS 2022 (31.10.	205	2054,76,295	2226,71,205
44	9.90% YES BANK UNSECURED LOWER TIER II NCDs 2022 (28.03.2022	370	3740,46,790	4024,83,410
45	9.10%SEC L & T SHIPBUILDING LTD. NCDs 2027 (25.10.2027).	540	5460,22,080	5756,23,800
46	9.50% SEC HOUSING DEVELOPMENT FINANCE CORPN. NCDs 2017 (13.	150	1511,46,750	1513,87,500
47	9.55% SEC Hindalco Industries Limited NCDs 2022 (27.06.2022	900	9212,59,003	9433,53,900
48	9.70% HOUSING DEVELOPMENT FINANCE CORPORATION LTD> NCDs. 201	50	505,48,250	502,65,700
49	9.40% SEC STERLITE INDUSTRIES SECURED NCDs 2022 (25.10.2022	20	200,00,000	202,06,840
50	9.40% TATA SONS LTD. SECURED REDEEMABLE NCDs 2027 (27.11.202	350	3525,09,200	3946,50,550
51	10.50%SEC ADANI PORTS & SPECIAL ECONOMIC ZONE NCDs 2017 (27.	250	1301,93,725	1267,43,500
52	9.90% ING VYSYA BANK SUBORDINATED BONDS 2022 (14.12.2022)	400	4005,25,780	4413,30,400
53	10.50%SEC INDIABULLS FINANCIAL SERVICES NCDs 2017 (17.12.20	220	2205,21,960	2252,95,620
54	10.10%SEC INDIAN HOTELS LTD SECURED REDEEMABLE DEBENTURE 202	100	1020,10,000	1077,43,200
55	10.30% YES BANK UNSEC LOWER TIER II REDEEMABLE DEBENTURE 202	70	743,57,080	764,03,180
56	9.15% ICICI BANK LTD LOWER TIER II UNSECU REDEEM DEBENTURE 2	710	7194,92,340	7598,40,580
57	9.10% HDFC BANK LTD.UNSECURED REDEEMABLE LOWER TIER-II DEB.	100	1000,00,000	1015,91,800
58	9.15% AXIS BANK LIMITED LOWER TIER II DEBENTURE 2022 (31.12.	785	8014,27,705	8401,05,430
59	10.10% RELIANCE CAPITAL LTD F SERIES B-NCD 2022 (28.09.2022)	36	363,42,000	385,52,256
60	9.30% HDFC SECURED REDEEMABLE NCDs 2017 (04.10.2017)	195	1966,34,000	1972,93,785
61	9.00% ICICI BANK LIMITED UNSEC.REDEEMABLE DEBENTURE 2018 (04	160	1600,00,000	1635,20,800
62	10% SEC INDIABULLS HOUSING FINANCE LTD. NCD 2018 (25.03.201	100	1000,00,000	1029,52,500
63	10.35% SECURED TORRENT POWER LTD. NCDs 2021 (25.03.2021)	5	501,00,000	535,97,800
64	10.35% SECURED TORRENT POWER NCDs 2022 (25.03.2022)	25	2505,00,000	2716,76,500
65	10.35% SECURED TORRENT POWER NCDs 2023 (25.03.2023)	15	1586,55,000	1634,19,600
66	9.40% SECURED TATA CAPITAL FINANCIAL SERVICES NCDs2018 (23.0	110	1100,00,000	1120,62,830
67	9.25% M & M FINANCIAL SERVICES LTD NCDs 2018 (20.4.2018)	300	3000,00,000	3051,63,900
68	9.25% BAJAJ FINANCE LTD. NCDs 2018 (3.05.2018).	100	1000,00,000	1018,39,300
69	9.30% SUNDARAM BNP PARIBAS HOME FINANCE NCDs 2018 (8.05.2018	210	2100,00,000	2149,13,580

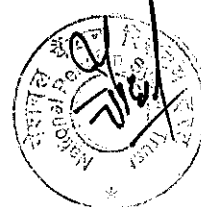
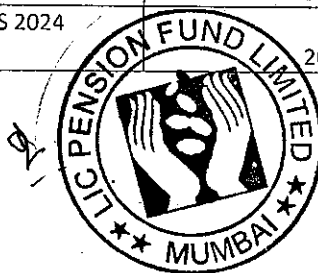
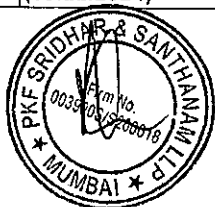




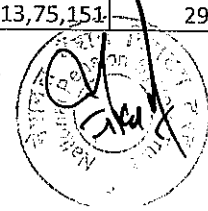
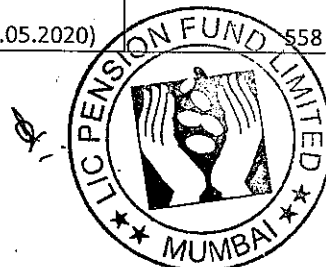
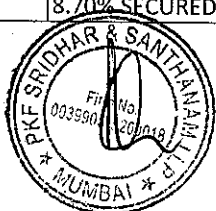
70	8.85% UNSECURED TATA SONS LTD. NCDs 2023 (02.05.2023)	120	1200,00,000	1271,56,200
71	9.00% UNSECURED ADITYA BIRLA NUVO LTD. NCDs 2023 (10.05.2023)	110	1121,00,120	1155,99,330
72	10.50% SEC INDIABULLS HOUSING FINANCE LTD. 2017 (30.04.2017)	100	1012,09,000	1002,27,000
73	9.40% SEC. STERLITE INDUSTRIES LTD. NCDs 2022 (27.11.2022)	125	1278,04,625	1264,53,000
74	9.24% STERLITE INDUSTRIES LTD. NCDs 2022 (20.12.2022)	100	1014,23,300	1011,90,600
75	9.25% HDFC SECURED REDEEMBLE NON CONVERTIBLE DEBENTURE 2018(	250	2498,19,600	2554,48,750
76	9.20% HDFC SECURED REDEEMBLE NON CONVERTIBLE DEBENTURE 2018(	297	2968,07,462	3035,17,368
77	8.50% SEC. HOUSING DEVELOPMENT FINANCE CORPORATION NCDs 2018	150	1421,36,700	1525,08,750
78	9.10% SEC. STERLITE INDUSTRIES (INDIA) LTD. NCDs 2023 (05.04	250	2409,78,250	2542,01,250
79	8.85% UNSEC. TATA SONS LTD. NCDs 2018 (05.02.2018)	50	479,22,350	510,20,550
80	8.32% UNSECURED TATA SONS LTD. NCDs 2023 (21.05.2023)	250	2278,26,250	2586,67,500
81	11.00% SECURED IL & FS NCDs 2018 (23.08.2013)	170043	1700,45,376	1766,30,806
82	9.71% TATA SONS LTD. SECURED REDEEMABLE NCDs 2023 (13.12.202	128	1280,00,000	1417,95,456
83	9.74% SEC. TATA SONS NCDs 2024 (13.01.2024).	100	1000,00,000	1110,55,100
84	8.77% SEC. HINDUSTAN PETROLEUM CORPORATION NCD SERIES G 2018	65	630,50,390	661,49,460
85	9.90% SECURED TATA SONS NCDs 2024 (20.03.2024).	150	1500,00,000	1680,98,850
86	9.68% UNSEC IDFC BANK LTD. NCDs 2023 (18.12.2023)	250	2500,03,500	2600,18,750
87	11.15% HDFC DEBENTURE 2018(06.08.2018)	236	2471,68,700	2477,60,588
88	9.50% UNSEC IDFC BANK LTD. NCDs 2024 (15.05.2024)	962	9620,00,000	10061,62,534
89	9.44% SECURED REDEEMABLE TATA SONS NCDs(02.06.2024)	300	3000,00,000	3291,00,300
90	9.18% UNSEC. IDFC BANK LTD. NCDs 11.06.2024	250	2500,00,000	2602,38,000
91	9.25% SEC. TATA SONS NCDs 2019 (19.06.2019)	510	5062,50,350	5320,09,050
92	9.30% SEC TATA SONS NCDs 2024 (19.06.2024)	80	800,00,000	872,28,800
93	9.90% SECURED REDEEMABLE NCD FULLERTON INDIA CREDIT CO. LTD	250	1250,00,000	1295,58,875
94	9.24% HDFC LTD SECURED REDEEMABLE NCD 24062024	450	4500,00,000	4896,15,300
95	9.50% SEC. HDFC LTD. NCDs (04.07.2022)	100	1010,59,400	1089,27,700
96	9.50% SECURED REDEEMABLE IL&FS FIN SER 03.07.2019	70000	700,00,000	722,14,030
97	9.65% SEC ADITYA BIRLA FINANCE LTD NCDs 2019 (10.07.2019)	250	2500,00,000	2580,12,500
98	9.65% SEC. SUNDARAM BNP PARIBAS HOME FINANCE LTD. NCDs 2019	240	2400,00,000	2513,34,480



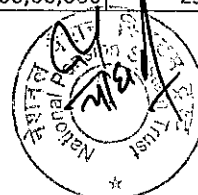
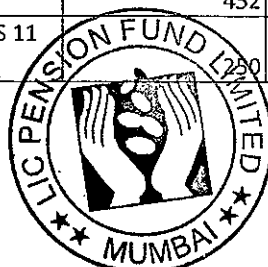
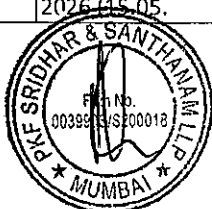
99	9.56% SECURED HDB FINANCIAL SERVICES LTD. NCDS 2019 (31.07.2	170	1700,00,000	1756,99,590
100	9.15% ICICI BANK LIMITED UNSEC. INFRA DEBENTURE 2024 (06.08	390	3900,00,000	4261,09,320
101	9.66% SEC. BAJAJ FINANCE LTD. NCDs 2019 (12.08.2019)	125	1250,00,000	1294,69,750
102	9.36% UNSEC IDFC BANK LTD. NCDS 2024 (21.08.2024)	230	2300,00,000	2516,72,900
103	10.20% SECURED APOLLO HOSPITALS ENTERPRISE LTD. NCDS 2028 (2	500	5000,00,000	5271,33,500
104	10.20% YES BANK UNSECURED LOWER TIER II REDEEMABLE DEBENTURE	50	503,14,450	546,16,000
105	9.25% ICICI BANK LIMITED UNSEC.INFRA DEBENTURE 2024 (04.09.2	862	8659,38,624	9468,91,484
106	9.40% SECURED HDFC LTD. NCDS (26.08.2019)	135	1350,00,000	1414,63,395
107	9.70% SEC. SUNDARAM BNP PARIBAS HOME FINANCE LTD. NCDS 2019	75	750,00,000	786,23,475
108	9.38% UNSEC IDFC BANK LTD. NCDS 2024 (12.09.2024)	450	4498,75,000	4931,44,200
109	9.70% SEC. SUNDARAM BNP PARIBAS HOME FINANCE LTD. NCDS 2019	100	1000,00,000	1048,29,300
110	10.15% TATA CAPITAL HOUSING FINANCE LTD UNSEC. TIER II NCDS	110	1100,00,000	1232,00,770
111	9.85% SECURED RED. NCDS FULLERTON INDIA CREDIT COMPANY LTD.	460	2300,00,000	2405,14,450
112	9.60% UNSECURED RED. SUBORDINATED NCDs HDFC LTD.(21.10.2024)	1310	6550,00,000	7265,18,795
113	9.60% SEC. RED. NCDS TATA CAPITAL HOUSING FINANCE LTD. (22.1	150	1500,00,000	1570,40,850
114	9.36% SECURED RED.SESA STERLITE LIMITED NCDS 2017 (30.12.201	400	4000,00,000	4052,39,200
115	9.35% UNSECURED RED . TATA MOTORS LTD.2023 ( 10.11.2023)	280	2800,00,000	2954,13,720
116	8.85% Unsec. Senior Infra NCDs Axis Bank Ltd. 2024 (05.12.2	1863	18678,31,026	19736,69,652
117	9.95% Secured NCDs Shriram Transport Finance Company Ltd. 20	200	2000,00,000	2084,47,200
118	9.22% SEC NCDs TATA CAPITAL HOUSING FINANCE LTD. 2024 (09.12	125	1250,00,000	1338,23,500
119	9.45% UNSEC SUNDARAM BNP PARIBAS HOME FINANCE LTD. NCDS 2019	50	500,00,000	541,80,850
120	8.72% SENIOR UNSEC. INFRA NCDs KOTAK MAHINDRA BANK LTD. 2022	800	8009,15,900	8417,43,200
121	9.05% SEC NCDs TATA CAPITAL HOUSING FINANCE LTD. 2025 (23.01	350	3500,00,000	3717,18,550
122	9.00% UNSECURED RELIANCE JIO INFOCMOMM LTD. 2025 (21.01.2025	560	5600,00,000	6036,36,320
123	9.39% LIC HOUSING FINANCE LTD. SECURED NCDs 2024 (23.08.2024	385	4016,14,375	4219,31,125
124	8.85% UNSEC. SENIOR REDEEMABLE NCDs - YES BANK LTD 2025 (24.	650	6500,00,000	6833,76,200
125	9.24% LIC HOUSING FINANCE LTD. SECURED NCDs 2024 (30.09.2024	588	6143,43,630	6328,64,400
126	8.94% UNSEC CAN FIN HOMES LTD. NCDS 2024 (03.12.2024)	200	1005,13,900	1073,31,700



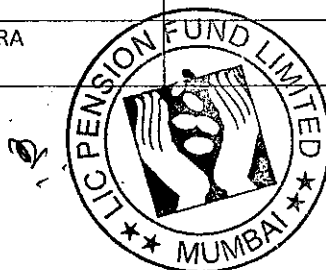
127	8.49% SEC. NON CONVERTIBLE NTPC LTD NCDS (25.03.2025)	1022545	15,930	133,70,798
128	8.45% SENIOR UNSEC. INFRA NCDS KOTAK MAHINDRA BANK LTD. 2022	137	1370,00,000	1423,76,017
129	8.95% SECURED NCDS HDFC LTD. 2020 (19.10.2020)	42	427,01,400	442,47,294
130	9.17% UNSEC NCDS IDFC BANK LTD.2024 (14.10.2024)	688	7149,84,120	7465,04,080
131	9.34% SECURED NCDS HDFC LTD. 2024 (28.08.2024)	1175	12271,24,475	12846,31,025
132	8.64% UNSEC NCDS IDFC BANK LTD.2020 (15.04.2020)	580	5800,00,000	6025,75,920
133	9.25% UNSEC TIER II NCDS TATA CAPITAL HOUSING FINANCE LTD 20	100	1000,00,000	1075,40,600
134	8.70% UNSEC NCDS IDFC BANK LTD.2025 (20.05.2025)	470	4698,23,860	4994,92,970
135	9.15% UNSEC. BASEL III REDEEMABLE NCDS - YES BANK LTD 2025	830	8300,00,000	8883,25,760
136	8.73% UNSEC NCDS IDFC BANK LTD.2023 (06.01.2023)	680	6800,00,000	7152,38,960
137	9.47% LIC HOUSING FINANCE LTD. SECURED NCDS 2024 (23.08.2024)	37	388,84,595	407,11,692
138	8.75% UNSEC. NCDS IDFC BANK LTD 2023 (28.07.2023)	670	6716,81,540	7076,21,840
139	8.67% LIC HOUSING FINANCE LTD SECURED NCDS2020 (26.08.2020)	1200	12000,00,000	12522,86,400
140	9.50% SEC. NCDS HDFC LTD 2024 (13.08.2024)	50	529,48,300	551,00,250
141	8.55% LIC HOUSING FINANCE LTD. SECURED NCDS 2025 (14.08.2025)	320	3200,00,000	3375,00,480
142	9.65% SECURED NCDS HDFC LTD.2019 (19.01.2019)	175	1801,56,550	1822,96,275
143	8.75% LIC HOUSING FINANCE LTD. SECURED NCDS 2020 (14.01.2020)	100	1004,74,400	1038,32,600
144	9.65% SECURED NCDS HDFC LTD. (SERIES L-015) 2019 (17.01.201)	90	925,04,610	937,39,320
145	8.69% SECURED NCDS CAN FIN HOMES LTD. 2020 (10.09.2020)	179	1790,00,000	1869,45,452
146	8.65% SECURED NCDS HDFC LTD. 2020 (18.09.2020)	60	6007,79,160	6170,85,000
147	9.36% SENIOR UNSEC.INFRA NCDS KOTAK MAHINDRA BANK LTD 2021 (	57	591,60,300	610,51,446
148	9.20% UNSEC TIER II NCDS TATA CAPITAL HOUSING FINANCE LTD 20	110	1098,68,000	1181,85,760
149	8.65% LIC HOUSING FINANCE LTD. SECURED NCDS 2020 (15.09.2020)	60	600,00,000	626,01,480
150	8.40% LARSEN & TOUBRO LTD UNSECURED NCDS 2020 (24.09.2020)	455	4558,66,075	4714,62,810
151	8.61% LIC HOUSING FINANCE LTD. SECURED NCDS 2019 (11.12.2019)	24	241,04,640	248,08,944
152	8.67% UNSEC. NCDS IDFC BANK LTD 2025 (03.01.2025)	740	7506,23,940	7834,37,260
153	8.41% CAN FIN HOMES LTD. SECURED NCDS 2019 (30.01.2019)	200	2000,00,000	2044,01,400
154	8.70% SECURED NCDS HDFC LTD. 2020 (18.05.2020)	558	2813,75,151	2905,41,114



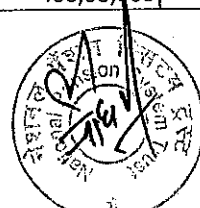
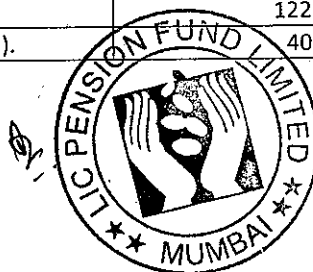
155	8.99% UNSEC TIER II NCDs TATA CAPITAL HOUSING FINANCE LTD 20	125	1250,00,000	1328,14,875
156	8.75% SECURED NCDS HDFC LTD. 2020 (13.01.2020)	440	2218,53,990	2284,23,140
157	9.44% LIC HOUSING FINANCE LTD. SECURED NCDs 2019 (30.08.2019)	90	928,44,000	944,00,010
158	9.00% UNSEC TIER II NCDs TATA CAPITAL HSG. FINANCE LTD 2025	250	2500,00,000	2659,78,250
159	8.55% CAN FIN HOMES LTD. SECURED NCDs 2019 (22.03.2019)	160	1600,00,000	1641,87,360
160	9.05% SECURED RED. NCDS FULLERTON INDIA CREDIT COMPANY LTD.	460	4600,00,000	4715,24,380
161	8.81% UNSEC. NCDs IDFC BANK LTD 2025 (15.01.2025)	50	508,08,850	533,45,900
162	8.90% ICICI BANK LIMITED UNSEC.NCD 2025 (12.01.2025)	70	707,78,260	730,76,780
163	8.60% CAN FIN HOMES LTD. SECURED NCDs 2019 (06.04.2019)	80	800,00,000	822,13,680
164	9.43% LIC HOUSING FINANCE LTD-SECURED NCDS 2022 (10.02.2022)	121	1258,07,088	1308,14,794
165	9.35% UNSECURED TIER II NCDS CAPITAL FIRST LTD. (04.02.2026)	730	7300,00,000	7627,71,890
166	8.45% SECURED NCDS HDFC LTD. 2025 (25.02.2025)	300	1480,65,300	1570,65,150
167	9.3532% LIC HOUSING FINANCE LTD. SECURED NCDs 2019 (19.08.20)	120	1222,69,440	1244,74,440
168	8.50% SECURED NCDS HDFC LTD. 2020 (31.08.2020)	13	1286,71,400	1350,06,820
169	9.00% SECURED NCDS RELIANCE HOME FINANCE LTD. 2021 (08.03.20)	400	2000,00,000	2084,72,200
170	9.00% UNSEC TIER II NCDs TATA CAPITAL HSG. FINANCE LTD 2026	150	1500,00,000	1598,95,800
171	9.20% SECURED IL & FS NCDs 2021 (18.03.2021)	500000	5000,00,000	5164,53,500
172	10.25% AMTEK AUTO LTD. RESTRUCTURED NCDs 2019 (20.09.2019)	30	299,55,000	225,00,000
173	8.77% UNSECURED NCDS ICICI HOME FINANCE CO. LTD. 2019 (23.05)	560	2800,00,000	2892,19,280
174	9.25% SECURED NCDs SHRIRAM TRANSPORT FINANCE CO. LTD. 2021 (	350	3500,00,000	3606,75,350
175	9.00% UNSEC. BASEL III TIER 2 NCDs - YES BANK LTD 2026 (31.	1000	10000,00,000	10663,57,000
176	9.15% SECURED NCDs SHRIRAM TRANSPORT FINANCE CO. LTD. 2021 (	700	7000,00,000	7211,52,600
177	8.35% SECURED NCDS HDFC LTD. 2020 (26.04.2021)	28	2800,00,000	2892,50,920
178	8.32% SECURED NCDS HDFC LTD.2026 (04.05.2026)	22	2200,00,000	2271,30,860
179	9.22% SECURED NCDs SHRIRAM TRANSPORT FINANCE CO. LTD. 2026 (	198	1984,71,720	2055,36,474
180	9.05% ESSEL LUCKNOW RAEBARELI TOLL ROADS LTD. SERIES Z 2027	250	2500,00,000	2803,13,500
181	8.40% ICICI BANK LIMITED UNSEC.NCD 2026 (13.05.2026)	452	4520,00,000	4742,93,996
182	8.90% SECURED NCDS CAPITAL FIRST LTD. SERIES 11 2026 (15.05.	250	2500,00,000	2545,89,250



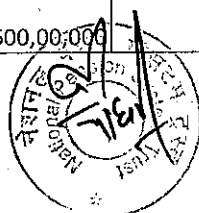
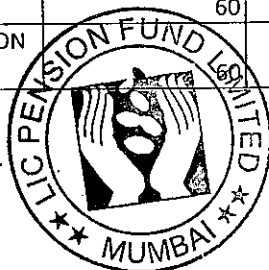
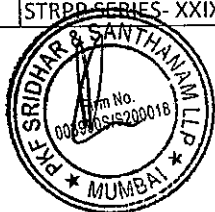
183	8.50% UNSEC. NCDs IDFC BANK LTD 2023 (04.07.2023)	680	6800,00,000	7100,17,920
184	8.45% SECURED NCDS HDFC LTD.2026 (18.05.2026)	25	2500,00,000	2631,51,500
185	9.25% EAST-NORTH INTERCONNECTION COMPANY LTD. SERIES 55 2030	100	1000,00,000	1100,23,500
186	9.25% EAST-NORTH INTERCONNECTION COMPANY LTD. SERIES 59 2031	100	1000,00,000	1100,23,500
187	9.25% EAST-NORTH INTERCONNECTION COMPANY LTD. SERIES 61 2032	100	1000,00,000	1102,67,700
188	9.25% EAST-NORTH INTERCONNECTION COMPANY LTD. SERIES 65 2033	100	1000,00,000	1102,67,700
189	8.50% AXIS BANK LIMITED BASEL III TIER II NCDS 2026 (27.05.	400	4000,00,000	4224,07,200
190	9.30% SECD NCDS OPT 2 SHRIRAM TRANSPORT FINANCE CO. LTD. 202	86	865,71,040	895,87,748
191	8.65% SECURED NCDS APOLLO TYRES LTD. SERIES B 2025 (300420	150	1500,00,000	1560,85,800
192	8.65% SECURED NCDS APOLLO TYRES LTD. SERIES C 2026 (300420	160	1600,00,000	1670,53,440
193	9.10% SEC DEWAN HOUSING FINANCE CORP. LTD. NCDs 2021 (17.06	669	6690,00,000	7091,50,035
194	8.53% UNSECURED NCDS ICICI HOME FINANCE CO. LTD. 2020 (19.06	520	2600,00,000	2697,53,640
195	8.49% SECURED NCDS HDFC LTD.2020 (20.03.2020)	28	2800,00,000	2895,98,120
196	9.10% EAST-NORTH INTERCONNECTION COMPANY LTD. SERIES 36 2025	70	700,70,000	764,03,040
197	9.00% SEC. NCDs SHRIRAM TRANSPORT FINANCE CO. LTD. 2019 (05	440	4400,00,000	4486,52,160
198	8.75% SECURED NCDS HDFC LTD. 2021 (04.03.2021)	28	2847,29,160	2880,92,000
199	8.36% UNSECURED NCDS ICICI HOME FINANCE CO. LTD. 2020 (21.07	760	3800,00,000	3927,19,740
200	8.20% SECURED NCDS HDFC LTD. 2021 (29.07.2021)	20	2000,00,000	2057,99,000
201	8.25% UNSECURED NCDS ICICI LOMBARD GEN INS CO. LTD. 2026 (28	850	8518,00,000	8761,56,200
202	8.87% SECURED NCD SHRIRAM TRANSPORT FINANCE CO. LTD. 2026 (0	500	5000,00,000	5079,52,500
203	9.10% SEC DEWAN HOUSING FINANCE CORP. LTD. SER. V NCDs 202	230000	2311,50,000	2442,17,220
204	9.30% SEC DEWAN HSG FINANCE CORP. LTD. SER. VI B NCDs 2026	630000	6347,25,000	6315,34,680
205	7.90% SECURED NCDS HDFC LTD. 2026 (24.08.2026)	20	2000,00,000	2037,89,400
206	7.53% SEC ULTRA TECH CEMENT LTD. NCDs 2026 (21-08-2026)	1070	10743,62,040	10643,96,410
207	7.95% SENIOR UNSEC. INFRA NCDs HDFC BANK LTD. 2026 (21.09.2	150	1500,00,000	1533,47,850
208	7.57% UNSECURED NCDS MAHINDRA & MAHINDRA LTD. 2026 (25.09.2	175	1750,00,000	1745,33,975
209	8.00% SENIOR UNSEC. INFRA NCDs YES BANK LTD. 2026 (30.09.20	350	3500,00,000	3510,95,850
210	7.60% ICICI BANK LIMITED UNSEC. INFRA DEBENTURES 2023 (07.1	580	5800,00,000	5762,10,280



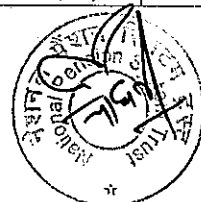
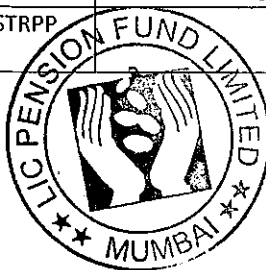
211	7.60% UNSEC. SENIOR INFRA NCDs AXIS BANK LTD 2023 (20.10.20	605	6050,00,000	6050,40,535
212	8.30% SEC L&T INFRA DEBT LTD. NCDs 2026 (20.10.2026)	140	3500,00,000	3659,61,750
213	7.60% UNSECURED NCDs HDFC ERGO GEN INS CO. LTD. 2026 (09.11.	692	6943,33,294	6915,42,588
214	9.50% UNSEC YES BANK LTD PERPETUAL CALL 23.12.2021 NCDs BA	650	6500,00,000	6487,00,000
215	7.50% SECURED NCDs APOLLO TYRES LTD. SERIES A 2021 (21.10.20	290	2885,19,260	2875,86,620
216	10.40% BHUSHAN STEEL LTD. RESTRUCTURED NCDs 2020 (26.11.202	50	465,78,200	465,78,200
217	8.52% UNSECURED NCDs TATA AIG GEN INS CO. LTD. 2027 (21.03.2	120	1200,00,000	1236,14,520
218	TATA STEEL BONDS-10.40% (15.5.2019).	17	177,50,000	179,24,375
219	9.75% GREAT EASTERN SHIPPING COMPANY LTD. BONDS (20.08.2019)	12	121,86,000	126,62,532
220	10.00% TATA CHEMICALS BONDS (02.07.2019)	26	270,86,358	273,90,896
221	8.72% SEC RURAL ELECTRIFICATION BONDS- (04.09.2019)	50	500,00,000	516,66,950
222	11.25% POWER FINANCE CORPORATION BONDS 2018 (28/11/2009)	20	229,20,000	212,49,080
223	11.00% SEC INDIAN OIL CORPORATION LTD. 2018	161	1689,87,830	1692,51,733
224	9.00% IDBI BANK OMNI BONDS 2009 -10 UPP. TIER II SERIES III	25	250,00,000	253,59,800
225	9.85% MAHINDRA & MAHINDRA FINANCIL BONDS 20.11.2019	30	300,49,500	312,77,940
226	9.35% GE SHIPPING BONDS (8.2.2019)	30	299,52,000	308,38,170
227	9.57% SEC INDIAN RAILWAY FINANCE CORPORATION BONDS 2021 (31	50	500,00,000	541,26,200
228	9.61% POWER FINANCE CORPORATION LTD. BONDS 2021 (29.06.2021)	65	650,00,000	700,93,075
229	9.75% RURAL ELECTRIFICATION CORPORATION LTD. BONDS 2021 (11.	50	500,00,000	544,65,100
230	9.49% SEC INDIAN RENEWABLE ENERGY DEVELOPMENT AGENCY BONDS	50	500,00,000	543,97,250
231	8.79% NABARD REDEEMABLE UNSECURED NON- CONVERTIBLE BONDS 2018	50	500,00,000	508,35,300
232	8.77% EXIM BANK BONDS 2018 (26.02.2018)	50	500,00,000	508,37,650
233	9.00% POWER FINANCE CORPORATION UNSECURED BONDS 2028 (11.03	650	6592,27,300	7159,03,500
234	8.94% POWER FINANCE CORPORATION UNSECURED BOND 2028 (25.03.2	900	9128,34,900	9876,37,500
235	7.93% SEC. POWER GRID BONDS XLIII ISSUE - STRPP L (20.05.202	50	439,17,700	511,93,600
236	8.70% SEC. POWER GRID BONDS XLIV ISSUE - STRPP A (15.07.2018	70	700,00,000	713,11,870
237	8.70% SEC. POWER GRID BONDS XLIV ISSUE - STRPP B (15.07.2023	230	2207,98,500	2423,09,370
238	8.70% SEC. POWER GRID BONDS XLIV ISSUE - STRPP C (15.07.2028	615	5808,98,005	6646,72,320
239	8.82% UNSEC. RURAL ELECTRIFICATION CORPN. NCBs 2023 (12.04.2	122	1247,62,600	1294,63,594
240	9.58% UNSEC. EXIM NCBs 2023 (04.10.2023).	40	400,00,000	439,50,120



241	8.73% SEC. REDEEMABLE NON CONVERTIBLE NTPC BONDS - SERIES XL	96	914,46,240	1010,79,840
242	9.18% NUCLEAR POWER CORPORATION STRPP SERIES XXVIII - A (23.	92	920,00,000	1010,62,828
243	9.18% NUCLEAR POWER CORPORATION STRPP SERIES XXVIII - B (23.	244	2428,00,000	2706,71,640
244	9.18% NUCLEAR POWER CORPORATION STRPP SERIES XXVIII - C (23.	169	1683,77,500	1889,47,577
245	9.18% NUCLEAR POWER CORPORATION STRPP SERIES XXVIII - D (23.	94	940,00,000	1058,41,274
246	9.18% NUCLEAR POWER CORPORATION STRPP SERIES XXVIII - E (23.	94	940,00,000	1065,34,524
247	9.60% UNSECURED EXIM BANK BONDS SR. Q29-2024 (07.02.2024)	400	4000,00,000	4412,46,400
248	9.00% EXPORT - IMPORT BANK OF INDIA UNSECURED BONDS 2019 (10	190	1868,64,400	1963,66,140
249	8.80% SEC. POWER GRID CORPORATION REDEEMABLE BONDS 2023 (13.	75	713,56,125	792,24,825
250	8.56% UNSECURED NUCLEAR POWER CORP. OF INDIA NCDs 2023 (15.0	110	1045,29,920	1157,91,060
251	9.63% RURAL ELECTRIFICATION CORPORATION LTD. BONDS 2019 (05.	250	2522,75,250	2606,20,750
252	9.61% RURAL ELECTRIFICATION CORPORATION LTD. BONDS 2019 (03.	605	6127,49,315	6291,96,975
253	9.38% SEC. RURAL ELECTRIFICATION CORPORATION LTD. BONDS 2018	49	482,93,714	505,92,304
254	9.27% INDIAN RAILWAYS FINANCE CORPORATION BONDS 2021 (10.05.	47	466,04,683	503,39,162
255	9.25% UNSECURED EXIM BANK BONDS SR.R.04.2024 (29.05.2024)	10	100,00,000	108,89,170
256	9.02% SEC. RURAL ELECTRIFICATION CORPORATION LTD. BONDS 2019	650	6477,20,000	6757,82,250
257	9.20% POWER FINANCE CORPORATION UNSECURED BONDS (07.07.2021)	180	1799,82,000	1915,45,380
258	9.40% SEC. RURAL ELECTRIFICATION CORPORATION LTD. BONDS 2021	175	1749,12,500	1875,27,900
259	9.37% POWER FINANCE CORPORATION LTD. UNSECURED BOND 2024 (19	400	4000,00,000	4378,88,800
260	9.30% SEC. POWER GRID CORPORATION OF INDIA LTD BONDS 2029 (0	95	1036,30,775	1076,19,705
261	9.30% SEC. POWER GRID CORPORATION OF INDIA LTD BONDS 2024 (0	245	2524,17,080	2673,62,130
262	9.32% POWER FINANCE CORPORATION LTD. UNSECURED BOND 2019 (17	492	4917,54,000	5149,46,388
263	9.20% UNSECURED OBC TIER II BONDS 2024 (27.10.2024)	100	1013,30,000	1046,55,400
264	8.40% UNSECURED NUCLEAR POWER CORPORATION STRPP SERIES- XXIX	60	600,00,000	634,25,040
265	8.40% UNSECURED NUCLEAR POWER CORPORATION STRPP SERIES- XXIX	60	600,00,000	638,20,560
266	8.40% UNSECURED NUCLEAR POWER CORPORATION STRPP SERIES- XXIX	103	1038,90,100	1100,09,871
267	8.40% UNSECURED NUCLEAR POWER CORPORATION STRPP SERIES- XXIX	60	600,00,000	643,28,520
268	8.40% UNSECURED NUCLEAR POWER CORPORATION STRPP SERIES- XXIX		600,00,000	645,55,560

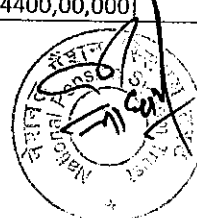
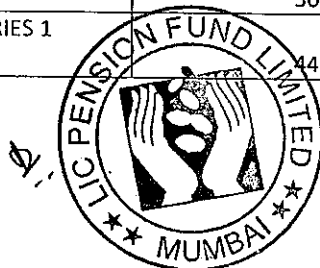
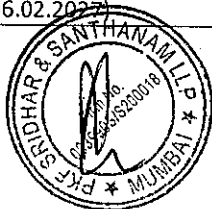


269	8.44% UNSEC. RURAL ELECTRIFICATION CORPORATION LTD. BONDS 20	300	3000,00,000	3124,57,500
270	8.52% UNSEC. POWER FINANCE CORPORATION LTD. BOND 2019 (09.12.	250	2498,75,000	2578,74,250
271	8.57% UNSEC RURAL ELECTRIFICATION CORPORATION LTD. BONDS 202	795	7982,46,515	8397,60,090
272	8.65% UNSEC. POWER FINANCE CORPORATION LTD. BONDS 2024 (28.1	1359	13951,76,616	14370,51,447
273	11% UNSEC. BANK OF INDIA PERPETUAL CALL 08-08-2024 BONDS T-1	625	6732,11,500	7040,40,625
274	9.55% UNSEC. CANARA BANK PERPETUAL CALL 05-03-2025 BONDS T-1	850	8438,47,750	9082,59,850
275	8.98% UNSEC POWER FINANCE CORP LTD BONDS (120B) 2024(08.10.2	2161	22531,87,943	23216,29,291
276	8.30% UNSEC RURAL ELECTRIFICATION CORPORATION LTD. BONDS 202	200	1979,11,520	2072,11,200
277	8.84% UNSEC. POWER FINANCE CORPORATION LTD. BONDS (100B) 20	150	1517,00,400	1586,89,200
278	8.56% SEC BONDS PNB HOUSING FINANCE LTD. 2020(28.07.2020)	1157	11570,00,000	12084,32,121
279	9.35% UNSEC. PNB BASEL III TIER 2 BONDS 2024 (09.09.2024)	3	31,54,554	32,82,435
280	9.34% SEC RURAL ELECTRIFICATION CORPORATION LTD. BONDS 2024	680	7165,40,140	7433,77,360
281	9.00% SEC. SAIL BONDS- XXXVIITH ISSUE- I SERIES (AX) 2024 (1	476	4943,46,389	4929,12,280
282	8.23% SEC BONDS PNB HOUSING FINANCE LTD. 2019 (09.04.2019)	920	9199,58,000	9379,64,840
283	8.98% UNSEC. POWER FINANCE CORPORATION LTD. BONDS(120A) 2024	1086	11325,19,972	11667,23,466
284	8.27% SEC RURAL ELECTRIFICATION CORPORATION LTD. BONDS 2022	150	1491,83,400	1553,92,350
285	8.14% UNSECURED NUCLEAR POWER CORPORATION STRPP SERIES- XXX(	100	996,99,100	1050,27,800
286	8.14% UNSECURED NUCLEAR POWER CORPORATION STRPP SERIES- XXX(	150	1501,32,050	1579,71,750
287	8.40% STATE BANK OF HYDERABAD BASEL III TIER-II BONDS 2025 (	220	2200,00,000	2310,21,340
288	8.32% SEC. POWER GRID BONDS LII ISSUE - STRPP C (23.12.2030)	200	2045,01,480	2104,23,600
289	8.40% STATE BANK OF MYSORE BASEL III TIER-II BONDS 2025 (31.	765	7650,00,000	8018,64,585
290	8.45% STATE BANK OF MYSORE BASEL III TIER-II BONDS 2025 (18.	160	1600,00,000	1682,32,160
291	8.23% UNSEC RURAL ELECTRIFICATION CORPORATION LTD. BONDS 202	100	969,90,200	1034,40,900
292	8.20% UNSEC. POWER FINANCE CORPORATION LTD. BONDS 2025 (10.0	225	2195,15,400	2323,95,075
293	8.27% UNSEC RURAL ELECTRIFICATION CORP. LTD. BONDS 2025 (06.	750	7639,45,550	7776,03,000
294	9.65% UNSECURED EXIM BONDS SR.R.01.2024 (04.04.2024)	4	42,53,800	44,36,488
295	8.45% STATE BANK OF TRAVANCORE BASEL III TIER-II BONDS 2026	850	8500,00,000	8806,39,950
296	8.13% UNSECURED NUCLEAR POWER CORP. STRPP SERIES- XXX(	50	502,78,350	523,25,700





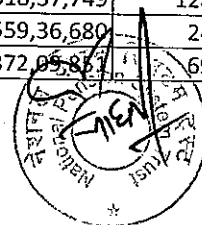
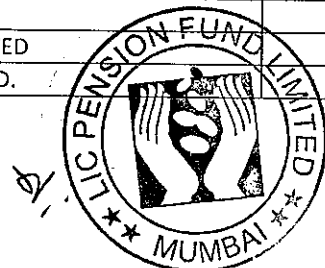
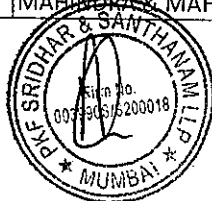
297	8.13% UNSECURED NUCLEAR POWER CORP. STRPP SERIES- XXXII(B) (	50	502,90,000	524,78,850
298	8.13% UNSECURED NUCLEAR POWER CORP. STRPP SERIES- XXXII(C) (	50	503,05,000	526,20,450
299	8.13% UNSECURED NUCLEAR POWER CORP. STRPP SERIES- XXXII(D) (	50	503,18,850	524,04,000
300	8.12% UNSECURED EXIM BONDS SR.T.02.2031 (25.04.2031)	430	4300,00,000	4488,40,450
301	8.02% UNSECURED EXIM BONDS SR.T.01.2026 (20.04.2026)	870	8700,00,000	8917,50,000
302	8.53% UNSEC. POWER FINANCE CORPORATION LTD. BONDS 2020 (24.0	250	2536,91,000	2595,98,000
303	8.17% SECURED NHPC LTD U-1 SERIES BONDS 2031 (27.06.2031)	350	3500,00,000	3649,00,900
304	7.90% UNSEC. IIFCL BONDS 2024 (28.04.2024)	120	1178,55,960	1170,87,960
305	8.11% UNSECURED EXIM BONDS SR.T.05.2031 (11.07.2031)	440	4400,00,000	4559,37,680
306	8.88% UNSECURED IFC BONDS TR. 3 STRPP 5 2031 (20.10.2031)	1400	1529,70,720	1563,61,520
307	8.06% UNSEC SUB TII RURAL ELECTRIFICATION CORP LTD BONDS 202	1205	12210,56,820	12297,13,345
308	7.55% SEC. POWER GRID BONDS LV ISSUE - 2031 (20.09.2031)	960	9600,00,000	9482,44,800
309	7.36% SEC. POWER GRID BONDS LVI ISSUE - 2026 (17.10.2026)	310	3100,00,000	3048,70,120
310	7.38% NABARD UNSECURED BONDS 2031 SERIES LTIF 1A (20.10.203	470	4749,59,200	4573,78,620
311	8.75% UNSEC RURAL ELECTRIFICATION CORP LTD BONDS 2025 (08.06	10	106,63,000	106,58,940
312	7.49% SECURED NTPC BONDS - SERIES 64 2031 (07.11.2031)	505	5050,00,000	4961,97,850
313	8.88% UNSECURED IFC BONDS TR. 3 STRPP 6 2032 (20.10.2032)	500	597,96,900	560,58,950
314	7.25% UNSECURED NUCLEAR POWER CORP. STRP SERIES- XXXII(A)(15	200	2000,00,000	1968,94,600
315	7.25% UNSECURED NUCLEAR POWER CORP. STRPP SERIES- XXXII(B)(1	200	2000,00,000	1967,12,000
316	7.25% UNSECURED NUCLEAR POWER CORP. STRPP SERIES- XXXII(C)(1	200	2000,00,000	1955,05,200
317	7.25% UNSECURED NUCLEAR POWER CORP. STRPP SERIES- XXXII(E)(1	10	100,00,000	97,40,800
318	7.37% SECURED NTPC BONDS - SERIES 66 2031 (13.12.2031)	300	3000,00,000	2941,20,600
319	7.30% NABARD UNSEC GOI BONDS 2031 SERIES LTIF A-2 (26.12.2	1000	10000,00,000	9784,83,000
320	7.16% NABARD UNSEC GOI BONDS 2032 SERIES LTIF A-3 (12.01.2	70	700,00,000	676,31,830
321	7.34% NABARD UNSEC BONDS 2032 SERIES LTIF 1C (13.01.2032)	650	6500,00,000	6302,89,400
322	7.18% UNSEC POWER FINANCE CORP LTD. GOI BONDS 2027 SERIES 15	600	6000,00,000	5883,77,400
323	7.25% UNSECURED EXIM BONDS SR.T.09-2027 (01.02.2027)	300	3000,00,000	2927,97,600
324	7.22% IREDA UNSEC GOI BONDS 2027 SERIES 1 (06.02.2027)	440	4400,00,000	4300,84,600



325	7.60% UNSEC POWER FINANCE CORP LTD. GOI BONDS 2027 SERIES 16	300	3000,00,000	3019,44,600
326	7.85% IREDA UNSEC GOI BONDS 2027 SERIES 1B (06.03.2027)	180	1800,00,000	1848,20,040
327	7.90% IWAI UNSEC GOI BONDS 2027 MOS SERIES 1 (03.03.2027)	220	2200,00,000	2266,47,300
328	7.89% SEC. POWER GRID BONDS LVIII ISSUE - 2027 (09.03.2027)	600	6000,00,000	6131,97,600
329	7.75% UNSEC POWER FINANCE CORP LTD. GOI BONDS 2027 SERIES 16	120	1200,00,000	1224,93,000
Sub Total			931387,66,209	969890,14,906

**C Equity :**

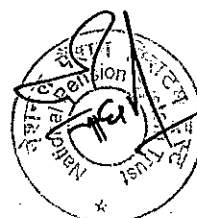
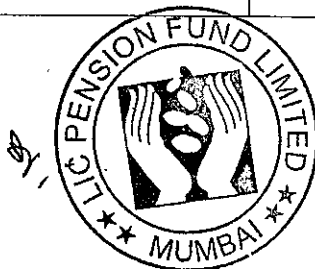
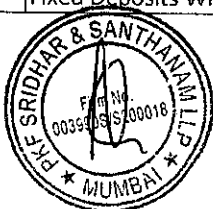
Sr No.	Security Name	Units	Book Cost (Rs.)	Market Value (Rs.)
1	OIL AND NATURAL GAS CORPORATION LTD.	36,06,744	6786,33,178	6672,47,640
2	RELIANCE INDUSTRIES LTD.	9,68,106	9005,48,720	12787,71,215
3	BHARAT PETROLEUM CORPORATION LIMITED	2,32,713	968,48,093	1512,28,543
4	TATA STEEL LIMITED	7,84,300	3218,71,179	3785,81,610
5	INFOSYS TECHNOLOGIES LTD	9,70,156	8322,55,587	9917,41,971
6	LARSEN AND TOUBRO LTD	7,49,273	10091,62,762	11800,30,048
7	GAIL INDIA	10,44,494	3036,25,108	3937,22,013
8	BHARATI AIRTEL	6,96,275	2422,75,165	2437,31,064
9	INFRASTRUCTURE DEVELOPMENT FIN CORP	43,71,861	2725,99,126	2382,66,425
10	ITC LTD	33,49,072	7373,79,638	9387,44,882
11	NTPC LTD	14,50,527	2104,55,326	2407,87,482
12	TATA POWER LTD.	36,43,432	2913,48,499	3291,84,081
13	STATE BANK OF INDIA	34,25,788	7683,59,246	10051,26,199
14	HINDUSTAN UNILEVER LTD.	5,40,797	4256,50,961	4930,71,665
15	SIEMENS LTD.	94,353	1021,59,042	1184,31,886
16	TATA MOTORS LTD.	17,96,288	7790,65,786	8368,00,765
17	AMBUJA CEMENTS LTD.	8,64,327	1881,63,477	2045,42,985
18	BHARAT HEAVY ELECTRICALS LTD	12,47,289	2351,34,110	2031,21,014
19	STEEL AUTHORITY OF INDIA LTD	7,96,214	538,91,827	488,07,918
20	POWER GRID CORPORATION OF INDIA LTD	22,67,815	3418,69,942	4474,39,900
21	RURAL ELECTRIFICATION CORPORATION LTD.	16,17,114	2096,69,837	2926,97,634
22	TATA CONSULTANCY SERVICES LTD.	2,46,247	4861,37,359	5988,23,455
23	YES BANK LTD	1,04,258	653,89,926	1612,61,062
24	INDIAN OIL CORPORATION LTD	7,95,676	1843,50,466	3079,66,396
25	AXIS BANK LIMITED	14,85,315	5635,93,683	7289,92,602
26	GRASIM INDUSTRIES LTD.	2,13,119	1426,22,357	2235,61,831
27	HOUSING DEVELOPMENT FINANCE CORPORATION LTD.	7,36,036	7703,87,893	11055,99,676
28	ASIAN PAINTS LTD.	3,38,749	2741,16,833	3636,47,052
29	ASHOK LEYLAND LTD.	17,75,778	1500,44,039	1501,42,030
30	CIPLA LTD.	6,87,159	3399,51,720	4074,50,929
31	MARUTI SUZUKI INDIA LTD.	97,508	3879,80,902	5865,78,876
32	DABUR INDIA LTD.	2,03,519	531,91,744	564,45,995
33	COLGATE PALMOLIVE (INDIA) LTD.	1,91,669	1569,87,902	1908,06,490
34	LIC HOUSING FINANCE LTD.	5,81,341	2728,95,317	3595,30,341
35	Tata Chemicals Limited	4,72,268	1838,36,757	2827,70,465
36	PETRONET LNG LTD.	1,46,864	541,42,480	592,08,222
37	IDEA CELLULAR LIMITED	10,75,534	1239,83,195	923,34,594
38	HDFC BANK LIMITED	8,92,058	8618,37,749	12868,38,268
39	HINDALCO INDUSTRIES LIMITED	12,77,867	1559,36,680	2492,47,958
40	MAHINDRA & MAHINDRA LTD.	5,36,636	6372,95,871	6905,96,868



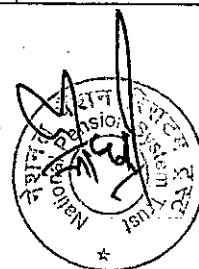
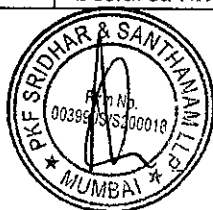
41	DR. REDDYS LABORATORIES LTD.	87,210	2212,97,546	2295,67,244
42	COAL INDIA LIMITED	14,94,645	4633,24,609	4374,07,859
43	BAJAJ AUTO LTD.	1,07,167	2278,32,226	3006,51,660
44	BANK OF BARODA	13,28,739	2037,21,101	2298,05,410
45	SUN PHARMACEUTICALS INDUSTRIES LTD.	10,18,352	6942,62,351	7007,78,929
46	ACC LTD.	75,281	1063,94,972	1088,60,090
47	HERO MOTOCORP LTD.	49,795	1241,90,252	1604,37,000
48	UltraTech Cement Limited	81,206	2240,89,901	3235,85,609
49	HCL TECHNOLOGIES LTD.	2,62,565	1934,81,822	2296,78,734
50	Apollo Tyres Limited	1,15,000	202,08,757	240,00,500
51	MRF LTD.	645	66,41,391	393,15,620
52	INDUSIND BANK LTD.	4,01,893	3517,74,224	5727,57,809
53	KOTAK MAHINDRA BANK LTD.	8,22,446	5545,67,555	7173,37,401
54	LUPIN LTD.	2,31,311	3530,55,632	3342,90,657
55	TATA GLOBAL BEVERAGES LTD.	10,38,555	1425,30,072	1563,54,455
56	GLENMARK PHARMACEUTICALS LTD.	1,50,537	1312,01,307	1282,72,578
57	WIPRO LIMITED	6,40,852	2704,36,432	3304,87,376
58	TECH MAHINDRA LIMITED	6,93,208	2427,83,461	3182,86,453
59	CANARA BANK	3,72,630	1054,83,276	1128,13,733
60	EXIDE INDUSTRIES LTD.	5,15,189	787,18,420	1155,82,652
61	ICICI BANK LTD.	38,14,545	9968,83,721	10560,56,783
62	POWER FINANCE CORPORATION LTD.	17,80,514	2174,68,405	2597,76,993
63	AUROBINDO PHARMA LIMITED	4,58,871	3278,48,986	3098,29,699
64	FEDERAL BANK LIMITED	10,34,448	698,70,057	946,00,270
65	UPL LTD. (FORMERLY UNITED PHOSPHORUS LTD.)	1,33,323	876,29,454	969,12,489
66	NMDC LTD	7,18,941	1035,74,802	956,91,047
67	ZEE ENTERTAINMENT LTD	2,40,000	1044,19,724	1285,32,000
68	IDFC BANK LTD	15,07,287	1245,88,987	893,82,119
69	BRITANIA INDUSTRIES LTD	24,941	699,60,523	841,50,934
70	CASTROL INDIA LTD	4,36,826	1773,74,077	1888,83,562
71	BHARTI INFRA TEL LTD	45,000	150,03,572	146,65,500
72	MOTHERSON SUMI SYSTEMS LIMITED	3,36,000	1069,54,355	1249,58,400
73	HINDUSTAN ZINC LTD	75,000	218,94,298	216,60,000
77	SBI BLUECHIP FUND DIRECT GROWTH	819,80,537	25577,55,000	28376,16,933
78	BIRLA SUN LIFE FRONTLINE EQUITY FUND GROWTH DIRECT PLAN	149,81,661	27000,00,000	29936,35,528
79	FRANKLIN INDIA BLUECHIP FUND DIRECT GROWTH	20,96,848	8500,00,000	8882,34,715
80	KOTAK SELECT FOCUS FUND	774,81,100	21400,00,000	23071,54,706
Sub Total			302527,84,728	357458,93,492

D	Mutual Fund :			
Sr No.	Security Name	Units	Book Cost (Rs.)	Market Value (Rs.)
1	LIC NOMURA MF LIQUID FUND DIRECT GROWTH	607845.4308	17919,63,569	17920,75,429
2	RELIANCE CASH PLAN GROWTH DIRECT	438915.1859	11504,61,297	11518,60,704
3	UTI MONEY MARKET INSTN GROWTH DIRECT	480198.4192	8753,98,741	8757,18,265
Sub Total			38178,23,607	38196,54,397

E	Fixed Deposits With Banks			
Sr No.	Security Name	Units	Book Cost (Rs.)	Market Value (Rs.)
1	Fixed Deposits With Banks	-	18954,60,685	18954,60,685



Key Statistics			
LIC Pension Fund Limited			
Name of the Scheme: State Government Scheme			
S. No.	Particulars	As at March 31, 2017	As at March 31, 2016
1	NAV Per Unit (Rs.)*		
	Open	18.9236	17.8620
	High	21.6342	18.9238
	Low	18.9629	17.6425
	End	21.4375	18.9238
2	Closing Assets Under Management (Rs. In Lakhs)		
	End	2,818,830.61	1,911,986.33
	Average (AAUM)	2,397,847.15	1,553,692.91
3	Gross income as % of AAUM	7.60	7.90
4	Expense Ratio		
a	Total Expense as % of AAUM (Scheme wise)	0.17	0.26
b	Management Fee as % of AAUM (Scheme Wise)	0.01	0.01
5	Net Income as a percentage of AAUM	7.42	7.64
6	Portfolio turnover ratio	0.08	0.04
7	Returns (%)* Compounded Annualised Yield		
	a. Last One Year		
	Benchmark (NPS-Government Pattern Index)	12.83%	6.36%
	b. Since inception		
	Benchmark (NPS-Government Pattern Index)	9.20%	8.67%
	c. Compounded annualised yield (%)		
	Last 1 Year	13.33%	5.97%
	Last 3 Years	12.76%	10.01%
	Last 5 Years	11.34%	10.00%
	Since Launch of the scheme (25-June-2009)	10.31%	9.88%
* Declared NAV; Returns calculated based on declared NAV			



**INDEPENDENT AUDITOR'S REPORT**

**TO**

**THE TRUSTEES,**

**NATIONAL PENSION SYSTEM TRUST (NPS Trust)**

***Report on Financial Statements***

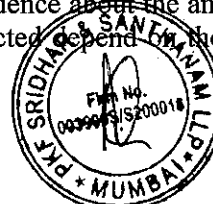
1. We have audited the accompanying financial statements of Scheme 03: **NPS Trust A/c – LIC Pension Fund Scheme NPS Lite Govt. Pattern under the National Pension System Trust (NPS Trust)** managed by LIC Pension Fund Ltd. (PFM) [in terms of clause 3 of PFRDA (preparation of Financial Statements) Guidelines 2012] which comprises of the Balance sheet as at March 31, 2017 and the Revenue account for the year then ended, and a summary of significant accounting policies and other explanatory information.

***Management's Responsibility for the Financial Statements***

2. The Board of Directors of the PFM, in accordance with the applicable Pension Fund Regulatory and Development Authority (PFRDA) Guidelines and the Investment Management Agreement (IMA) with the National Pension System trust (NPS Trust) is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Scheme in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Companies Act, 2013 read with the Rule 7 of the Companies (Accounts) Rule 2014, to the extent made applicable by PFRDA to Scheme. This responsibility also includes maintenance of records in accordance with PFRDA guidelines for safeguarding of the assets of the Company and preventing frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. These financial statements are also approved by the NPS Trust on the recommendation of the Board of Directors of the PFM.

***Auditor's Responsibility***

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's



judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the PFM's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by PFM, as well as evaluating the overall presentation of the financial statements.

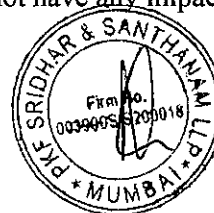
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Opinion***

6. In our opinion and to the best of our information and according to the explanations given to us the financial statements give the information required by the PFRDA (Preparation of Financial Statements and Auditor's Report of schemes under National Pension System) Guidelines 2012, and give a true and fair view in conformity with the accounting principles generally accepted in India:
- i) in the case of the Balance Sheet, of the state of affairs of the Scheme as at March 31, 2017;
  - ii) in the case of the Revenue Account, of the surplus of the Scheme for the period ended on that date; and

### ***Emphasis of Matter***

7. As explained in Note No. 7K giving background of the Scheme regarding unbundled architecture, the PFM receives consolidated funds and does not have access to the individual subscribers' data. However, based on the individual subscribers' data and break-up of balance in bank accounts provided to us by the CRA, without modifying our opinion, we invite attention to the following:
- a) Rs. 2,00,16,144 /- is lying with Trustee Bank as on 31<sup>st</sup> March, 2017 (Previous Year: 77,92,224/-the units in respect of which have been allotted in the next financial year on receipt of funds by the PFM. This does not have any impact on the surplus for the period; though the subscription received pending allotments as well as balances with bank are understated by the said amount.
  - b) Rs 15,11,652 is lying in the withdrawal account with trustee bank as on 31<sup>st</sup> March 2017. As explained by CRA, the same pertains to subscriber/nodal office for the withdrawals executed/erroneous requests processed by either by CRA/ Nodal Offices. The said amount could not be transferred to the recipients due incorrect bank account details/invalid bank details, etc. This does not have any impact on the surplus for the year.



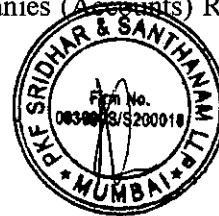
- c) As informed by CRA, Rs 93,93,380 pertaining to all PFMs & all schemes and cannot be identified PFM wise or scheme wise, is lying with the Trustee Bank on account of the following:

Particulars	(Rs)
Amount pertaining to subscriber/nodal office for the withdrawals executed/erroneous requests processed by either by CRA/ Nodal Offices (Part of the amount is yet to be transferred to the beneficiary ex: transaction with multiple nominees)	48,80,246
Amount received from Bank of India (these funds have been received from Bank of India, erstwhile Trustee Bank, and it is not yet reconciled)	36,910
Surplus for PFRDA instructions	16,172
Amount received from ASPs (The cases wherein the funds were sent to ASPs and subsequently, the subscriber has cancelled the Annuity as the subscriber during the free look period.)	44,59,705
Pay-in residual	347
<b>Total</b>	<b>93,93,380</b>

Above amounts do not have any impact on the surplus for the year.

#### ***Report on Other Legal and Regulatory Requirements***

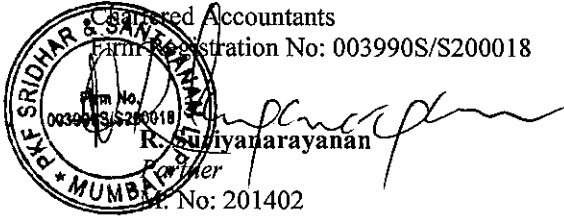
8. As required by the PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012, as amended we report that:
- We have obtained all information and explanations which to the best of our knowledge and belief were necessary for the purpose of the audit,
  - The Balance Sheet and Revenue account of the Scheme are in agreement with the books of account of the Scheme,
  - In our opinion, proper books of account of the scheme, as required by the PFRDA has been maintained by the PFM so far as appears from our examination of those books.
  - All transactions expenses in excess of the limits contractually agreed to/approved by the Authority are borne by the Pension Fund (if any) and are not charged to the NAV of the Scheme
  - In our opinion the Balance Sheet and Revenue account of the Scheme dealt with by this report comply with the Accounting Standards notified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rule, 2014 to the extent made applicable by PFRDA



9. We further certify that

- a) Investments has been valued in accordance with the guidelines issued by the Authority *except for the variance set out in Significant Accounting policies in Note 7D.*
- b) Transaction and claims/fee raised by different entities are in accordance with the prescribed fees

For PKF SRIDHAR & SANTHANAM LLP



Mumbai:

13<sup>th</sup> July, 2017



**NATIONAL PENSION SYSTEM TRUST**

**NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - NPS LITE GOVERNMENT PATTERN**

**BALANCE SHEET AS AT MARCH 31, 2017**

	Schedules	As at March 31, 2017 ₹	As at March 31, 2016 ₹
<b>Liabilities</b>			
Unit Capital	1	3,851,628,276	3,497,995,833
Reserves and Surplus	2	3,745,007,461	2,576,046,092
Current Liabilities and Provisions	3	104,711,184	2,906,939
<b>Total</b>		<b>7,701,346,921</b>	<b>6,076,948,864</b>
<b>Assets</b>			
Investments	4	7,472,567,256	5,864,518,983
Deposits	5	40,000,000	40,000,000
Other Current Assets	6	188,779,665	172,429,881
<b>Total</b>		<b>7,701,346,921</b>	<b>6,076,948,864</b>
(a) Net assets as per Balance Sheet		7,596,635,737	6,074,041,925
(b) Number of Units outstanding		385,162,828	349,799,583

**Significant Accounting Policies and Notes to Accounts**

7

This is the Balance Sheet referred to in our report of even date.

For PKF SRIDHAR & SANTHANAM LLP

Chartered Accountants

Firm Regd. No. - 0039905/S200018

Member No. - 201402

Partner

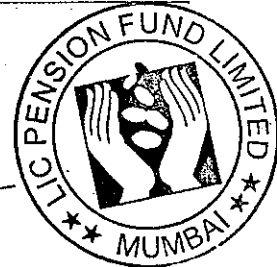
Date: 13<sup>th</sup> 5 0 17, 2017

Place: Mumbai

For LIC Pension Fund Ltd

*Bandyopadhyay*  
MD & CEO

*Director*  
Director



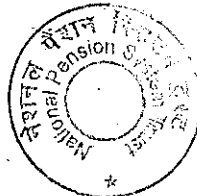
For and on Behalf of NPS Trust

*Shailesh V. Haribhakti*

Shailesh V. Haribhakti  
(Chairman, NPS Trust Board)

Date: 13 JUL 2017

Place: Mumbai



*Kamal Chaudhry*

Kamal Chaudhry  
(Chief Executive Officer)

NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - NPS LITE GOVERNMENT PATTERN

REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2017

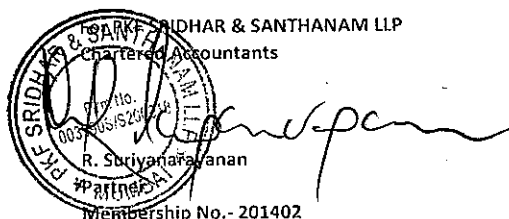
Particulars	Year ended March 31, 2017 ₹	Year ended March 31, 2016 ₹
<b>Income</b>		
Dividend	10,169,219	9,780,023
Interest	493,006,469	397,736,638
Profit on sale/redemption of investments	55,155,787	32,221,353
Profit on inter-scheme transfer/sale of investments	-	-
Unrealized gain on appreciation in investments	327,097,481	-
Other income	-	-
- Miscellaneous Income	-	-
<b>Total</b>	<b>885,428,956</b>	<b>439,738,014</b>
<b>Expenses and Losses</b>		
Unrealized losses in value of investments	-	101,348,035
Loss on sale/redemption of investments	7,647,697	25,503,391
Loss on inter-scheme transfer/sale of investments	-	-
Management fees (including service Tax)	831,114	624,774
NPS Trust fees	708,998	236,296
Custodian fees	283,301	427,263
CRA Fees	43,179,630	41,632,418
Less: Amount recoverable on sale of units on account of CRA Charges	(43,179,630)	(41,632,418)
Trustee Bank's fees	-	-
Depository and settlement charges	68,913	15,809
Provision for Non-performing assets	-	-
Other Expenses, if any	1	-
<b>Total</b>	<b>9,540,024</b>	<b>128,155,568</b>
<b>Surplus/(Deficit) for the year</b>	<b>875,888,932</b>	<b>311,582,446</b>
Less: Amount transferred to Unrealised appreciation account	327,097,481	-
Less: Amount transferred to General Reserve	548,791,451	311,582,446
Amount carried forward to Balance Sheet	-	-

Significant Accounting Policies and Notes to Accounts

7

This is the Revenue Account referred to in our report of even date.

For LIC Pension Fund Ltd



*[Signature]*  
MD & CEO,

*[Signature]*  
Director



Date: 13th July, 2017  
Place: Mumbai

Date:  
Place: Mumbai

For and on Behalf of NPS Trust

*[Signature]*  
Shailesh V. Haribhakti  
(Chairman, NPS Trust Board)

*[Signature]*  
Kamal Chaudhry  
(Chief Executive Officer)

Date: 13 JUL 2017  
Place: Mumbai



NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - NPS LITE GOVERNMENT PATTERN

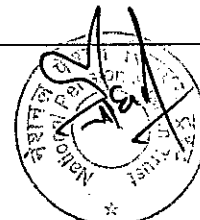
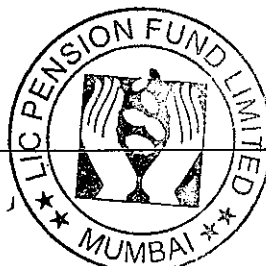
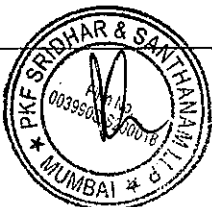
NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2017

Schedule 1	As at March 31, 2017	As at March 31, 2016
	₹	₹
<b>Unit Capital</b>		
<b>Initial Capital*</b>		
Outstanding at the beginning of the year	3,497,995,833	2,834,280,980
Add :Units issued during the year	512,034,064	702,364,083
Less: Units redeemed during the year	158,401,621	38,649,230
Outstanding at the end of the year	3,851,628,276	3,497,995,833
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>		
Outstanding units at the beginning of the year	349,799,583	283,428,098
Add :Units issued during the year	51,203,406	70,236,408
Less: Units redeemed during the year	15,840,162	3,864,923
Outstanding Units at the end of the year	385,162,828	349,799,583

Schedule 2	As at March 31, 2017	As at March 31, 2016
	₹	₹
<b>Reserves and Surplus</b>		
<b>Unit Premium Reserve</b>		
Opening Balance	1,369,746,766	926,418,547
Add: Premium on Units issued	436,217,726	481,189,585
Less: Premium on Units redeemed	143,145,289	37,861,366
Closing Balance	1,662,819,203	1,369,746,766
<b>General Reserve</b>		
Opening Balance	895,120,177	583,537,731
Add: Transfer from Revenue Account	548,791,451	311,582,446
Closing Balance	1,443,911,628	895,120,177
<b>Unrealised Appreciation Account</b>		
Opening Balance	311,179,149	311,179,149
Add: Transfer from Revenue Account	327,097,481	-
Closing Balance	638,276,630	311,179,149
<b>Total</b>	<b>3,745,007,461</b>	<b>2,576,046,092</b>

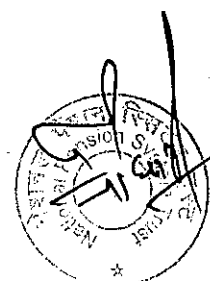
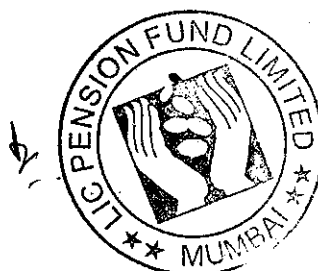
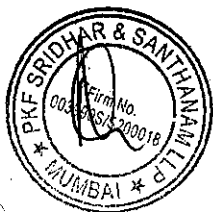
Schedule 3	As at March 31, 2017	As at March 31, 2016
	₹	₹
<b>Current Liabilities and Provisions</b>		
<b>Current Liabilities</b>		
Provision for interest overdue	-	-
Redemption Payable	100,039,278	2,277,578
Contract for Purchase of Investments	-	-
TDS Payable	18,365	-
Interest received in advance	3,919,000	-
Sundry Creditors for expenses	734,541	629,361
	<b>104,711,184</b>	<b>2,906,939</b>



Schedule 4	As at March 31, 2017 ₹	As at March 31, 2016 ₹
<b>Investments (Long Term and Short Term)</b>		
Equity Shares	1,016,267,200	550,888,414
Debentures and Bonds Listed/Awaiting Listing	2,695,780,566	2,014,994,239
Central and State Government Securities (including treasury bills)	3,631,519,557	3,226,985,442
Commercial Paper		
Others - Mutual Fund Units	128,999,933	71,650,888
- Certificates of Deposit		
Non Convertible Debentures classified as Non performing investment	-	-
Less: Provision on Non performing investment	-	-
<b>Total</b>	<b>7,472,567,256</b>	<b>5,864,518,983</b>

Schedule 5	As at March 31, 2017 ₹	As at March 31, 2016 ₹
<b>Deposits</b>		
Deposits with Scheduled Banks	40,000,000	40,000,000
	<b>40,000,000</b>	<b>40,000,000</b>

Schedule 6	As at March 31, 2017 ₹	As at March 31, 2016 ₹
<b>Other Current Assets</b>		
Outstanding and accrued Income	184,807,844	161,673,762
Balance with Trustee Bank	3,956,852	10,742,675
Interest due on NPA A/c	-	-
Application Pending Allotment (Equity)	-	-
Contract for sale of investments	-	-
Tax Receivable	13,107	13,107
Brokerage receivable from LIC Pension Fund Ltd.	1,862	337
	<b>188,779,665</b>	<b>172,429,881</b>



# National Pension System Trust

## SCHEME 03 : NPS TRUST A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME NPS LITE

### Background

The Central Government had introduced the National Pension System (NPS) with effect from January 1, 2004 (except for armed forces). Pension Fund Regulatory and Development Authority (PFRDA), the regulatory body for NPS, finalized the architecture and appointed NSDL and Karvy Computershare Private Limited as Central Recordkeeping Agencies (CRAs), other entities for National Pension System and appointed LIC Pension Fund Ltd (LICPFL) as one of the Fund manager for the Scheme.

LICPFL has entered into an Investment Management Agreement ('IMA') with NPS. The Pension Fund Regulatory and Development Authority ('PFRDA') guidelines require each PFM to manage subscribers' funds made available to it by the Trustee bank. However, the responsibility of maintaining individual subscriber's records is not with PFM and is managed by the CRA. The CRAs do not furnish any subscribers level data to the PFM and provide only consolidated subscribers data of cash inflow for units to be allotted and number of units to be redeemed to PFM. The PFM makes investments as per the requirements of IMA and the scheme wise flow of funds from CRAs.

In NPS Lite scheme, the people forming part of the low income groups are represented through their organizations known as "Aggregators" who facilitate in subscriber registration, transfer of pension contributions and subscriber maintenance functions. The contributed funds are then invested in earmarked investment schemes through Pension Fund Managers.

### Note 7: Significant Accounting Policies and Notes to Accounts

#### Significant Accounting Policies

##### A. Basis of accounting

The financial statements have been prepared to comply with the PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012, Accounting Standards notified under Section 133 of the Companies Act, 2013 to the extent made applicable by PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012 and generally accepted accounting principles. These financial statements have been prepared on an accrual basis.

##### B. Investments

- (i) Transactions for purchase or sale of Investments in Government securities, Non Convertible Bonds/Debentures, Equity shares, Fixed Deposits and Mutual Funds



units are recognized as of the trade date except in case of subscriptions to Private/Public Offerings of debts which are recognized on allotment.

- (ii) In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed
- (iii) The cost of investments acquired or purchased includes applicable taxes and stamp charges but exclude brokerage and other transactional charges
- (iv) In respect of privately placed debt instruments, any front-end discounts offered are reduced from the cost of the investment.
- (v) Investments are reconciled with the custodian records on daily basis.
- (vi) Rights / Bonus entitlements, if any, are accounted on ex-right/ ex-bonus date of the principal stock exchange

#### C. Investment Valuation

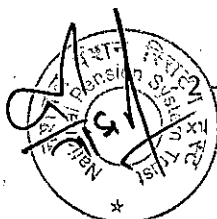
The below mentioned valuation of investment is carried out by Stock Holding Corporation of India as per the tripartite agreement among NPS Trust, LIC Pension Fund Limited and Stock Holding Corporation of India Ltd. Any deviations from the guidelines issued by PFRDA are mentioned in point 'D'.

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

- i. Equity securities are valued at the daily close price on the National Stock Exchange.
- ii. Debt securities (other than government securities) are valued at the NSE weighted average traded price on that day.
- iii. Money market instruments like commercial paper and certificate of deposit with residual maturity of up to 60 days; valued at the weighted average price at which they are traded on the particular valuation day. When such securities are not traded on a particular valuation day then they are valued at amortized cost.
- iv. Government securities are valued at aggregated prices received daily from independent valuation agencies i.e. CRISIL and ICRA.
- v. Investments in mutual fund schemes are valued based on the latest available/previous day's net asset value from AMFI website.

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

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



i. Equity instruments shall generally be 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.

ii. Debt securities not traded on a valuation day :

- a. With residual maturity over 60 days are valued on a yield to maturity basis, based on average of spreads provided by CRISIL and ICRA.
- b. With residual maturity up to 60 days are valued at last traded price plus the difference between the redemption value and last traded price, spread uniformly over remaining maturity period of the instrument.

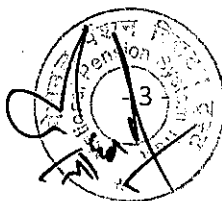
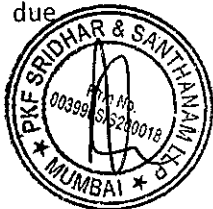
iii. Performing non government debt securities below Investment Grade of BBB- are valued at a discount of 25% to Face Value

**D. The valuation Policy of the Scheme, as advised by SHCIL, is at variance with PFRDA guidelines. The details of the variation are as under:**

PFRDA Guidelines :	Valuation Policy :
<b>1. Securities traded at a stock exchange:</b> Debt securities (other than government securities) are valued at the last quoted closing price on the Principal exchange on which the security is traded.	Debt securities (other than government securities) are valued at the NSE weighted average traded price on that day.
<b>2. Securities not traded at a stock exchange :</b> When a debt security (Other than government Security ) is not traded on any stock exchange on a particular valuation date, the value at which was traded on any other stock exchange on the earliest previous day is used, provided that such day is not more than 15 days.	<ol style="list-style-type: none"> <li>a. With residual maturity over 60 days are valued on a yield to maturity basis, based on average of spreads provided by CRISIL and ICRA.</li> <li>b. With residual maturity up to 60 days are valued at last traded price plus the difference between the redemption value and last traded price, spread uniformly over remaining maturity period of the instrument.</li> </ol>
<b>3. Valuation of G-sec at YTM based on prevailing market prices.</b>	Government securities are valued at aggregated prices received daily from independent valuation agencies i.e. CRISIL and ICRA.

**E. Non Performing Investments:**

Investments are classified as non-performing based on PFRDA (Identification, Income Recognition and Provisioning of NPA) Guidance Note 2013. An Investment is regarded as non-performing if interest / principal or both amounts have not been received or remained outstanding for one quarter from the day such income/instrument has fallen due



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

Period past due from the date of classification of assets as NPA	% Provision On Book Value
3 months	50%
6 months	75%
9 months	100%

On classification of the instrument as NPA no further interest is accrued on the investment and a provision for all interest accrued is made.

#### Re-schedulement of NPA:

In case any issuer of debt security defaults in the payment of interest and installment of principal, if any, and the pension fund has accepted re-schedulement of NPA, it may be reclassified as performing asset, if next two coupons/ installments of principal, if applicable, is regularly serviced as rescheduled.

Written – back of provisioning of interest: Upon reclassification of assets as performing assets

- i) In case an issuer has fully cleared all the arrears of interest, the interest provision can be written back in full.

Written – back of provisioning of principal: The provision made for the principal can be written back in the following manner:

- i) 100 % of the assets provided for in the books will be written back at the end of second calendar quarter, where the provision of principal was made due to the interest defaults only.
- ii) 50 % of the assets provided for in the books will be written back at the end of second calendar quarter and 25 % after every subsequent quarter, where both principal and interest were in default earlier.

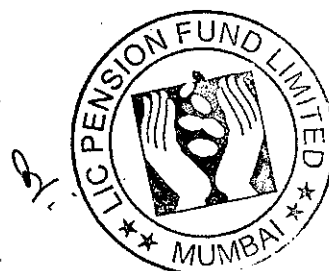
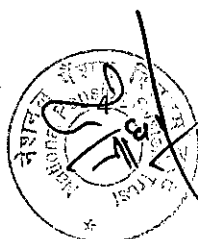
#### F. Income Recognition:

##### (i) Interest Income

In respect of all interest-bearing investments, income is accrued on a daily basis. Interest paid for the period from the last interest date up to the date of purchase is not treated as a cost of purchase but debited to Interest Recoverable Account. Similarly interest received at the time of sale for the period from the last interest date up to the date of sale is not treated as an addition to sale value but is credited to Interest Recoverable Account. Interest on Non-Performing Investments is not recognized in the Revenue Account till received.

##### (ii) Dividend Income

Dividend income is recognized on "Ex-dividend" date,





**G. Expenses**

All allowable expenses and incomes accrued up to the valuation date are considered for computation of Net asset value. Major expenses like Investment Management Fees and NPS Trust Fees are accrued on a daily basis.

**H. Taxes**

All taxes which are leviable and actually paid are charged to the NAV of the Fund and are borne by the Subscriber. Any subsequent refund on this account, if any, is added to the scheme/fund as income.

**I. Unit Capital and Unit Premium Reserve**

Unit Capital is tallied with CRA records on daily basis. Difference between the issue/redemption price and face value of the units is credited / debited to unit premium reserve.

**J. Computation of the Net Asset Value (NAV):** The NAV of the units is determined by dividing the net assets including investments recognized and valued as per the accounting policies by the number of outstanding units on the valuation date.

**K. As per the unbundled architecture of National Pension Scheme, unit allocations and redemptions are accounted by PFM on the basis of consolidated data received from the Central Record Keeping Agency.**

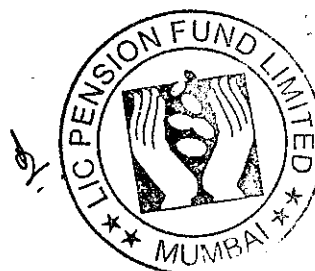
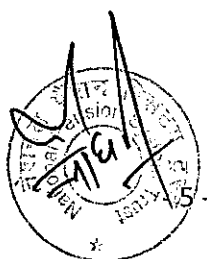
**L. Investment Management Fees:**

As per the terms of the Investment Management Agreement entered between National Pension System Trust and LIC Pension Fund Limited management fees is calculated as a percentage of schemes daily closing net asset value.

**Notes to Accounts**

**I. Investment in Group Company and Associates:**

Particulars	March 31, 2017	March 31, 2016
Name of the Group Company/Associate	LIC Housing Finance Ltd.	LIC Housing Finance Ltd.
Amount Invested by the scheme (Rs.)	9,48,76,519	8,83,49,888
Market value (Rs)	10,02,95,410	8,98,41,196
Aggregate investment by all scheme (Rs.)	6,23,92,46,100	5,98,55,92,409



**II. Details of Custodian Fees paid or payable to Stock Holding Corporation of India Limited  
(A Company in which sponsor of LIC Pension Fund Limited has substantial interest)**

Particulars	March 31, 2017	March 31, 2016
Name of Sponsor of LIC PFL	LIC of India	LIC of India
Name of the company in which sponsor has substantial interest	Stock Holding Corporation of India Ltd.	Stock Holding Corporation of India Ltd.
No of shares held	31,50,000	31,50,000
% of Share Holding	14.97 %	14.97 %
Amount Paid/ Payable (Rs.)	2,83,301	4,27,263

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

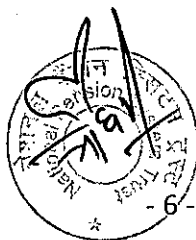
Particulars	March 31, 2017	March 31, 2016
Aggregate Value of purchase (except liquid funds) (Rs.)	1,67,91,54,894	2,05,12,96,854
%	23.68 %	38.16 %

Particulars	March 31, 2017	March 31, 2016
Aggregate Value of sales (except liquid funds) (Rs.)	49,70,22,953	42,99,88,028
%	7.01 %	8.00 %

**IV. Total Value of investment falling under each major industry group (which constitute not less than 5% of total investment related to that classification)**

**Equity Group:**

Particulars	March 31, 2017		March 31, 2016	
	Amount of Investment (Rs.)	%	Amount of Investment (Rs.)	%
Monetary intermediation of banks	2332,64,471	22.95%	12,25,60,116	22.25%
Writing, modifying, test of computer	864,82,168	8.51%	7,04,93,126	12.80%
Manufacture of alopactic pharmaceut	676,96,191	6.66%	3,52,66,945	6.40%
Activity granting credit for house	308,27,220	3.03%	2,94,08,195	5.34%
Total amount invested in Equity Shares	1,01,62,67,200		55,08,88,414	



## Corporate Bonds & Debentures

Particulars	March 31, 2017		March 31, 2016	
	Amount of Investment (Rs.)	%	Amount of Investment (Rs.)	%
Monetary intermediation of banks	70,79,96,407	26.26%	55,54,23,111	27.75 %
Other Credit Granting	55,59,25,432	20.62%	34,99,77,366	17.49 %
Activity granting credit for house	42,68,00,319	15.83%	34,78,35,366	17.38%
Fin.serv except insurance & pension	28,70,28,451	10.65%	26,96,56,352	13.47%
Other monetary intermediation serv	20,98,74,558	7.79%	10,45,91,844	5.23 %
Total amount invested in Corporate Bonds & Debentures	2,69,57,80,566		2,00,12,44,239	

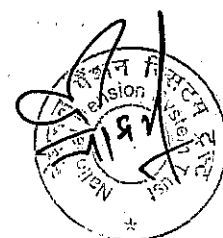
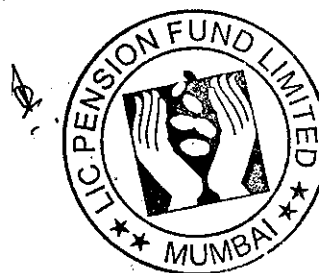
V. Aggregate value of Non Traded investment valued in good faith at the end of the year:

### Non Convertible Bond & Debentures:

Particulars	March 31, 2017	March 31, 2016
Aggregate value of Non traded Investment (Rs.)	144,61,41,455	100,47,32,867
% to Net Assets Value	19.04 %	16.54 %

VI. Contingent Liability as on 31<sup>st</sup> March, 2017 is NIL. (Previous Year – NIL).

VII. Figures have been rounded off to the nearest rupee. Previous year figures have been regrouped and rearranged, wherever necessary.



Scheme 03 : NPS TRUST A/C LIC PENSION FUND  
SCHEME NPS LITE

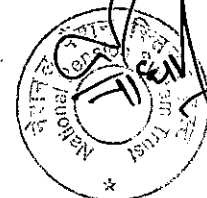
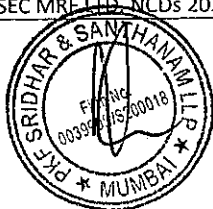
Schedule Annexed to and forming part of Financial Statements as on 31.03.2017

A G Sec :

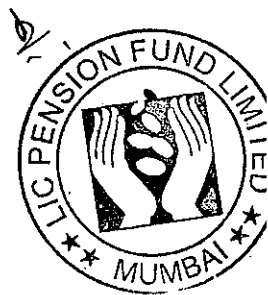
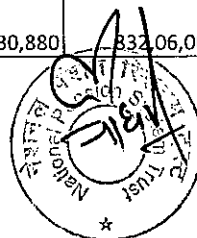
Sr No.	Security Name	Face Value (Rs.)	Book Cost (Rs.)	Market Value (Rs.)
1	G-SEC 2036 -8.33% (7.6.2036)	1024,80,000	974,78,125	1117,03,200
2	G-SEC 8.28% 2032 (15.2.2032)	295,00,000	286,32,800	317,42,649
3	8.24% GSEC 2027	2608,10,000	2445,38,267	2791,41,031
4	8.32% G-SEC 2032 (02.08.2032)	1287,20,000	1207,87,387	1393,29,617
5	8.26% G-SEC 2027 (02.08.2027)	255,30,000	248,43,307	273,37,754
6	10.03% G-SEC 2019 (09-08-2019)	10,00,000	11,15,800	10,74,716
7	8.36% KERALA SDL 2021 (16.03.2021)	5,40,000	5,40,486	5,58,199
8	8.36% GUJARAT SDL 2021 (16.03.2021)	5,00,000	5,01,100	5,17,707
9	8.36% PUNJAB SDL 2021 (8.04.2021).	25,00,000	24,94,750	25,85,890
10	8.51% GUJARAT SDL 2021 (17.02.2021)	25,00,000	25,18,750	25,99,213
11	8.28% G-SEC 2027 (21.09.2027)	2594,20,000	2433,55,167	2787,46,790
12	9.15% G-SEC 2024 (14.11.2024)	300,30,000	315,51,978	335,13,480
13	8.83% G-SEC 2041 (12.12.2041)	1939,20,000	1978,07,537	2215,53,600
14	8.97% G-SEC 2030 (05.12.2030)	1224,50,000	1278,94,380	1389,56,995
15	8.33% G-Sec 2026 (09.07.2026)	560,00,000	551,02,050	601,99,944
16	8.20% G-SEC 2025 (24.09.2025)	278,00,000	263,72,878	295,62,520
17	8.65% KERALA SDL 2023 (09.01.2023)	30,00,000	30,02,100	31,46,916
18	8.80% TAMILNAD SDL 2022 (25.10.2022)	221,90,000	225,62,148	236,15,020
19	8.30% G-SEC 2042 (31.12.2042)	1757,00,000	1665,47,127	1914,32,002
20	8.95% MAHARASHTRA SDL 2022 (7.03.2022)	100,00,000	102,28,000	106,48,590
21	8.90% MAHARASHTRA SDL 2022 (21.11.2022).	151,60,000	155,45,413	162,18,774
22	8.88% HARYANA SDL 2022 (22.02.2022)	140,00,000	144,08,800	148,37,830
23	8.25% ANDHRA PRADESH SDL 2023 (25.04.2023)	100,00,000	100,15,000	103,29,740
24	8.24% GUJARAT SDL 2023 (25.04.2023)	100,00,000	100,09,000	103,39,680
25	8.10% KERALA SDL 2023 (8.05.2023)	100,00,000	100,04,000	102,48,230
26	8.11% PUNJAB SDL 2023 (8.05.2023)	100,00,000	100,11,000	102,50,610
27	8.09% RAJASTHAN SDL 2023 (08.05.2023)	100,00,000	100,02,000	102,53,180
28	8.10% TAMIL NADU SDL 2023 (8.05.2023)	100,00,000	100,03,000	102,61,880
29	9.20% G-SEC 2030 (30.09.2030)	2219,50,000	2345,73,923	2568,39,430
30	9.23% G-SEC 2043 (23.12.2043)	3147,40,000	3512,49,574	3751,70,080
31	8.60% GSEC 2028 (02.06.2028)	1274,20,000	1360,17,673	1396,14,094
32	8.17% G-SEC 2044 (01.12.2044)	3787,60,000	3912,17,253	4079,24,520
33	8.24% GSEC 2033 (10.11.2033)	180,00,000	180,18,900	193,42,800
34	8.13% G-SEC 2045 (22.06.2045)	814,90,000	833,78,384	879,68,455
35	9.35% MAHARASHTRA SDL 2024 (30.01.2024)	135,00,000	144,04,050	147,31,038
36	7.73% G-SEC 2034 (19.12.2034)	1553,00,000	1524,75,200	1604,28,783
37	7.88% GSEC 2030 (19.03.2030)	2018,00,000	2063,21,140	2108,81,000
38	7.59% G-SEC 2026 (11.01.2026)	447,00,000	442,71,205	468,45,600
39	8.88% WEST BENGAL SDL 2026 (24.02.2026)	20,00,000	20,27,800	21,60,454
40	7.59% G-SEC 2029 (20.03.2029)	2142,50,000	2171,97,523	2191,24,188
41	6.97% GSEC 2026 (06.09.2026)	96,00,000	96,72,000	97,83,360
Sub Total			33586,96,975	36315,19,557

B Debt :

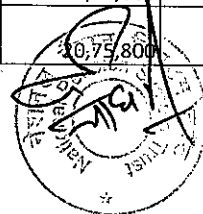
Sr No.	Security Name	Units	Book Cost (Rs.)	Market Value (Rs.)
1	8.46% SECURED NCDS HDFC LTD. 2026 (24.06.2026)	1	103,10,350	105,43,950
2	8.80% UNSEC IDFC BANK LTD. NCDs 2025 (21.07.2025)	1	9,56,000	10,69,385
3	10.00% DEWAN HOUSING FINANCE CORPORATION NCDs 2017 (24.09.20)	105	103,78,550	106,67,570
4	10.09% SEC MRE LTD. NCDs 2020 (27.05.2020)	10	99,85,000	107,95,760



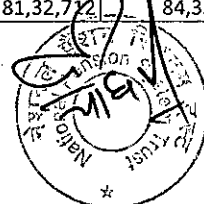
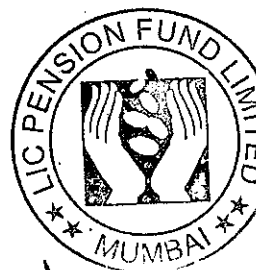
5	10.70% UNITED PHOSPHORUS LTD NCDs 2026 (06.07.2026)	10	100,30,000	110,46,630
6	10.25% RELIANCE GAS & TRANSPORTATION INFRASTRUCTURE NCDs 202	10	99,88,000	110,37,550
7	10.50% SEC RELIANCE CAPITAL LTD. NCDs 2018 (21.12.2018)	10	100,00,000	103,77,690
8	10.50%SEC Reliance Infrastructure Ltd NCD 26.7.2018	10	100,00,000	101,95,010
9	9.87% TATA SONS NCDs 2017 (16.04.2017)	10	100,00,000	100,09,100
10	11.45% SHRIRAM TRANSPORT FINANCE COMPANY LTD. NCDs 2018 (29.	9	90,23,400	93,54,402
11	11.15% SEC RELIANCE INFRASTRUCTURE LTD. NCDs 2018 (30.03.20	10	100,92,780	102,60,900
12	9.85% TATA SONS LTD. NCDs 2017 (21.05.2017).	10	100,00,000	100,34,300
13	10.30%SEC RELIANCE CAPITAL LTD. NCDs 2017 (01.06.2017).	6	60,00,000	60,34,062
14	10.50% SUNDARAM BNP PARIBAS HOME FINANCE LTD. NCDs 2022 (28.	5	50,00,000	55,12,700
15	11.00% SEC DEWAN HOUSING FINANCE CORPORATION LTD. NCDs 2022	20	200,00,000	230,71,380
16	10.20% HDB Financial Services Limited 9.8.2022 (09.08.2022)	5	50,00,000	54,17,535
17	11.15% SEC DEWAN HOUSING FINANCE CORPORATION LTD. NCDs 2022	6	60,00,000	69,84,540
18	10.30% Sundram Finance Limited 2022 (27.07.2022)	10	98,84,000	108,15,280
19	9.90% YES BANK LOWER TIER II SUBORDINATED BONDS 2022 (31.10.	10	100,00,000	108,62,010
20	9.40% SEC STERILITE INDUSTRIES SECURED NCDs 2022 (25.10.2022	10	100,00,000	101,03,420
21	10.50%SEC ADANI PORTS & SPECIAL ECONOMIC ZONE NCDs 2017 (27.	15	77,75,633	76,04,610
22	10.50%SEC INDIABULLS FINANCIAL SERVICES NCDs 2017 (17.12.20	20	200,00,000	204,81,420
23	9.15% ICICI BANK LTD LOWER TIER II UNSECU REDEEM DEBENTURE 2	21	217,31,023	224,74,158
24	9.15% AXIS BANK LIMITED LOWER TIER II DEBENTURE 2022 (31.12.	40	410,12,090	428,07,920
25	9.30% HDFC SECURED REDEEMABLE NCDs 2017 (04.10.2017)	5	50,11,000	50,58,815
26	10.35% SECURED TORRENT POWER NCDs 2023 (25.03.2023)	3	300,60,000	326,83,920
27	9.40% SECURED TATA CAPITAL FINANCIAL SERVICES NCDs2018 (23.0	20	200,00,000	203,75,060
28	9.25% BAJAJ FINANCE LTD. NCDs 2018 (3.05.2018).	40	400,00,000	407,35,720
29	9.30% SUNDARAM BNP PARIBAS HOME FINANCE NCDs 2018 (8.05.2018	70	700,00,000	716,37,860
30	8.85% UNSECURED TATA SONS LTD. NCDs 2023 (02.05.2023)	10	100,00,000	105,96,350
31	9.00% UNSECURED ADITYA BIRLA NUVO LTD. NCDs 2023 (10.05.2023	10	101,90,920	105,09,030
32	9.20% HDFC SECURED REDEEMBLE NON CONVERTIBLE DEBENTURE 2018(	20	201,28,920	204,38,880
33	8.85% UNSEC. TATA SONS LTD. NCDs 2018 (05.02.2018)	20	191,68,940	204,08,220
34	11.00% SECURED IL & FS NCDs 2018 (23.08.2013)	20,000	200,00,000	207,74,840
35	9.71% TATA SONS LTD. SECURED REDEEMABLE NCDs 2023 (13.12.202	7	70,00,000	77,54,439
36	8.77% SEC. HINDUSTAN PETROLEUM CORPORATION NCD SERIES G 2018	9	87,30,054	91,59,156
37	9.68% UNSEC IDFC BANK LTD. NCDs 2023 (18.12.2023)	80	803,30,880	832,06,000



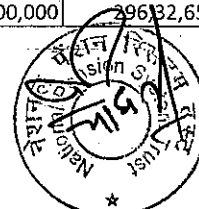
38	11.15% HDFC DEBENTURE 2018(06.08.2018)	8	83,78,600	83,98,664
39	9.44% SECURED REDEEMABLE TATA SONS NCDS(02.06.2024)	10	100,00,000	109,70,010
40	9.25% SEC. TATA SONS NCDS 2019 (19.06.2019)	7	69,46,639	73,02,085
41	9.90% SECURED REDEEMABLE NCD FULLERTON INDIA CREDIT CO. LTD	50	250,00,000	259,11,775
42	9.24% HDFC LTD SECURED REDEEMABLE NCD 24062024	10	100,00,000	108,80,340
43	9.65% SEC. SUNDARAM BNP PARIBAS HOME FINANCE LTD. NCDS 2019	10	100,00,000	104,72,270
44	9.56% SECURED HDB FINANCIAL SERVICES LTD. NCDS 2019 (31.07.2	20	200,00,000	206,70,540
45	9.15% ICICI BANK LIMITED UNSEC. INFRA DEBENTURE 2024 (06.08	10	100,00,000	109,25,880
46	9.36% UNSEC IDFC BANK LTD. NCDS 2024 (21.08.2024)	20	200,00,000	218,84,600
47	9.25% ICICI BANK LIMITED UNSEC.INFRA DEBENTURE 2024 (04.09.2	131	1333,53,568	1439,01,142
48	9.40% SECURED HDFC LTD. NCDS (26.08.2019)	30	300,00,000	314,36,310
49	9.38% UNSEC IDFC BANK LTD. NCDS 2024 (12.09.2024)	10	99,95,000	109,58,760
50	10.15% TATA CAPITAL HOUSING FINANCE LTD UNSEC. TIER II NCDS	9	90,00,000	100,80,063
51	9.60% UNSECURED RED. SUBORDINATED NCDS HDFC LTD.(21.10.2024)	40	200,00,000	221,83,780
52	8.85% Unsec. Senior Infra NCDS Axis Bank Ltd. 2024 (05.12.2	60	600,00,000	635,64,240
53	8.72% SENIOR UNSEC. INFRA NCDS KOTAK MAHINDRA BANK LTD. 2022	50	501,83,180	526,08,950
54	9.39% LIC HOUSING FINANCE LTD. SECURED NCDS 2024 (23.08.2024	15	156,40,740	164,38,875
55	9.24% LIC HOUSING FINANCE LTD. SECURED NCDS 2024 (30.09.2024	60	627,60,600	645,78,000
56	8.49% SEC. NON CONVERTIBLE NTPC LTD NCDS (25.03.2025)	16,04,500	200,40,744	209,80,442
57	9.17% UNSEC NCDS IDFC BANK LTD.2024 (14.10.2024)	5	52,13,840	54,25,175
58	9.34% SECURED NCDS HDFC LTD. 2024 (28.08.2024)	6	62,93,952	65,59,818
59	8.64% UNSEC NCDS IDFC BANK LTD.2020 (15.04.2020)	20	200,00,000	207,78,480
60	8.70% UNSEC NCDS IDFC BANK LTD.2025 (20.05.2025)	23	230,26,469	244,43,273
61	9.15% UNSEC. BASEL III REDEEMABLE NCDS - YES BANK LTD 2025	15	150,00,000	160,54,080
62	8.73% UNSEC NCDS IDFC BANK LTD.2023 (06.01.2023)	4	40,00,000	42,07,288
63	9.47% LIC HOUSING FINANCE LTD. SECURED NCDS 2024 (23.08.2024	4	42,03,740	44,01,264
64	8.75% UNSEC. NCDS IDFC BANK LTD 2023 (28.07.2023)	7	70,48,044	73,93,064
65	8.55% LIC HOUSING FINANCE LTD. SECURED NCDS 2025 (14.08.2025	1	10,00,000	10,54,689
66	9.65% SECURED NCDS HDFC LTD.2019 (19.01.2019)	10	102,94,660	104,16,930
67	8.75% LIC HOUSING FINANCE LTD. SECURED NCDS 2020 (14.01.2020	1	10,04,744	10,38,326
68	9.65% SECURED NCDS HDFC LTD. (SERIES L-015) 2019 (17.01.201	3	30,83,487	31,24,644
69	8.69% SECURED NCDS CAN FIN HOMES LTD. 2020 (10.09.2020)	3	30,00,000	31,33,164
70	9.36% SENIOR UNSEC.INFRA NCDS KOTAK MAHINDRA BANK LTD 2021	2	10,75,800	21,42,156



71	9.20% UNSEC TIER II NCDs TATA CAPITAL HOUSING FINANCE LTD 20	4	39,95,200	42,97,664
72	8.40% LARSEN & TOUBRO LTD UNSECURED NCDS 2020 (24.09.2020)	5	50,00,000	51,80,910
73	8.61% LIC HOUSING FINANCE LTD. SECURED NCDS 2019 (11.12.2019)	1	10,04,360	10,33,706
74	8.67% UNSEC. NCDs IDFC BANK LTD 2025 (03.01.2025)	8	80,65,848	84,69,592
75	8.41% CAN FIN HOMES LTD. SECURED NCDs 2019 (30.01.2019)	5	50,00,000	51,10,035
76	8.70% SECURED NCDS HDFC LTD. 2020 (18.05.2020)	20	101,42,160	104,13,660
77	8.99% UNSEC TIER II NCDs TATA CAPITAL HOUSING FINANCE LTD 20	5	50,00,000	53,12,595
78	9.00% UNSEC TIER II NCDs TATA CAPITAL HOUSING FINANCE LTD 20	10	100,00,000	106,38,380
79	8.55% CAN FIN HOMES LTD. SECURED NCDs 2019 (22.03.2019)	15	150,00,000	153,92,565
80	9.05% SECURED RED. NCDS FULLERTON INDIA CREDIT COMPANY LTD.	10	100,00,000	102,50,530
81	8.45% SECURED NCDS HDFC LTD. 2025 (25.02.2025)	20	98,71,020	104,71,010
82	8.50% SECURED NCDS HDFC LTD. 2020 (31.08.2020)	1	98,97,800	103,85,140
83	9.00% SECURED NCDS RELIANCE HOME FINANCE LTD. 2021 (08.03.20)	20	100,00,000	104,23,610
84	8.77% UNSECURED NCDS ICICI HOME FINANCE CO. LTD. 2019 (23.05)	26	130,00,000	134,28,038
85	9.00% UNSEC. BASEL III TIER 2 NCDs - YES BANK LTD 2026 (31.	10	100,00,000	106,63,570
86	8.32% SECURED NCDS HDFC LTD. 2026 (04.05.2026)	3	300,00,000	309,72,390
87	9.05% ESSEL LUCKNOW RAEBARELI TOLL ROADS LTD. SERIES V 2026	10	100,00,000	110,67,900
88	8.40% ICICI BANK LIMITED UNSEC. NCD 2026 (13.05.2026)	30	300,00,000	314,79,690
89	9.25% EAST-NORTH INTERCONNECTION COMPANY LTD. SERIES 57 2031	10	100,00,000	110,26,770
90	8.50% AXIS BANK LIMITED BASEL III TIER II NCDS 2026 (27.05.	5	50,00,000	52,80,090
91	8.65% SECURED NCDS APOLLO TYRES LTD. SERIES B 2025 (300420	5	50,00,000	52,02,860
92	8.53% UNSECURED NCDS ICICI HOME FINANCE CO. LTD. 2020 (19.06	10	50,00,000	51,87,570
93	9.00% SEC. NCDs SHRIRAM TRANSPORT FINANCE CO. LTD. 2019 (05	5	50,00,000	50,98,320
94	8.75% SECURED NCDS HDFC LTD. 2021 (04.03.2021)	1	101,69,020	102,89,000
95	8.36% UNSECURED NCDS ICICI HOME FINANCE CO. LTD. 2020 (21.07.	10	50,00,000	51,67,365
96	8.20% SECURED NCDS HDFC LTD. 2021 (29.07.2021)	1	100,00,000	102,89,950
97	8.25% UNSECURED NCDS ICICI LOMBARD GEN INS CO. LTD. 2026 (28	20	200,80,000	206,15,440
98	7.53% SEC ULTRA TECH CEMENT LTD. NCDs 2026 (21-08-2026)	50	500,00,000	497,38,150
99	7.95% SENIOR UNSEC. INFRA NCDs HDFC BANK LTD. 2026 (21.09.2	10	100,00,000	102,23,190
100	8.00% SENIOR UNSEC. INFRA NCDs YES BANK LTD. 2026 (30.09.20	70	700,00,000	702,19,170
101	7.60% ICICI BANK LIMITED UNSEC. INFRA DEBENTURES 2023 (07.1	10	100,00,000	99,34,660
102	TATA STEEL BONDS-10.40% (15.5.2019).	8	81,32,712	84,35,000



103	9.00% POWER FINANCE CORPORATION UNSECURED BONDS 2028 (11.03)	26	264,10,970	286,36,140
104	8.94% POWER FINANCE CORPORATION UNSECURED BOND 2028 (25.03.2)	20	204,76,000	219,47,500
105	8.82% UNSEC. RURAL ELECTRIFICATION CORPN. NCBS 2023 (12.04.2)	5	51,50,500	53,05,885
106	9.63% RURAL ELECTRIFICATION CORPORATION LTD. BONDS 2019 (05.	50	503,65,450	521,24,150
107	9.61% RURAL ELECTRIFICATION CORPORATION LTD. BONDS 2019 (03.	25	254,27,350	259,99,875
108	9.25% UNSECURED EXIM BANK BONDS SR.R.04.2024 (29.05.2024)	90	900,00,000	980,02,530
109	9.30% SEC. POWER GRID CORPORATION OF INDIA LTD BONDS 2024 (0	25	253,09,045	272,81,850
110	8.52% UNSEC. POWER FINANCE CORPORATION LTD. BOND 2019 (09.12.	20	199,90,000	206,29,940
111	8.57% UNSEC RURAL ELECTRIFICATION CORPORATION LTD. BONDS 202	24	242,81,664	253,51,248
112	8.65% UNSEC. POWER FINANCE CORPORATION LTD. BONDS 2024 (28.1	40	416,07,680	422,97,320
113	8.98% UNSEC POWER FINANCE CORP LTD BONDS (120B) 2024(08.10.2	107	1102,11,812	1149,53,417
114	8.30% UNSEC RURAL ELECTRIFICATION CORPORATION LTD. BONDS 202	2	19,61,288	20,72,112
115	8.56% SEC BONDS PNB HOUSING FINANCE LTD. 2020(28.07.2020)	12	120,00,000	125,33,436
116	9.35% UNSEC. PNB BASEL III TIER 2 BONDS 2024 (09.09.2024)	5	52,57,590	54,70,725
117	9.34% SEC RURAL ELECTRIFICATION CORPORATION LTD. BONDS 2024	10	106,03,600	109,32,020
118	8.23% SEC BONDS PNB HOUSING FINANCE LTD. 2019 (09.04.2019)	15	149,99,000	152,92,905
119	8.98% UNSEC. POWER FINANCE CORPORATION LTD. BONDS(120A) 2024	10	104,04,100	107,43,310
120	8.27% SEC RURAL ELECTRIFICATION CORPORATION LTD. BONDS 2022	10	99,45,560	103,59,490
121	8.40% STATE BANK OF HYDERABAD BASEL III TIER-II BONDS 2025 (	10	100,00,000	105,00,970
122	8.32% SEC. POWER GRID BONDS LII ISSUE - STRPP C (23.12.2030)	15	161,25,370	157,81,770
123	8.40% STATE BANK OF MYSORE BASEL III TIER-II BONDS 2025 (31.	1	10,00,000	10,48,189
124	8.20% UNSEC. POWER FINANCE CORPORATION LTD. BONDS 2025 (10.0	5	48,78,120	51,64,335
125	8.27% UNSEC RURAL ELECTRIFICATION CORP. LTD. BONDS 2025 (06.	15	148,68,005	155,52,060
126	9.65% UNSECURED EXIM BONDS SR.R.01.2024 (04.04.2024)	9	95,71,050	99,82,098
127	8.13% UNSECURED NUCLEAR POWER CORP. STRPP SERIES- XXXII(D) (	40	402,55,080	419,23,200
128	8.12% UNSECURED EXIM BONDS SR.T.02.2031 (25.04.2031)	50	500,00,000	521,90,750
129	8.02% UNSECURED EXIM BONDS SR.T.01.2026 (20.04.2026)	10	100,00,000	102,50,000
130	7.90% UNSEC. IIFCL BONDS 2024 (28.04.2024)	10	98,21,330	97,57,330
131	8.06% UNSEC SUB TII RURAL ELECTRIFICATION CORP LTD BONDS 202	85	862,28,250	867,43,265
132	8.02% UNSECURED EXIM BONDS SR.S 04-2025 (29.10.2025)	10	102,53,140	102,36,130
133	8.15% SEC. POWER GRID BONDS XLIX ISSUE - STRPP B (08.03.2025	39	402,32,595	401,68,167
134	7.55% SEC. POWER GRID BONDS LV ISSUE - 2031 (20.09.2031)	30	300,00,000	296,32,650

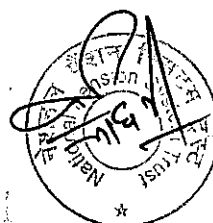




135	7.36% SEC. POWER GRID BONDS LVI ISSUE - 2026 (17.10.2026)	10	100,00,000	98,34,520
136	7.38% NABARD UNSECURED BONDS 2031 SERIES LTIF 1A (20.10.203)	10	103,09,950	97,31,460
137	7.30% NABARD UNSEC GOI BONDS 2031 SERIES LTIF A-2 (26.12.2)	10	100,00,000	97,84,830
138	7.34% NABARD UNSEC BONDS 2032 SERIES LTIF 1C (13.01.2032)	10	100,00,000	96,96,760
139	7.85% IREDA UNSEC GOI BONDS 2027 SERIES 1B (06.03.2027)	20	200,00,000	205,35,560
140	7.75% UNSEC POWER FINANCE CORP LTD. GOI BONDS 2027 SERIES 16	20	200,00,000	204,15,500
Sub Total			25876,33,966	26957,80,566

**C Equity :**

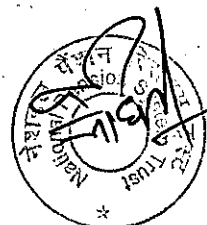
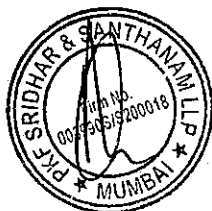
Sr No.	Security Name	Units	Book Cost (Rs.)	Market Value (Rs.)
1	OIL AND NATURAL GAS CORPORATION LTD.	1,56,650	269,59,316	289,80,250
2	RELIANCE INDUSTRIES LTD.	34,022	325,93,789	449,39,660
3	BHARAT PETROLEUM CORPORATION LIMITED	7,000	28,08,382	45,48,950
4	TATA STEEL LIMITED	24,570	99,58,110	118,59,939
5	INFOSYS TECHNOLOGIES LTD	27,592	235,96,771	282,05,922
6	LARSEN AND TOUBRO LTD	22,425	302,33,449	353,17,133
7	GAIL INDIA	31,266	91,23,744	117,85,719
8	BHARATI AIRTEL	20,600	75,47,472	72,11,030
9	INFRASTRUCTURE DEVELOPMENT FIN CORP	1,45,887	91,81,260	79,50,842
10	ITC LTD	1,13,960	260,96,013	319,42,988
11	NTPC LTD	90,000	116,52,787	149,40,000
12	TATA POWER LTD.	2,35,219	185,21,760	212,52,037
13	STATE BANK OF INDIA	1,30,000	283,97,201	381,42,000
14	HINDUSTAN UNILEVER LTD.	20,250	165,99,714	184,62,938
15	TATA MOTORS LTD.	51,100	226,29,458	238,04,935
16	AMBUJA CEMENTS LTD.	27,200	54,68,931	64,36,880
17	BHARAT HEAVY ELECTRICALS LTD	72,681	115,32,758	118,36,101
18	STEEL AUTHORITY OF INDIA LTD	1,53,245	105,40,102	93,93,919
19	POWER GRID CORPORATION OF INDIA LTD	98,000	152,23,639	193,35,400
20	RURAL ELECTRIFICATION CORPORATION LTD.	35,400	46,71,794	64,07,400
21	TATA CONSULTANCY SERVICES LTD.	10,638	240,02,748	258,69,488
22	YES BANK LTD	2,500	11,76,714	38,66,875
23	INDIAN OIL CORPORATION LTD	15,600	27,15,233	60,37,980
24	AXIS BANK LIMITED	39,000	128,65,956	191,41,200
25	GRASIM INDUSTRIES LTD.	6,450	42,00,017	67,66,050
26	HOUSING DEVELOPMENT FINANCE CORPORATION LTD.	12,700	120,99,803	190,76,670
27	ASIAN PAINTS LTD.	4,000	34,01,509	42,94,000
28	ASHOK LEYLAND LTD.	1,09,500	94,20,323	92,58,225
29	CIPLA LTD.	21,400	105,64,715	126,89,130
30	MARUTI SUZUKI INDIA LTD.	1,800	74,10,046	108,28,260
31	DABUR INDIA LTD.	18,183	45,87,776	50,43,055
32	COLGATE PALMOLIVE (INDIA) LTD.	10,000	86,01,118	99,55,000
33	LIC HOUSING FINANCE LTD.	19,000	92,62,335	117,50,550
34	Tata Chemicals Limited	31,500	165,07,192	188,60,625
35	PETRONET LNG LTD.	8,000	28,88,350	32,25,200
36	HDFC BANK LIMITED	29,000	306,60,563	418,33,950
37	HINDALCO INDUSTRIES LIMITED	77,650	90,04,588	151,45,633
38	MAHINDRA & MAHINDRA LTD.	11,250	132,18,953	144,77,625
39	DR. REDDYS LABORATORIES LTD.	2,200	54,12,761	57,91,170
40	COAL INDIA LIMITED	34,000	102,49,195	99,50,100
41	BAJAJ AUTO LTD.	2,950	67,17,235	82,76,078



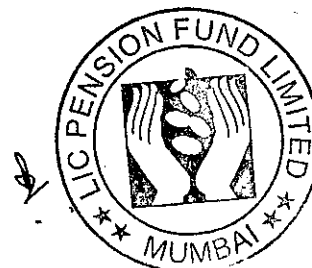
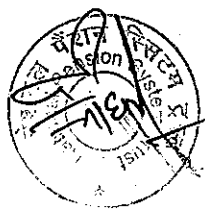
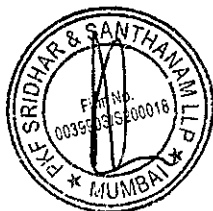
42	BANK OF BARODA	1,36,300	216,37,790	235,73,085
43	SUN PHARMACEUTICALS INDUSTRIES LTD.	33,832	239,18,503	232,81,491
44	ACC LTD.	2,400	33,92,858	34,70,520
45	HERO MOTOCORP LTD.	400	12,18,100	12,88,780
46	UltraTech Cement Limited	2,380	66,86,855	94,83,705
47	HCL TECHNOLOGIES LTD.	10,244	80,01,581	89,60,939
48	Apollo Tyres Limited	13,000	22,90,194	27,13,100
49	INDUSIND BANK LTD.	12,500	123,70,148	178,14,375
50	KOTAK MAHINDRA BANK LTD.	35,000	247,73,535	305,27,000
51	LUPIN LTD.	7,900	108,70,933	114,17,080
52	GLENMARK PHARMACEUTICALS LTD.	8,400	71,60,962	71,57,640
53	WIPRO LIMITED	24,541	102,84,494	126,55,794
54	TECH MAHINDRA LIMITED	23,500	82,32,234	107,90,025
55	CANARA BANK	15,600	42,77,591	47,22,900
56	ICICI BANK LTD.	1,80,350	485,89,425	499,29,898
57	POWER FINANCE CORPORATION LTD.	10,800	13,33,858	15,75,720
58	AUROBINDO PHARMA LIMITED	10,900	78,27,891	73,59,680
59	NMDC LTD	56,000	79,33,661	74,53,600
60	ZEE ENTERTAINMENT LTD	11,000	47,70,400	58,91,050
61	IDFC BANK LTD	62,617	51,31,494	37,13,189
62	BRITANIA INDUSTRIES LTD	1,800	48,75,032	60,73,200
63	CASTROL INDIA LTD	21,300	87,75,824	92,10,120
64	BHARTI INFRATEL LTD	7,000	22,30,500	22,81,300
65	MOTHERSON SUMI SYSTEMS LIMITED	10,000	31,85,398	37,19,000
66	HINDUSTAN ZINC LTD	11,250	32,86,275	32,49,000
67	SBI BLUECHIP FUND DIRECT GROWTH	13,28,474	390,00,000	459,82,871
68	BIRLA SUN LIFE FRONTLINE EQUITY FUND GROWTH DIRECT PLAN	2,85,663	500,00,000	570,81,236
Sub Total			8603,59,115	10162,67,200

D	Mutual Fund :			
1	UTI MONEY MARKET INSTN GROWTH DIRECT	9,503	173,24,670	173,30,994
2	LIC NOMURA MF LIQUID FUND DIRECT GROWTH	37,876	1116,23,935	1116,68,939
Sub Total			1289,48,605	1289,99,933

D	Fixed Deposits With Banks			
Sr No.	Security Name	Units	Book Cost (Rs.)	Market Value (Rs.)
1	Fixed Deposits With Banks	-	400,00,000	400,00,000
Sub Total			400,00,000	400,00,000



Key Statistics			
LIC Pension Fund Limited			
Scheme Name: NPS Lite Scheme			
S. No.	Particulars	As at March 31, 2017	As at March 31, 2016
1	NAV Per Unit (Rs.)*		
	Open	17.3572	16.4289
	High	19.8725	17.3643
	Low	17.3911	16.2023
	End	19.7232	17.3643
2	Closing Assets Under Management ( Rs. In Lakhs)		
	End	75,966.36	60,740.41
	Average (AAUM)	70,899.76	53,753.28
3	Gross income as % of AAUM	7.87	8.18
4	Expense Ratio		
a	Total Expense as % of AAUM (Scheme wise)	0.13	0.50
b	Management Fee as % of AAUM (Scheme Wise)	0.01	0.01
5	Net Income as a percentage of AAUM	7.74	7.68
6	Portfolio turnover ratio	0.07	0.07
7	Returns (%)* Compounded Annualised Yield		
	a. Last One Year		
	Benchmark (NPS-Government Pattern Index)	12.83%	6.36%
	b. Since inception		
	Benchmark (NPS-Government Pattern Index)	9.35%	8.73%
	c. Compounded annualised yield (%)		
	Last 1 Year	13.58%	5.72%
	Last 3 Years	12.80%	10.18%
	Last 5 Years	11.42%	10.73%
	Since Launch of the scheme (04-Oct-2010)	11.03%	10.47%
* Declared NAV; Returns calculated based on declared NAV			



**INDEPENDENT AUDITOR'S REPORT**

**TO**

**THE TRUSTEES,**

**NATIONAL PENSION SYSTEM TRUST (NPS Trust)**

***Report on Financial Statements***

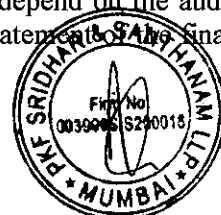
1. We have audited the accompanying financial statements of Scheme 04: **NPS Trust A/c – LIC Pension Fund Scheme Corporate CG under the National Pension System Trust (NPS Trust)** managed by LIC Pension Fund Ltd. (PFM) [in terms of clause 3 of PFRDA (preparation of Financial Statements) Guidelines 2012] which comprises of the Balance sheet as at March 31, 2017 and the Revenue account for the year then ended, and a summary of significant accounting policies and other explanatory information.

***Management's Responsibility for the Financial Statements***

2. The Board of Directors of the PFM, in accordance with the applicable Pension Fund Regulatory and Development Authority (PFRDA) Guidelines and the Investment Management Agreement (IMA) with the National Pension System trust (NPS Trust) is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Scheme in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Companies Act, 2013 read with the Rule 7 of the Companies (Accounts) Rule 2014, to the extent made applicable by PFRDA to Scheme. This responsibility also includes maintenance of records in accordance with PFRDA guidelines for safeguarding of the assets of the Company and preventing frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. These financial statements are also approved by the NPS Trust on the recommendation of the Board of Directors of the PFM.

***Auditor's Responsibility***

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement in the financial



statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the PFM's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by PFM, as well as evaluating the overall presentation of the financial statements.

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

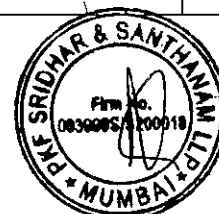
### **Opinion**

6. In our opinion and to the best of our information and according to the explanations given to us the financial statements give the information required by the PFRDA (Preparation of Financial Statements and Auditor's Report of schemes under National Pension System) Guidelines 2012, and give a true and fair view in conformity with the accounting principles generally accepted in India:
  - i) in the case of the Balance Sheet, of the state of affairs of the Scheme as at March 31, 2017;
  - ii) in the case of the Revenue Account, of the surplus of the Scheme for the period ended on that date; and

### **Emphasis of Matter**

7. As explained in Note No. 7K giving background of the Scheme regarding unbundled architecture, the PFM receives consolidated funds and does not have access to the individual subscribers' data. However, based on the individual subscribers' data and break-up of balance in bank accounts provided to us by the CRA, without modifying our opinion, we invite attention to the following:
  - a) Rs. 2,62,77,066 /- is lying with Trustee Bank as on 31<sup>st</sup> March, 2017 (Previous Year: 6,75,02,250/-the units in respect of which have been allotted in the next financial year on receipt of funds by the PFM. This does not have any impact on the surplus for the period; though the subscription received pending allotments as well as balances with bank are understated by the said amount.
  - b) As informed by CRA, Rs 93,93,380 pertaining to all PFMs & all schemes and cannot be identified PFM wise or scheme wise, is lying with the Trustee Bank on account of the following:

Particulars	(Rs)
Amount pertaining to subscriber/nodal office for the withdrawals executed/erroneous requests processed by either by CRA/ Nodal Offices (Part of the amount is yet to be transferred to the beneficiary ex: transaction with multiple nominees)	48,80,246
Amount received from Bank of India (these funds have been received from Bank of India, erstwhile Trustee Bank, and it is not yet reconciled)	36,910
Surplus for PFRDA instructions	16,172



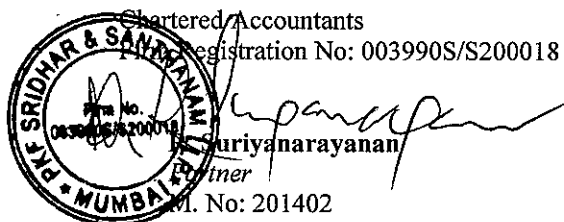
Amount received from ASPs (The cases wherein the funds were sent to ASPs and subsequently, the subscriber has cancelled the Annuity as the subscriber during the free look period.)	44,59,705
Pay-in residual	347
<b>Total</b>	<b>93,93,380</b>

Above amounts do not have any impact on the surplus for the year.

#### ***Report on Other Legal and Regulatory Requirements***

8. As required by the PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012, as amended we report that:
  - a) We have obtained all information and explanations which to the best of our knowledge and belief were necessary for the purpose of the audit,
  - b) The Balance Sheet and Revenue account of the Scheme are in agreement with the books of account of the Scheme,
  - c) In our opinion, proper books of account of the scheme, as required by the PFRDA has been maintained by the PFM so far as appears from our examination of those books.
  - d) All transactions expenses in excess of the limits contractually agreed to/approved by the Authority are borne by the Pension Fund (if any) and are not charged to the NAV of the Scheme
  - e) In our opinion the Balance Sheet and Revenue account of the Scheme dealt with by this report comply with the Accounting Standards notified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rule, 2014 to the extent made applicable by PFRDA
9. We further certify that
  - a) Investments has been valued in accordance with the guidelines issued by the Authority *except for the variance set out in Significant Accounting policies in Note 7D.*
  - b) Transaction and claims/fee raised by different entities are in accordance with the prescribed fees

**For PKF SRIDHAR & SANTHANAM LLP**



Mumbai:

13th July, 2017

NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - CORP CG

BALANCE SHEET AS AT MARCH 31, 2017

	Schedules	As at March 31, 2017 ₹	As at March 31, 2016 ₹
<b>Liabilities</b>			
Unit Capital	1	11,844,361,175	4,834,154,057
Reserves and Surplus	2	6,885,518,017	1,879,034,144
Current Liabilities and Provisions	3	8,457,892	910,960
<b>Total</b>		<b>18,738,337,084</b>	<b>6,714,099,161</b>
<b>Assets</b>			
Investments	4	18,291,508,515	6,515,647,420
Deposits	5	30,000,000	30,000,000
Other Current Assets	6	416,828,569	168,451,741
<b>Total</b>		<b>18,738,337,084</b>	<b>6,714,099,161</b>
(a) Net assets as per Balance Sheet		18,729,879,192	6,713,188,201
(b) Number of Units outstanding		1,184,436,118	483,415,406
Significant Accounting Policies and Notes to Accounts	7		

This is the Balance Sheet referred to in our report of even date.

For PKF SRIDHAR & SANTHANAM LLP

Chartered Accountants  
Firm Reg. No. 0039905/S200018

Firm No. 0039905/S200018  
R. Suriyanarayanan  
Partner  
Membership No. 201402

Date: 13<sup>th</sup> JUL 2017  
Place: Mumbai

For LIC Pension Fund Ltd

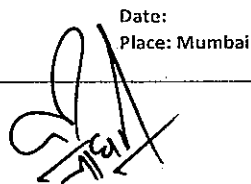
  
MD & CEO

  
Director



For and on Behalf of NPS Trust

  
Shailesh V. Haribhakti  
(Chairman, NPS Trust Board)

Date:   
Place: Mumbai  
Kamal Chaudhry  
(Chief Executive Officer)

Date: 13 JUL 2017  
Place: Mumbai



**NATIONAL PENSION SYSTEM TRUST**

**NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - CORP CG**

**REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2017**

Particulars	Year ended March 31, 2017 ₹	Year ended March 31, 2016 ₹
<b>Income</b>		
Dividend	16,957,364	9,439,329
Interest	901,256,239	382,658,396
Profit on sale/redemption of investments	167,075,975	17,652,665
Profit on inter-scheme transfer/sale of investments	-	-
Unrealized gain on appreciation in investments	372,053,940	-
Other income		
- Miscellaneous Income		
<b>Total</b>	<b>1,457,343,518</b>	<b>409,750,390</b>
<b>Expenses and Losses</b>		
Unrealized losses in value of investments	-	70,616,292
Loss on sale/redemption of investments	8,527,379	23,844,226
Loss on inter-scheme transfer/sale of investments	-	-
Management fees (including service Tax)	1,568,704	596,117
NPS Trust fees	1,364,763	249,876
Custodian fees	491,405	407,927
CRA Fees	11,553,994	4,630,661
Less: Amount recoverable on sale of units on account of CRA Charges	(11,553,994)	(4,630,661)
Trustee Bank's fees	-	-
Depository and settlement charges	203,128	25,313
Provision for Non-performing assets	-	-
Other Expenses, if any	4	2
<b>Total</b>	<b>12,155,383</b>	<b>95,739,753</b>
<b>Surplus/(Deficit) for the year</b>	<b>1,445,188,135</b>	<b>314,010,637</b>
Less: Amount transferred to Unrealised appreciation account	372,053,940	-
Less: Amount transferred to General Reserve	1,073,134,195	314,010,637
Amount carried forward to Balance Sheet	-	-

Significant Accounting Policies and Notes to Accounts

7

This is the Revenue Account referred to in our report of even date.

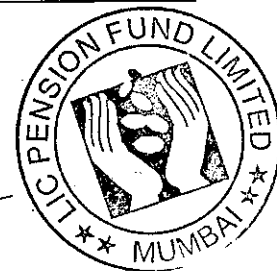
For PKF SRIDHAR & SANTHANAM LLP  
Chartered Accountants

For LIC Pension Fund Ltd

R. Suriyaparanathan  
Partner  
Membership No.- 201402

MD & CEO

Director



Date: 13<sup>th</sup> JUL 2017, 2017  
Place: Mumbai

Date:  
Place: Mumbai

For and on Behalf of NPS Trust

Shalish V. Haribhakti  
(Chairman, NPS Trust Board)

Kamal Chaudhry  
(Chief Executive Officer)

Date: 13 JUL 2017  
Place: Mumbai



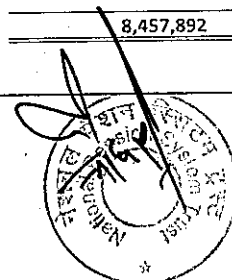


**NATIONAL PENSION SYSTEM TRUST**

**NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - CORP CG**

**NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2017**

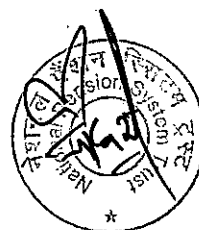
Schedule 1	As at March 31, 2017 ₹	As at March 31, 2016 ₹
<b>Unit Capital</b>		
<b>Initial Capital*</b>		
Outstanding at the beginning of the year	4,834,154,057	3,075,328,244
Add :Units issued during the year	7,083,717,672	1,795,469,286
Less: Units redeemed during the year	73,510,554	36,643,473
Outstanding at the end of the year	11,844,361,175	4,834,154,057
<b>(Face Value of Rs.10/- each unit, fully paid up)</b>		
Outstanding units at the beginning of the year	483,415,406	307,532,824
Add :Units issued during the year	708,371,767	179,546,929
Less: Units redeemed during the year	7,351,055	3,664,347
Outstanding Units at the end of the year	1,184,436,118	483,415,406
<b>Schedule 2</b>	<b>As at March 31, 2017 ₹</b>	<b>As at March 31, 2016 ₹</b>
<b>Reserves and Surplus</b>		
<b>Unit Premium Reserve</b>		
Opening Balance	1,005,080,473	404,211,069
Add: Premium on Units issued	3,600,117,319	618,879,786
Less: Premium on Units redeemed	38,821,581	18,010,382
Closing Balance	4,566,376,211	1,005,080,473
<b>General Reserve</b>		
Opening Balance	661,720,318	347,709,681
Add: Transfer from Revenue Account	1,073,134,195	314,010,637
Closing Balance	1,734,854,513	661,720,318
<b>Unrealised Appreciation Account</b>		
Opening Balance	212,233,353	212,233,353
Add: Transfer from Revenue Account	372,053,940	
Closing Balance	584,287,293	212,233,353
<b>Total</b>	<b>6,885,518,017</b>	<b>1,879,034,144</b>
<b>Schedule 3</b>	<b>As at March 31, 2017 ₹</b>	<b>As at March 31, 2016 ₹</b>
<b>Current Liabilities and Provisions</b>		
<b>Current Liabilities</b>		
Provision for interest overdue	1,129,403	248,821
Redemption Payable	5,726,256	-
Contract for Purchase of Investments	2,407	-
TDS Payble	1,599,826	662,139
Sundry Creditors for expenses	8,457,892	910,960



Schedule 4	As at March 31, 2017	As at March 31, 2016
	₹	₹
Investments (Long Term and Short Term)		
Equity Shares	2,499,814,076	705,799,763
Debentures and Bonds Listed/Awaiting Listing	6,597,391,303	2,483,455,926
Central and State Government Securities (including treasury bills)	9,106,338,890	3,262,782,039
Commercial Paper	-	-
Others - Mutual Fund Units	87,964,246	63,609,692
- Certificates of Deposit	-	-
Non Convertible Debentures classified as Non performing investment	-	-
Less: Provision on Non performing investment	-	-
Total	18,291,508,515	6,515,647,420

Schedule 5	As at March 31, 2017	As at March 31, 2016
	₹	₹
Deposits		
Deposits with Scheduled Banks	30,000,000	30,000,000
	30,000,000	30,000,000

Schedule 6	As at March 31, 2017	As at March 31, 2016
	₹	₹
Other Current Assets		
Outstanding and accrued income	393,770,689	161,853,962
Balance with Trustee Bank	23,048,547	6,597,442
Application Pending Allotment	-	-
Contract for sale of investments	-	-
Tax Receivable	-	-
Brokerage receivable from LIC Pension Fund Ltd.	9,333	337
	416,828,569	168,451,741



# National Pension System Trust

## SCHEME 04: NPS TRUST A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME CORPORATE CG

### Background

The Central Government had introduced the National Pension System (NPS) with effect from January 1, 2004 (except for armed forces). Pension Fund Regulatory and Development Authority (PFRDA), the regulatory body for NPS, finalized the architecture and appointed NSDL and Karvy Computershare Private Limited as Central Recordkeeping Agencies (CRAs), other entities for National Pension System and appointed LIC Pension Fund Ltd (LICPFL) as one of the Fund manager for the Scheme.

LICPFL has entered into an Investment Management Agreement ('IMA') with NPS. The Pension Fund Regulatory and Development Authority ('PFRDA') guidelines require each PFM to manage subscribers' funds made available to it by the Trustee bank. However, the responsibility of maintaining individual subscriber's records is not with PFM and is managed by the CRA. The CRAs do not furnish any subscribers level data to the PFM and provide only consolidated subscribers data of cash inflow for units to be allotted and number of units to be redeemed to PFM. The PFM makes investments as per the requirements of IMA and the scheme wise flow of funds from CRAs.

NPS Corporate CG Scheme facilitates corporate entities and other registered bodies to move their existing and prospective employees to NPS architecture. The contributed funds are then invested in earmarked investment schemes through Pension Fund Managers.

### Note 7: Significant Accounting Policies and Notes to Accounts

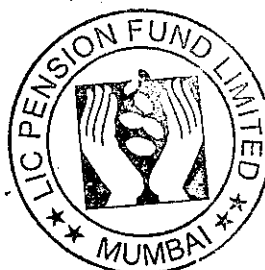
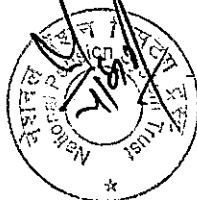
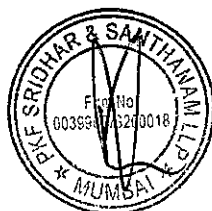
#### Significant Accounting Policies

##### A. Basis of accounting

The financial statements have been prepared to comply with the PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012, Accounting Standards notified under Section 133 of the Companies Act, 2013 to the extent made applicable by PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012 and generally accepted accounting principles. These financial statements have been prepared on an accrual basis.

##### B. Investments

- (i) Transactions for purchase or sale of Investments in Government securities, Non Convertible Bonds/Debentures, Equity shares, Fixed Deposits and Mutual Funds



units are recognized as of the trade date except in case of subscriptions to Private/Public Offerings of debts which are recognized on allotment.

- (ii) In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed.
- (iii) The cost of investments acquired or purchased includes applicable taxes and stamp charges but exclude brokerage and other transactional charges.
- (iv) In respect of privately placed debt instruments, any front-end discounts offered are reduced from the cost of the investment.
- (v) Investments are reconciled with the custodian records on daily basis.
- (vi) Rights / Bonus entitlements, if any, are accounted on ex-right/ ex-bonus date of the principal stock exchange

#### C. Investment Valuation

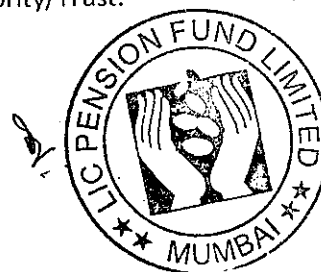
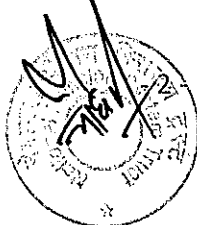
The below mentioned valuation of investment is carried out by Stock Holding Corporation of India as per the tripartite agreement among NPS Trust, LIC Pension Fund Limited and Stock Holding Corporation of India Ltd. Any deviations from the guidelines issued by PFRDA are mentioned in point 'D'.

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

- i. Equity securities are valued at the daily close price on the National Stock Exchange.
- ii. Debt securities (other than government securities) are valued at the NSE weighted average traded price on that day.
- iii. Money market instruments like commercial paper and certificate of deposit with residual maturity of up to 60 days, valued at the weighted average price at which they are traded on the particular valuation day. When such securities are not traded on a particular valuation day then they are valued at amortized cost.
- iv. Government securities are valued at aggregated prices received daily from independent valuation agencies i.e. CRISIL and ICRA.
- v. Investments in mutual fund schemes are valued based on the latest available/previous day's net asset value from AMFI website.

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

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



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

ii. Debt securities not traded on a valuation day :

- a. With residual maturity over 60 days are valued on a yield to maturity basis, based on average of spreads provided by CRISIL and ICRA.
- b. With residual maturity up to 60 days are valued at last traded price plus the difference between the redemption value and last traded price, spread uniformly over remaining maturity period of the instrument.

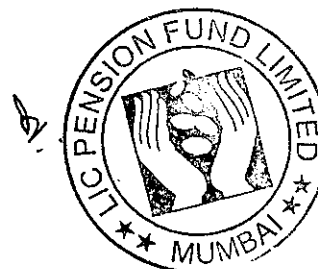
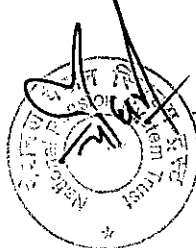
iii. Performing non government debt securities below Investment Grade of BBB- are valued at a discount of 25% to Face Value

D. The valuation Policy of the Scheme , as advised by SHCIL, is at variance with PFRDA guidelines. The details of the variation are as under:

PFRDA Guidelines :	Valuation Policy :
1. Securities traded at a stock exchange: Debt securities (other than government securities) are valued at the last quoted closing price on the Principal exchange on which the security is traded.	Debt securities (other than government securities) are valued at the NSE weighted average traded price on that day.
2. Securities not traded at a stock exchange : When a debt security (Other than government Security ) is not traded on any stock exchange on a particular valuation date, the value at which was traded on any other stock exchange on the earliest previous day is used, provided that such day is not more than 15 days.	a. With residual maturity over 60 days are valued on a yield to maturity basis, based on average of spreads provided by CRISIL and ICRA. b. With residual maturity up to 60 days are valued at last traded price plus the difference between the redemption value and last traded price, spread uniformly over remaining maturity period of the instrument.
3. Valuation of G-sec at YTM based on prevailing market prices.	Government securities are valued at aggregated prices received daily from independent valuation agencies i.e. CRISIL and ICRA.

E. Non Performing Investments:

Investments are classified as non-performing based on PFRDA (Identification, Income Recognition and Provisioning of NPA) Guidance Note 2013. An Investment is regarded as non-performing if interest / principal or both amounts have not been received or



remained outstanding for one quarter from the day such income/instrument has fallen due.

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

Period past due from the date of classification of assets as NPA	% Provision On Book Value
3 months	50%
6 months	75%
9 months	100%

On classification of the instrument as NPA no further interest is accrued on the investment and a provision for all interest accrued is made.

**Re-schedulement of NPA:**

In case any issuer of debt security defaults in the payment of interest and installment of principal, if any, and the pension fund has accepted re-schedulement of NPA, it may be reclassified as performing asset, if next two coupons/ installments of principal, if applicable, is regularly serviced as rescheduled.

Written – back of provisioning of interest: Upon reclassification of assets as performing assets

- i) In case an issuer has fully cleared all the arrears of interest, the interest provision can be written back in full.

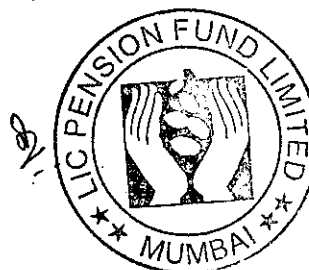
Written – back of provisioning of principal: The provision made for the principal can be written back in the following manner:

- i) 100 % of the assets provided for in the books will be written back at the end of second calendar quarter, where the provision of principal was made due to the interest defaults only.
- ii) 50 % of the assets provided for in the books will be written back at the end of second calendar quarter and 25 % after every subsequent quarter, where both principal and interest were in default earlier.

**F. Income Recognition**

**(i) Interest Income**

In respect of all interest-bearing investments, income is accrued on a daily basis. Interest paid for the period from the last interest date up to the date of purchase is not treated as a cost of purchase but debited to Interest Recoverable Account. Similarly interest received at the time of sale for the period from the last interest date up to the date of sale is not treated as an addition to sale value but is credited to Interest Recoverable Account. Interest on Non-Performing Investments is not recognized in the Revenue Account till received.



- (ii) **Dividend Income:**  
Dividend income is recognized on "Ex-dividend" date.

**G. Expenses**

All allowable expenses and incomes accrued up to the valuation date are considered for computation of Net asset value. Major expenses like Investment Management Fees and NPS Trust Fees are accrued on a daily basis.

**H. Taxes**

All taxes which are leviable and actually paid are charged to the NAV of the Fund and are borne by the Subscriber. Any subsequent refund on this account, if any, is added to the scheme/fund as income.

**I. Unit Capital and Unit Premium Reserve**

Unit Capital is tallied with CRA records on daily basis. Difference between the issue/redemption price and face value of the units is credited / debited to unit premium reserve.

- J. Computation of the Net Asset Value (NAV):** The NAV of the units is determined by dividing the net assets including investments recognized and valued as per the accounting policies by the number of outstanding units on the valuation date.

- K. As per the unbundled architecture of National Pension Scheme, unit allocations and redemptions are accounted by PFM on the basis of consolidated data received from the Central Record Keeping Agency.**

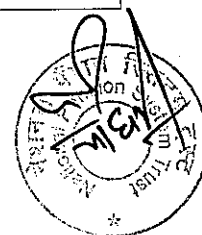
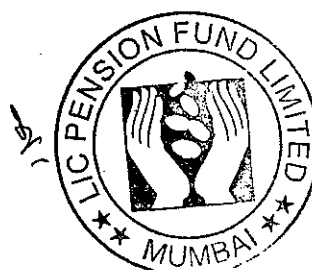
**L. Investment Management Fees:**

As per the terms of the Investment Management Agreement entered between National Pension System Trust and LIC Pension Fund Limited management fees is calculated as a percentage of schemes daily closing net asset value.

**Notes to Accounts**

**I. Investment in Group Company and Associates:**

Particulars	March 31, 2017	March 31, 2016
Name of the Group Company/Associate	LIC Housing Finance Ltd.	LIC Housing Finance Ltd.
Amount Invested by the scheme (Rs.)	11,47,78,996	9,93,79,932
Market (Rs)	12,41,84,632	10,18,77,496
Aggregate investment by all scheme (Rs.)	6,23,92,46,100	5,98,55,92,409



II. Details of Custodian Fees paid or payable to Stock Holding Corporation of India Limited (A Company in which sponsor of LIC Pension Fund Limited has substantial interest)

Particulars	March 31, 2017	March 31, 2016
Name of Sponsor of LIC PFL	LIC of India	LIC of India
Name of the company in which sponsor has substantial interest	Stock Holding Corporation of India Ltd.	Stock Holding Corporation of India Ltd.
No of shares held	31,50,000	31,50,000
% of Share Holding	14.97 %	14.97 %
Amount Paid/ Payable (Rs.)	4,91,405	4,07,927

III. Purchase/Sale of Investments: The aggregate value of purchase and sales of investments during the year expressed as a percentage of average daily net assets are as under:

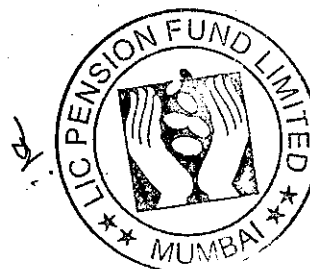
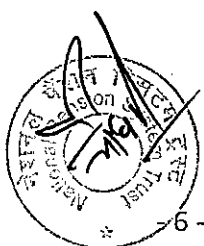
Particulars	March 31, 2017	March 31, 2016
Aggregate Value of purchase (except liquid funds) (Rs.)	14,65,62,55,530	3,49,66,41,819
%	107.39 %	66.87 %

Particulars	March 31, 2017	March 31, 2016
Aggregate Value of sales (except liquid funds) (Rs.)	3,29,55,21,477	81,04,16,313
%	24.15 %	15.50 %

IV. Total Value of investment falling under each major industry group (which constitute not less than 5% of total investment related to that classification)

Equity Group:

Particulars	March 31, 2017		March 31, 2016	
	Amount of Investment (Rs.)	%	Amount of Investment (Rs.)	%
Monetary intermediation of banks	5100,52,274	20.40%	16,71,43,271	23.68%
Manufacture of allopathic pharmaceut	2182,34,631	8.73%	4,17,47,948	5.91%
Writing, modifying, test of computer	1592,44,355	6.37%	8,72,31,027	12.36%
Activity granting credit for house	550,89,225	2.20%	3,89,48,190	5.52%
Total amount invested in Equity Shares	2,49,98,14,076		70,57,99,763	





### Corporate Bonds & Debentures

Particulars	March 31, 2017		March 31, 2016	
	Amount of Investment (Rs.)	%	Amount of Investment (Rs.)	%
Monetary intermediation of banks	14747,26,658	22.35%	91,32,75,385	37.22%
Other Credit Granting	10032,08,604	15.21%	45,34,58,354	18.48%
Other monetary intermediation serv	7520,50,882	11.40%	645,93,066	2.63 %
Activity granting credit for house	6879,37,173	10.43%	41,60,62,540	16.96%
Transmission of electric energy	6762,78,890	10.25%	359,70,855	1.47%
Fin.serv except insurance & pension	5360,55,342	8.13%	16,00,91,855	6.53%
Power generation by nuclear plant	5284,73,725	8.01%	219,93,688	0.90%
Construction & maintenance of roads	3476,58,792	5.27%	-	-
Total amount invested in Corporate Bonds & Debentures	65973,91,303		2,45,34,55,926	

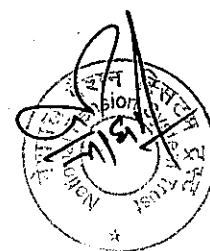
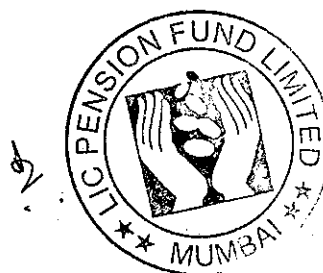
V. Aggregate value of Non Traded investment valued in good faith at the end of the year:

#### Non Convertible Bond & Debentures:

Particulars	March 31, 2017	March 31, 2016
Aggregate value of Non traded Investment (Rs.)	336,22,51,911	1,13,95,14,578
% to Net Assets Value	17.95 %	16.97%

VI. Contingent Liability as on 31<sup>st</sup> March, 2017 is NIL. (Previous Year – NIL).

VII. Figures have been rounded off to the nearest rupee. Previous year figures have been regrouped and rearranged, wherever necessary.

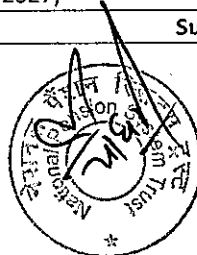
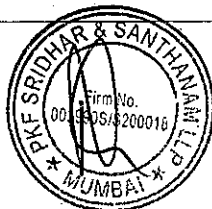


**Scheme 04 : NPS TRUST A/C LIC PENSION FUND SCHEME**  
Corporate CG

Schedule Annexed to and forming part of Financial  
Statements as on 31.03.2017

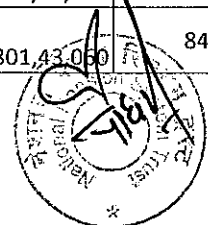
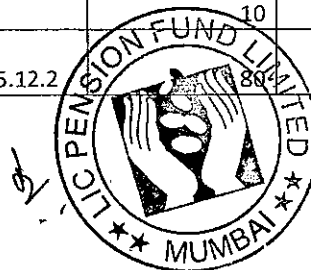
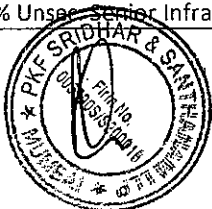
**A G Sec :**

Sr No.	Security Name	Face Value (Rs.)	Book Cost (Rs.)	Market Value (Rs.)
1	G-SEC 2036 -8.33% (7.6.2036)	480,00,000	540,57,600	523,20,000
2	G-SEC 8.28% 2032 (15.2.2032)	250,00,000	239,18,750	269,00,550
3	8.24% GSEC 2027	519,90,000	485,91,447	556,44,117
4	G-SEC 7.50% 2034 (10.08.2034)	200,00,000	205,25,000	201,40,000
5	8.32% G-SEC 2032 (02.08.2032)	1307,00,000	1221,82,450	1414,72,817
6	8.28% G-SEC 2027 (21.09.2027)	2404,70,000	2291,42,558	2583,85,015
7	8.83% G-SEC 2041 (12.12.2041)	1393,01,900	1452,63,296	1591,52,421
8	8.97% G-SEC 2030 (05.12.2030)	1504,74,000	1608,09,348	1707,58,798
9	8.33% G-Sec 2026 (09.07.2026)	500,00,000	479,59,000	537,49,950
10	8.20% G-SEC 2025 (24.09.2025)	697,90,000	652,19,181	742,14,686
11	8.58% GUJARAT SDL 2023 (23.01.2023).	25,00,000	25,06,800	26,21,168
12	8.60% KERALA SDL 2023 (23.01.2023)	25,00,000	25,05,140	26,17,335
13	8.56% TAMIL NADU SDL 2023 (23.01.2023).	2,80,000	2,80,000	2,92,996
14	8.92% TAMIL NADU SDL 2022 (05.09.2022)	114,00,000	116,52,168	121,77,184
15	8.30% G-SEC 2042 (31.12.2042)	3455,00,000	3358,84,156	3764,35,725
16	8.95% MAHARASHTRA SDL 2022 (7.03.2022)	100,00,000	102,28,000	106,48,590
17	8.88% HARYANA SDL 2022 (22.02.2022)	60,00,000	61,75,200	63,59,070
18	7.16% G-SEC 2023 (20.05.2023).	297,00,000	287,87,881	300,26,700
19	9.20% G-SEC 2030 (30.09.2030)	1144,80,000	1245,92,488	1324,75,684
20	9.23% G-SEC 2043 (23.12.2043)	6470,40,000	7904,30,684	7712,71,680
21	8.60% GSEC 2028 (02.06.2028)	676,30,000	716,92,904	741,02,191
22	8.46% UTTAR PRADESH SDL 2024 (12.11.2024)	63,40,000	63,40,000	66,29,015
23	8.17% G-SEC 2044 (01.12.2044)	6553,60,000	7041,64,441	7058,22,720
24	8.24% GSEC 2033 (10.11.2033)	1030,00,000	1034,28,900	1106,83,800
25	8.13% G-SEC 2045 (22.06.2045)	3947,10,000	4253,07,579	4260,89,445
26	8.30% WEST BENGAL SDL 2025 (26.08.2025)	10,30,000	10,30,000	10,70,792
27	8.23% MAHARASHTRA SDL 2025 (09.09.2025)	100,00,000	100,20,000	103,70,440
28	9.11% MAHARASHTRA SDL 2024 (28.05.2024)	45,00,000	47,40,750	48,66,642
29	9.35% MAHARASHTRA SDL 2024 (30.01.2024)	180,00,000	192,04,200	196,41,384
30	7.73% G-SEC 2034 (19.12.2034)	7710,80,000	8011,74,392	7965,44,917
31	7.88% GSEC 2030 (19.03.2030)	11876,70,000	12656,12,065	12411,15,150
32	7.59% G-SEC 2026 (11.01.2026)	896,00,000	891,64,490	939,00,800
33	8.88% WEST BENGAL SDL 2026 (24.02.2026)	100,00,000	101,39,000	108,02,270
34	7.59% G-SEC 2029 (20.03.2029)	8095,70,000	8281,66,008	8279,87,718
35	8.22% PUNJAB SDL SPL 2026 (21.06.2026)	200,00,000	200,00,000	206,56,920
36	7.40% TELANGANA SDL 2026 (09.11.2026)	1000,00,000	1000,70,000	988,94,600
37	7.61% G-SEC 2030 (09.05.2030)	10242,30,000	10888,46,103	10608,97,434
38	7.06% G-SEC 2046 (10.10.2046)	5441,30,000	5520,88,650	5247,28,501
39	6.97% GSEC 2026 (06.09.2026)	4931,70,000	5041,46,911	5025,89,547
40	7.15% KARNATAKA SDL 2027 (11.01.2027)	125,20,000	125,20,000	121,59,374
41	7.16% TAMIL NADU SDL 2027 (11.01.2027)	1025,60,000	1026,30,000	998,45,647
42	7.20% UTTAR PRADESH SDL 2027 (25.01.2027)	500,00,000	500,00,000	486,80,500
43	7.74% TAMIL NADU SDL 2027 (01.03.2027)	500,00,000	500,00,000	505,94,600
Sub Total			90511,97,538	91063,38,890

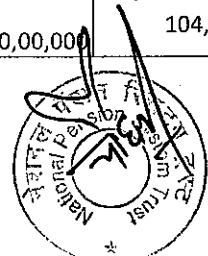
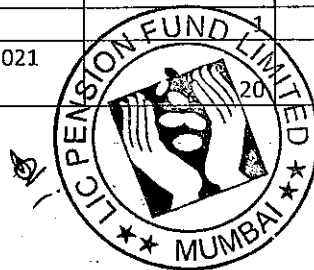
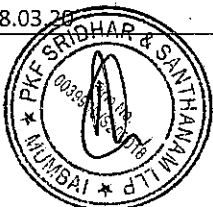


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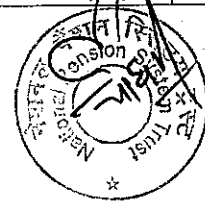
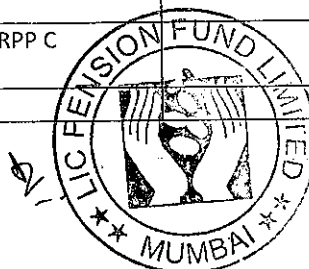
Sr No.	Security Name	Units	Book Cost (Rs.)	Market Value (Rs.)
1	10.09% SEC MRF LTD. NCDs 2020 (27.05.2020)	15	156,64,905	161,93,640
2	10.15% SUNDARAM FINANCE LTD. NCDs 2021 (29.07.2021).	29	296,16,685	308,38,426
3	9.90% SEC HDFC NCD 2021 (10.6.2021)	15	157,29,180	163,16,235
4	9.90% YES BANK LOWER TIER II SUBORDINATED BONDS 2022 (31.10.	15	152,09,655	162,93,015
5	9.90% YES BANK UNSECURED LOWER TIER II NCDs 2022 (28.03.2022	15	154,68,945	163,16,895
6	9.40% TATA SONS LTD. SECURED REDEEMABLE NCDs 2027 (27.11.202	15	150,00,000	169,13,595
7	9.15% ICICI BANK LTD LOWER TIER II UNSECU REDEEM DEBENTURE 2	55	561,69,600	588,60,890
8	9.15% AXIS BANK LIMITED LOWER TIER II DEBENTURE 2022 (31.12.	123	1268,93,526	1316,34,354
9	10.10% RELIANCE CAPITAL LTD F SERIES B-NCD 2022 (28.09.2022)	14	141,33,000	149,92,544
10	10.35% SECURED TORRENT POWER NCDs 2023 (25.03.2023)	2	200,40,000	217,89,280
11	9.00% UNSECURED ADITYA BIRLA NUVO LTD. NCDs 2023 (10.05.2023	10	101,90,920	105,09,030
12	9.24% STERLITE INDUSTRIES LTD. NCDs 2022 (20.12.2022)	30	304,26,990	303,57,180
13	9.20% HDFC SECURED REDEEMBLE NON CONVERTIBLE DEBENTURE 2018(	21	211,35,366	214,60,824
14	11.00% SECURED IL & FS NCDs 2018 (23.08.2013)	9,896	98,96,000	102,79,391
15	9.71% TATA SONS LTD. SECURED REDEEMABLE NCDs 2023 (13.12.202	15	150,00,000	166,16,655
16	9.68% UNSEC IDFC BANK LTD. NCDs 2023 (18.12.2023)	16	160,66,176	166,41,200
17	11.15% HDFC DEBENTURE 2018(06.08.2018)	17	178,04,525	178,47,161
18	9.50% UNSEC IDFC BANK LTD. NCDS 2024 (15.05.2024)	31	310,00,000	324,23,117
19	9.25% SEC. TATA SONS NCDs 2019 (19.06.2019)	10	99,23,770	104,31,550
20	9.30% SEC TATA SONS NCDs 2024 (19.06.2024)	20	200,00,000	218,07,200
21	9.90% SECURED REDEEMABLE NCD FULLERTON INDIA CREDIT CO. LTD	50	250,00,000	259,11,775
22	9.65% SEC. SUNDARAM BNP PARIBAS HOME FINANCE LTD. NCDS 2019	10	100,00,000	104,72,270
23	9.56% SECURED HDB FINANCIAL SERVICES LTD. NCDS 2019 (31.07.2	10	100,00,000	103,35,270
24	9.36% UNSEC IDFC BANK LTD. NCDS 2024 (21.08.2024)	20	200,00,000	218,84,600
25	10.20% SECURED APOLLO HOSPITALS ENTERPRISE LTD. NCDS 2028 (2	20	200,00,000	210,85,340
26	9.25% ICICI BANK LIMITED UNSEC.INFRA DEBENTURE 2024 (04.09.2	69	708,73,248	757,95,258
27	10.15% TATA CAPITAL HOUSING FINANCE LTD UNSEC. TIER II NCDS	11	110,00,000	123,20,077
28	9.85% SECURED RED. NCDS FULLERTON INDIA CREDIT COMPANY LTD.	80	400,00,000	418,28,600
29	9.60% UNSECURED RED. SUBORDINATED NCDs HDFC LTD.(21.10.2024)	20	100,00,000	110,91,890
30	9.35% UNSECURED RED . TATA MOTORS LTD.2023 ( 10.11.2023)	10	100,00,000	105,50,490
31	8.85% Unsec Senior Infra NCDs Axis Bank Ltd. 2024 (05.12.2	804	801,43,060	847,52,320



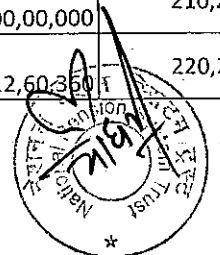
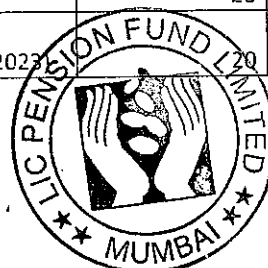
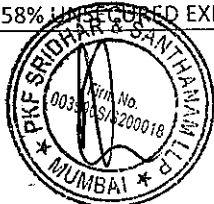
32	9.95% Secured NCDs Shriram Transport Finance Company Ltd. 20	50	500,00,000	521,11,800
33	8.72% SENIOR UNSEC. INFRA NCDs KOTAK MAHINDRA BANK LTD. 2022	120	1203,66,360	1262,61,480
34	9.39% LIC HOUSING FINANCE LTD. SECURED NCDs 2024 (23.08.2024)	60	625,62,960	657,55,500
35	8.85% UNSEC. SENIOR REDEEMABLE NCDs - YES BANK LTD 2025 (24.	90	900,00,000	946,21,320
36	8.49% SEC. NON CONVERTIBLE NTPC LTD NCDS (25.03.2025)	77,000	0	10,06,852
37	9.17% UNSEC NCDS IDFC BANK LTD.2024 (14.10.2024)	19	197,08,782	206,15,665
38	9.34% SECURED NCDs HDFC LTD. 2024 (28.08.2024)	53	551,22,071	579,45,059
39	8.64% UNSEC NCDS IDFC BANK LTD.2020 (15.04.2020)	57	570,00,000	592,18,668
40	8.70% UNSEC NCDS IDFC BANK LTD.2025 (20.05.2025)	24	240,70,584	255,06,024
41	9.15% UNSEC. BASEL III REDEEMABLE NCDs - YES BANK LTD 2025	20	200,00,000	214,05,440
42	8.73% UNSEC NCDS IDFC BANK LTD.2023 (06.01.2023)	7	70,00,000	73,62,754
43	8.75% UNSEC. NCDs IDFC BANK LTD 2023 (28.07.2023)	23	234,80,440	242,91,496
44	8.67% LIC HOUSING FINANCE LTD SECURED NCDs2020 (26.08.2020)	1	10,00,000	10,43,572
45	8.55% LIC HOUSING FINANCE LTD. SECURED NCDs 2025 (14.08.2025	8	80,00,000	84,37,512
46	9.65% SECURED NCDS HDFC LTD.2019 (19.01.2019)	5	51,47,330	52,08,465
47	8.75% LIC HOUSING FINANCE LTD. SECURED NCDS 2020 (14.01.2020	3	30,14,232	31,14,978
48	8.69% SECURED NCDs CAN FIN HOMES LTD. 2020 (10.09.2020)	7	70,00,000	73,10,716
49	8.65% SECURED NCDS HDFC LTD. 2020 (18.09.2020)	2	201,15,100	205,69,500
50	9.36% SENIOR UNSEC.INFRA NCDS KOTAK MAHINDRA BANK LTD 2021 (	10	103,79,000	107,10,780
51	9.20% UNSEC TIER II NCDs TATA CAPITAL HOUSING FINANCE LTD 20	10	99,88,000	107,44,160
52	8.40% LARSEN & TOUBRO LTD UNSECURED NCDS 2020 (24.09.2020)	5	50,00,000	51,80,910
53	8.61% LIC HOUSING FINANCE LTD. SECURED NCDS 2019 (11.12.2019	5	50,21,800	51,68,530
54	8.67% UNSEC. NCDs IDFC BANK LTD 2025 (03.01.2025)	10	101,32,685	105,86,990
55	8.70% SECURED NCDS HDFC LTD. 2020 (18.05.2020)	90	453,39,510	468,61,470
56	8.99% UNSEC TIER II NCDs TATA CAPITAL HOUSING FINANCE LTD 20	20	200,00,000	212,50,380
57	8.75% SECURED NCDS HDFC LTD. 2020 (13.01.2020)	40	201,85,960	207,65,740
58	9.44% LIC HOUSING FINANCE LTD. SECURED NCDs 2019 (30.08.2019	5	51,58,000	52,44,445
59	9.00% UNSEC TIER II NCDs TATA CAPITAL HOUSING FINANCE LTD 20	10	100,00,000	106,38,380
60	8.55% CAN FIN HOMES LTD. SECURED NCDs 2019 (22.03.2019)	5	50,00,000	51,30,855
61	8.90% ICICI BANK LIMITED UNSEC.NCD 2025 (12.01.2025)	20	202,22,360	208,79,080
62	8.60% CAN FIN HOMES LTD. SECURED NCDs 2019 (06.04.2019)	10	100,00,000	102,76,710
63	9.3532% LIC HOUSING FINANCE LTD. SECURED NCDs 2019 (19.08.20	10	101,89,120	103,72,870
64	8.50% SECURED NCDS HDFC LTD. 2020 (31.08.2020)	1	98,97,800	103,85,140
65	9.00% SECURED NCDS RELIANCE HOME FINANCE LTD. 2021 (08.03.20	20	100,00,000	104,23,610



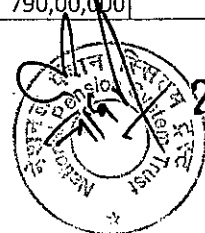
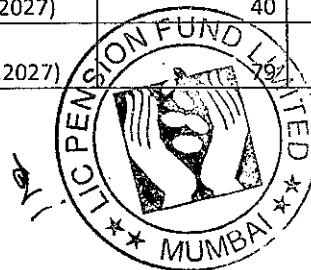
66	9.00% UNSEC TIER II NCDs TATA CAPITAL HSG. FINANCE LTD 2026	10	100,00,000	106,59,720
67	8.77% UNSECURED NCDS ICICI HOME FINANCE CO. LTD. 2019 (23.05)	60	300,00,000	309,87,780
68	9.00% UNSEC. BASEL III TIER 2 NCDs - YES BANK LTD 2026 (31.	30	300,00,000	319,90,710
69	8.35% SECURED NCDS HDFC LTD. 2020 (26.04.2021)	2	200,00,000	206,60,780
70	8.32% SECURED NCDS HDFC LTD.2026 (04.05.2026)	4	400,00,000	412,96,520
71	9.05% ESSEL LUCKNOW RAEBARELI TOLL ROADS LTD. SERIES X 2027	312	3121,86,000	3476,58,792
72	8.40% ICICI BANK LIMITED UNSEC.NCD 2026 (13.05.2026)	140	1400,00,000	1469,05,220
73	8.50% UNSEC. NCDs IDFC BANK LTD 2023 (04.07.2023)	153	1530,00,000	1597,54,032
74	9.25% EAST-NORTH INTERCONNECTION COMPANY LTD. SERIES 57 2031	120	1200,00,000	1323,21,240
75	8.50% AXIS BANK LIMITED BASEL III TIER II NCDS 2026 (27.05.	100	1000,00,000	1056,01,800
76	8.65% SECURED NCDS APOLLO TYRES LTD. SERIES B 2025 (300420)	30	300,00,000	312,17,160
77	9.10% SEC DEWAN HOUSING FINANCE CORP. LTD. NCDs 2021 (17.06)	40	400,00,000	424,00,600
78	8.53% UNSECURED NCDS ICICI HOME FINANCE CO. LTD. 2020 (19.06)	40	200,00,000	207,50,280
79	8.49% SECURED NCDS HDFC LTD.2020 (20.03.2020)	2	200,00,000	206,85,580
80	9.00% SEC. NCDs SHRIRAM TRANSPORT FINANCE CO. LTD. 2019 (05)	30	300,00,000	305,89,920
81	8.75% SECURED NCDS HDFC LTD. 2021 (04.03.2021)	4	406,76,080	411,56,000
82	8.36% UNSECURED NCDS ICICI HOME FINANCE CO. LTD. 2020 (21.07)	10	50,00,000	51,67,365
83	8.20% SECURED NCDS HDFC LTD. 2021 (29.07.2021)	1	100,00,000	102,89,950
84	8.25% UNSECURED NCDS ICICI LOMBARD GEN INS CO. LTD. 2026 (28)	80	803,20,000	824,61,760
85	7.90% SECURED NCDS HDFC LTD. 2026 (24.08.2026)	6	600,00,000	611,36,820
86	7.53% SEC ULTRA TECH CEMENT LTD. NCDs 2026 (21-08-2026)	48	483,34,811	477,48,624
87	7.95% SENIOR UNSEC. INFRA NCDs HDFC BANK LTD. 2026 (21.09.2)	20	200,00,000	204,46,380
88	7.57% UNSECURED NCDS MAHINDRA & MAHINDRA LTD. 2026 (25.09.2)	45	450,00,000	448,80,165
89	8.00% SENIOR UNSEC. INFRA NCDs YES BANK LTD. 2026 (30.09.20)	55	550,00,000	551,72,205
90	7.60% ICICI BANK LIMITED UNSEC. INFRA DEBENTURES 2023 (07.1)	5	50,00,000	49,67,330
91	7.60% UNSEC. SENIOR INFRA NCDs AXIS BANK LTD 2023 (20.10.20)	10	100,00,000	100,00,670
92	7.60% UNSECURED NCDS HDFC ERGO GEN INS CO. LTD. 2026 (09.11.	50	503,85,800	499,66,950
93	8.52% UNSECURED NCDS TATA AIG GEN INS CO. LTD. 2027 (21.03.2)	10	100,00,000	103,01,210
94	9.00% POWER FINANCE CORPORATION UNSECURED BONDS 2028 (11.03)	10	99,92,000	110,13,900
95	8.94% POWER FINANCE CORPORATION UNSECURED BOND 2028 (25.03.2)	80	864,61,390	877,90,000
96	8.70% SEC. POWER GRID BONDS XLIV ISSUE - STRPP C (15.07.2028)	30	281,05,950	324,23,040
97	9.81% SECURED PFC BONDS 2018 (07.10.2018).	17	170,93,500	176,33,454



98	9.18% NUCLEAR POWER CORPORATION STRPP SERIES XXVIII - A (23.	5	50,00,000	54,92,545
99	9.18% NUCLEAR POWER CORPORATION STRPP SERIES XXVIII - B (23.	5	50,00,000	55,46,550
100	9.18% NUCLEAR POWER CORPORATION STRPP SERIES XXVIII - C (23.	5	50,00,000	55,90,165
101	9.18% NUCLEAR POWER CORPORATION STRPP SERIES XXVIII - D (23.	5	50,00,000	56,29,855
102	9.18% NUCLEAR POWER CORPORATION STRPP SERIES XXVIII - E (23.	5	50,00,000	56,66,730
103	9.00% EXPORT - IMPORT BANK OF INDIA UNSECURED BONDS 2019 (10	20	196,70,000	206,70,120
104	8.56% UNSECURED NUCLEAR POWER CORP. OF INDIA NCDs 2023 (15.0	15	142,54,080	157,89,690
105	9.61% RURAL ELECTRIFICATION CORPORATION LTD. BONDS 2019 (03.	45	454,52,010	467,99,775
106	9.20% POWER FINANCE CORPORATION UNSECURED BONDS (07.07.2021)	20	199,98,000	212,82,820
107	9.30% SEC. POWER GRID CORPORATION OF INDIA LTD BONDS 2029 (0	150	1787,69,250	1699,25,850
108	9.30% SEC. POWER GRID CORPORATION OF INDIA LTD BONDS 2024 (0	20	212,36,180	218,25,480
109	8.40% UNSECURED NUCLEAR POWER CORPORATION STRPP SERIES- XXIX	200	2213,25,800	2127,35,200
110	8.52% UNSEC. POWER FINANCE CORPORATION LTD. BOND 2019 (09.12.	20	199,90,000	206,29,940
111	8.57% UNSEC RURAL ELECTRIFICATION CORPORATION LTD. BONDS 202	35	353,41,860	369,70,570
112	8.65% UNSEC. POWER FINANCE CORPORATION LTD. BONDS 2024 (28.1	95	967,33,770	1004,56,135
113	8.98% UNSEC POWER FINANCE CORP LTD BONDS (120B) 2024(08.10.2	43	444,49,037	461,96,233
114	8.30% UNSEC RURAL ELECTRIFICATION CORPORATION LTD. BONDS 202	53	527,76,356	549,10,968
115	8.56% SEC BONDS PNB HOUSING FINANCE LTD. 2020(28.07.2020)	2	20,00,000	20,88,906
116	9.35% UNSEC. PNB BASEL III TIER 2 BONDS 2024 (09.09.2024)	1	10,51,518	10,94,145
117	9.34% SEC RURAL ELECTRIFICATION CORPORATION LTD. BONDS 2024	70	739,16,960	765,24,140
118	8.23% SEC BONDS PNB HOUSING FINANCE LTD. 2019 (09.04.2019)	30	299,97,000	305,85,810
119	8.98% UNSEC. POWER FINANCE CORPORATION LTD. BONDS(120A) 2024	55	573,80,490	590,88,205
120	8.14% UNSECURED NUCLEAR POWER CORPORATION STRPP SERIES- XXX(	180	1815,65,100	1895,66,100
121	8.40% STATE BANK OF HYDERABAD BASEL III TIER-II BONDS 2025 (	10	100,00,000	105,00,970
122	8.32% SEC. POWER GRID BONDS LII ISSUE - STRPP C (23.12.2030)	105	1162,53,700	1104,72,390
123	8.40% STATE BANK OF MYSORE BASEL III TIER-II BONDS 2025 (31.	10	100,00,000	104,81,890
124	8.45% STATE BANK OF MYSORE BASEL III TIER-II BONDS 2025 (18.	20	200,00,000	210,29,020
125	9.58% UNSECURED EXIM BONDS SR.Q.24.2023 (16.12.2023)	20	212,60,350	220,26,660



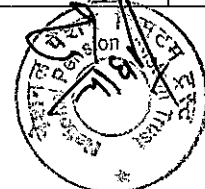
126	8.20% UNSEC. POWER FINANCE CORPORATION LTD. BONDS 2025 (10.0)	10	97,56,240	103,28,670
127	8.27% UNSEC RURAL ELECTRIFICATION CORP. LTD. BONDS 2025 (06.	11	109,37,993	114,04,844
128	9.65% UNSECURED EXIM BONDS SR.R.01.2024 (04.04.2024)	21	223,32,450	232,91,562
129	8.45% STATE BANK OF TRAVANCORE BASEL III TIER-II BONDS 2026	20	200,00,000	207,20,940
130	8.13% UNSECURED NUCLEAR POWER CORP. STRPP SERIES-XXXII(A) (	10	106,49,540	104,65,140
131	8.13% UNSECURED NUCLEAR POWER CORP. STRPP SERIES-XXXII (E)	50	503,31,650	525,10,150
132	8.12% UNSECURED EXIM BONDS SR.T.02.2031 (25.04.2031)	190	1900,00,000	1983,24,850
133	8.02% UNSECURED EXIM BONDS SR.T.01.2026 (20.04.2026)	20	200,00,000	205,00,000
134	8.53% UNSEC. POWER FINANCE CORPORATION LTD. BONDS 2020 (24.0	90	913,28,760	934,55,280
135	8.17% SECURED NHPC LTD U-1 SERIES BONDS 2031 (27.06.2031)	20	200,00,000	208,51,480
136	7.90% UNSEC. IIFCL BONDS 2024 (28.04.2024)	40	392,85,320	390,29,320
137	8.11% UNSECURED EXIM BONDS SR.T.05.2031 (11.07.2031)	30	300,00,000	310,86,660
138	8.88% UNSECURED IFC BONDS TR. 3 STRPP 5 2031 (20.10.2031)	200	218,52,960	223,37,360
139	8.06% UNSEC SUB TII RURAL ELECTRIFICATION CORP LTD BONDS 202	20	202,04,250	204,10,180
140	7.55% SEC. POWER GRID BONDS LV ISSUE - 2031 (20.09.2031)	110	1123,03,900	1086,53,050
141	7.36% SEC. POWER GRID BONDS LVI ISSUE - 2026 (17.10.2026)	40	400,00,000	393,38,080
142	7.38% NABARD UNSECURED BONDS 2031 SERIES LTIF 1A (20.10.203	140	1430,99,500	1362,40,440
143	8.75% UNSEC RURAL ELECTRIFICATION CORP LTD BONDS 2025 (08.06	30	319,89,000	319,76,820
144	7.49% SECURED NTPC BONDS - SERIES 64 2031 (07.11.2031)	30	300,00,000	294,77,100
145	8.88% UNSECURED IFC BONDS TR. 3 STRPP 6 2032 (20.10.2032)	2,500	2989,84,500	2802,94,750
146	8.87% UNSECURED EXIM BONDS SR.R.15-2029 (30.10.2029)	140	1621,97,280	1539,76,620
147	7.25% UNSECURED NUCLEAR POWER CORP. STRPP SERIES-XXXII(E)(1	20	200,00,000	194,81,600
148	7.37% SECURED NTPC BONDS - SERIES 66 2031 (13.12.2031)	20	200,00,000	196,08,040
149	7.30% NABARD UNSEC GOI BONDS 2031 SERIES LTIF A-2 (26.12.2	50	500,00,000	489,24,150
150	7.16% NABARD UNSEC GOI BONDS 2032 SERIES LTIF A-3 (12.01.2	60	600,00,000	579,70,140
151	7.18% UNSEC POWER FINANCE CORP LTD. GOI BONDS 2027 SERIES 15	20	200,00,000	196,12,580
152	7.25% UNSECURED EXIM BONDS SR.T.09-2027 (01.02.2027)	40	400,00,000	390,39,680
153	7.22% IREDA UNSEC GOI BONDS 2027 SERIES 1 (06.02.2027)	792	790,00,000	772,19,735



154	7.60% UNSEC POWER FINANCE CORP LTD. GOI BONDS 2027 SERIES 16	20	200,00,000	201,29,640
155	7.85% IREDA UNSEC GOI BONDS 2027 SERIES 18 (06.03.2027)	30	300,00,000	308,03,340
156	7.90% IWAI UNSEC GOI BONDS 2027 MOS SERIES 1 (03.03.2027)	40	400,00,000	412,08,600
157	7.89% SEC. POWER GRID BONDS LVIII ISSUE - 2027 (09.03.2027)	60	600,00,000	613,19,760
158	7.75% UNSEC POWER FINANCE CORP LTD. GOI BONDS 2027 SERIES 16	40	400,00,000	408,31,000
Sub Total			64417,17,990	65973,91,303

**C Equity :**

Sr No.	Security Name	Units	Book Cost (Rs.)	Market Value (Rs.)
1	OIL AND NATURAL GAS CORPORATION LTD.	2,40,000	425,32,341	444,00,000
2	RELIANCE INDUSTRIES LTD.	55,700	552,85,388	735,74,130
3	BHARAT PETROLEUM CORPORATION LIMITED	25,000	139,12,948	162,46,250
4	TATA STEEL LIMITED	55,000	244,16,366	265,48,500
5	INFOSYS TECHNOLOGIES LTD	48,700	478,54,142	497,83,575
6	LARSEN AND TOUBRO LTD	55,800	787,24,245	878,79,420
7	GAIL INDIA	67,600	218,75,418	254,81,820
8	BHARATI AIRTEL	22,436	83,56,609	78,53,722
9	INFRASTRUCTURE DEVELOPMENT FIN CORP	1,86,586	117,01,450	101,68,937
10	ITC LTD	2,72,050	633,72,427	762,55,615
11	NTPC LTD	1,15,000	161,32,945	190,90,000
12	TATA POWER LTD.	4,06,020	296,81,900	366,83,907
13	STATE BANK OF INDIA	2,37,000	541,56,211	695,35,800
14	HINDUSTAN UNILEVER LTD.	38,650	298,06,237	352,39,138
15	SIEMENS LTD.	2,972	28,57,530	37,30,454
16	TATA MOTORS LTD.	97,611	424,16,561	454,72,084
17	AMBUJA CEMENTS LTD.	48,100	99,63,786	113,82,865
18	BHARAT HEAVY ELECTRICALS LTD	80,667	131,59,789	131,36,621
19	STEEL AUTHORITY OF INDIA LTD	79,337	50,72,412	48,63,358
20	POWER GRID CORPORATION OF INDIA LTD	1,62,620	261,85,063	320,84,926
21	RURAL ELECTRIFICATION CORPORATION LTD.	90,000	101,96,622	162,90,000
22	TATA CONSULTANCY SERVICES LTD.	14,315	337,78,751	348,11,217
23	YES BANK LTD	3,000	25,14,513	46,40,250
24	INDIAN OIL CORPORATION LTD	24,000	70,14,083	92,89,200
25	AXIS BANK LIMITED	1,02,500	449,10,102	503,07,000
26	GRASIM INDUSTRIES LTD.	18,725	133,13,626	196,42,525
27	HOUSING DEVELOPMENT FINANCE CORPORATION LTD.	20,000	215,89,126	300,42,000
28	ASIAN PAINTS LTD.	30,750	280,61,956	330,10,125
29	ASHOK LEYLAND LTD.	1,98,500	170,80,046	167,83,175
30	CIPLA LTD.	57,250	320,84,509	339,46,388
31	MARUTI SUZUKI INDIA LTD.	6,804	321,58,497	409,30,823
32	DABUR INDIA LTD.	15,400	40,59,246	42,71,190
33	COLGATE PALMOLIVE (INDIA) LTD.	18,500	156,63,171	184,16,750
34	LIC HOUSING FINANCE LTD.	40,500	198,32,884	250,47,225
35	Tata Chemicals Limited	42,757	225,88,816	256,00,754
36	PETRONET LNG LTD.	58,000	216,40,765	233,82,700
37	IDEA CELLULAR LIMITED	76,500	82,32,975	65,67,525
38	HDFC BANK LIMITED	61,900	671,00,535	892,93,845
39	HINDALCO INDUSTRIES LIMITED	91,800	128,81,326	179,05,590
40	MAHINDRA & MAHINDRA LTD.	23,400	294,95,182	301,13,460



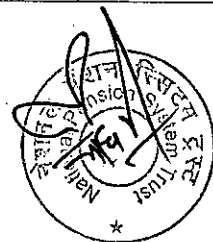
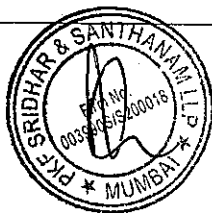


41	DR. REDDYS LABORATORIES LTD.	13,750	409,15,525	361,94,813
42	COAL INDIA LIMITED	1,10,881	346,30,726	324,49,325
43	BAJAJ AUTO LTD.	8,200	209,07,641	230,04,690
44	BANK OF BARODA	3,29,118	530,67,393	569,20,958
45	SUN PHARMACEUTICALS INDUSTRIES LTD.	91,605	657,07,360	630,37,981
46	ACC LTD.	4,600	64,10,966	66,51,830
47	HERO MOTOCORP LTD.	2,111	59,02,434	68,01,536
48	UltraTech Cement Limited	5,336	165,68,642	212,62,626
49	HCL TECHNOLOGIES LTD.	47,443	370,25,221	415,00,764
50	Apollo Tyres Limited	13,000	22,90,200	27,13,100
51	INDUSIND BANK LTD.	30,650	307,41,805	436,80,848
52	KOTAK MAHINDRA BANK LTD.	65,500	476,19,035	571,29,100
53	LUPIN LTD.	20,400	309,01,517	294,82,080
54	TATA GLOBAL BEVERAGES LTD.	61,467	88,31,158	92,53,857
55	GLENMARK PHARMACEUTICALS LTD.	19,300	171,86,873	164,45,530
56	WIPRO LIMITED	19,584	93,78,038	100,99,469
57	TECH MAHINDRA LIMITED	50,200	245,62,828	230,49,330
58	CANARA BANK	52,600	150,36,726	159,24,650
59	ICICI BANK LTD.	4,27,766	1154,37,784	1184,27,017
60	POWER FINANCE CORPORATION LTD.	63,686	73,49,975	92,91,787
61	AUROBINDO PHARMA LIMITED	57,950	417,18,368	391,27,840
62	NMDC LTD	55,667	78,35,540	74,09,278
63	ZEE ENTERTAINMENT LTD	13,000	55,91,844	69,62,150
64	IDFC BANK LTD	70,705	60,13,230	41,92,807
65	BRITANIA INDUSTRIES LTD	1,850	50,04,165	62,41,900
66	CASTROL INDIA LTD	59,300	239,26,724	256,41,320
67	BHARTI INFRATEL LTD	7,000	22,30,500	22,81,300
68	MOTHERSON SUMI SYSTEMS LIMITED	33,700	107,93,702	125,33,030
69	HINDUSTAN ZINC LTD	11,000	32,13,815	31,76,800
70	SBI BLUECHIP FUND DIRECT GROWTH	40,73,706	1200,00,000	1410,04,393
71	BIRLA SUN LIFE FRONTLINE EQUITY FUND GROWTH DIRECT PLAN	6,57,163	1085,00,000	1313,14,400
72	FRANKLIN INDIA BLUECHIP FUND DIRECT GROWTH	2,46,539	900,00,000	1044,35,131
73	KOTAK SELECT FOCUS FUND	38,85,537	900,00,000	1156,99,649
74	HDFC EQUITY FUND-DIRECT PLAN-GROWTH OPTION	1,01,281	500,00,000	567,69,926
Sub Total			21969,60,232	24998,14,076

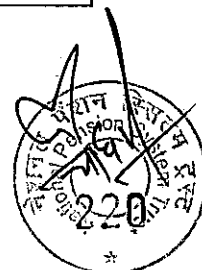
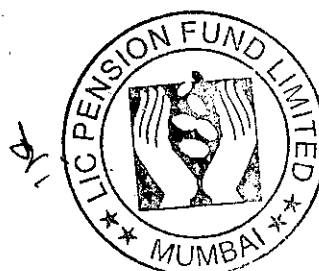
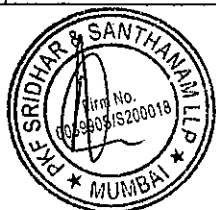
**D Mutual Fund :**

Sr No.	Security Name	Units	Book Cost (Rs.)	Market Value (Rs.)
1	UTI MONEY MARKET INSTN GROWTH DIRECT	3,745	68,27,609	68,30,101
2	LIC NOMURA MF LIQUID FUND DIRECT GROWTH	27,519	811,34,145	811,34,145
Sub Total			879,61,754	879,64,246

E	Fixed Deposits With Banks			
Sr No.	Security Name	Units	Book Cost (Rs.)	Market Value (Rs.)
1	Fixed Deposits With Banks	-	300,00,000	300,00,000
Total			300,00,000	300,00,000



Key Statistics			
LIC Pension Fund Limited			
Name of the Scheme: Corporate CG Scheme			
S. No.	Particulars	As at March 31, 2017	As at March 31, 2016
1	NAV Per Unit (Rs.)*		
	Open	13.8898	13.1378
	High	16.0641	13.8870
	Low	13.9206	12.9375
	End	15.8133	13.8870
2	Closing Assets Under Management (Rs. In Lakhs)		
	End	187,298.79	67131.88
	Average (AAUM)	136,476.26	52291.92
3	Gross income as % of AAUM	7.95	7.84
4	Expense Ratio		
a	Total Expense as % of AAUM (Scheme wise)	0.09	0.48
b	Management Fee as % of AAUM (Scheme Wise)	0.01	0.01
5	Net Income as a percentage of AAUM	7.86	7.35
6	Portfolio turnover ratio	0.25	0.15
7	Returns (%)* Compounded Annualised Yield		
	a. Last One Year		
	Benchmark (NPS-Government Pattern Index)	12.83%	6.36%
	b. Since inception		
	Benchmark (NPS-Government Pattern Index)	10.59%	9.94%
	c. Compounded annualised yield (%)		
	Last 1 Year	13.87%	5.72%
	Last 3 Years	12.90%	10.09%
	Last 5 Years	N.A.	N.A.
	Since Launch of the scheme (05-Nov-2012)	10.96%	10.12%
* Declared NAV; Returns calculated based on declared NAV			



**INDEPENDENT AUDITOR'S REPORT**

**TO**

**THE TRUSTEES,**

**NATIONAL PENSION SYSTEM TRUST (NPS Trust)**

***Report on Financial Statements***

1. We have audited the accompanying financial statements of Scheme 11: **NPS Trust A/c – LIC Pension Fund Scheme Atal Pension Yojna under the National Pension System Trust (NPS Trust)** managed by LIC Pension Fund Ltd. (PFM) [in terms of clause 3 of PFRDA (preparation of Financial Statements) Guidelines 2012] which comprises of the Balance sheet as at March 31, 2017 and the Revenue account for the year then ended, and a summary of significant accounting policies and other explanatory information.

***Management's Responsibility for the Financial Statements***

2. The Board of Directors of the PFM, in accordance with the applicable Pension Fund Regulatory and Development Authority (PFRDA) Guidelines and the Investment Management Agreement (IMA) with the National Pension System trust (NPS Trust) is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Scheme in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Companies Act, 2013 read with the Rule 7 of the Companies (Accounts) Rule 2014, to the extent made applicable by PFRDA to Scheme. This responsibility also includes maintenance of records in accordance with PFRDA guidelines for safeguarding of the assets of the Company and preventing frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. These financial statements are also approved by the NPS Trust on the recommendation of the Board of Directors of the PFM.

***Auditor's Responsibility***

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial



statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the PFM's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by PFM, as well as evaluating the overall presentation of the financial statements.

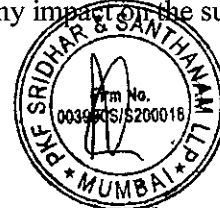
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Opinion***

6. In our opinion and to the best of our information and according to the explanations given to us the financial statements give the information required by the PFRDA (Preparation of Financial Statements and Auditor's Report of schemes under National Pension System) Guidelines 2012, and give a true and fair view in conformity with the accounting principles generally accepted in India:
- i) in the case of the Balance Sheet, of the state of affairs of the Scheme as at March 31, 2017;
  - ii) in the case of the Revenue Account, of the surplus of the Scheme for the period ended on that date; and

### ***Emphasis of Matter***

7. As explained in Note No. 7K giving background of the Scheme regarding unbundled architecture, the PFM receives consolidated funds and does not have access to the individual subscribers' data. However, based on the individual subscribers' data and break-up of balance in bank accounts provided to us by the CRA, without modifying our opinion, we invite attention to the following:
- a) Rs. 2,29,51,568/- is lying with Trustee Bank as on 31<sup>st</sup> March, 2017 (Previous Year Rs. 1,48,08,021) the units in respect of which have been allotted in the next financial year on receipt of funds by the PFM. This does not have any impact on the surplus for the period; though the subscription received pending allotments as well as balances with bank are understated by the said amount.
  - b) Rs 2,79,193 is lying in the withdrawal account with trustee bank as on 31<sup>st</sup> March 2017. As explained by CRA, the same pertains to subscriber/nodal office for the withdrawals executed/erroneous requests processed by either by CRA/ Nodal Offices. The said amount could not be transferred to the recipients due incorrect bank account details/invalid bank details, etc. This does not have any impact on the surplus for the year.



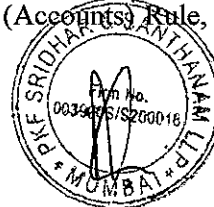
- c) As informed by CRA, Rs 93,93,380 pertaining to all PFMs & all schemes and cannot be identified PFM wise or scheme wise, is lying with the Trustee Bank on account of the following:

Particulars	(Rs)
Amount pertaining to subscriber/nodal office for the withdrawals executed/erroneous requests processed by either by CRA/ Nodal Offices (Part of the amount is yet to be transferred to the beneficiary ex: transaction with multiple nominees)	48,80,246
Amount received from Bank of India (these funds have been received from Bank of India, erstwhile Trustee Bank, and it is not yet reconciled)	36,910
Surplus for PFRDA instructions	16,172
Amount received from ASPs (The cases wherein the funds were sent to ASPs and subsequently, the subscriber has cancelled the Annuity as the subscriber during the free look period.)	44,59,705
Pay-in residual	347
<b>Total</b>	<b>93,93,380</b>

Above amounts do not have any impact on the surplus for the year.

#### ***Report on Other Legal and Regulatory Requirements***

8. As required by the PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012, as amended we report that:
- We have obtained all information and explanations which to the best of our knowledge and belief were necessary for the purpose of the audit,
  - The Balance Sheet and Revenue account of the Scheme are in agreement with the books of account of the Scheme,
  - In our opinion, proper books of account of the scheme, as required by the PFRDA has been maintained by the PFM so far as appears from our examination of those books.
  - All transactions expenses in excess of the limits contractually agreed to/approved by the Authority are borne by the Pension Fund (if any) and are not charged to the NAV of the Scheme
  - In our opinion the Balance Sheet and Revenue account of the Scheme dealt with by this report comply with the Accounting Standards notified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rule, 2014 to the extent made applicable by PFRDA



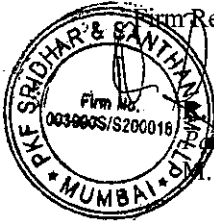
9. We further certify that

- a) Investments has been valued in accordance with the guidelines issued by the Authority *except for the variance set out in Significant Accounting policies in Note 7D.*
- b) Transaction and claims/fee raised by different entities are in accordance with the prescribed fees

For PKF SRIDHAR & SANTHANAM LLP

Chartered Accountants

Firm Registration No: 003990S/S200018



Suriyanarayanan

Partner  
M. No: 201402

Mumbai:

13<sup>th</sup> July, 2017

NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - ATAL PENSION YOJANA

BALANCE SHEET AS AT MARCH 31, 2017

	Schedules	As at March 31, 2017 ₹	As at March 31, 2016 ₹
<b>Liabilities</b>			
Unit Capital	1	5,095,808,933	1,557,653,528
Reserves and Surplus	2	1,112,071,958	111,075,966
Current Liabilities and Provisions	3	5,466,276	112,299
<b>Total</b>		<b>6,213,347,167</b>	<b>1,668,841,793</b>
<b>Assets</b>			
Investments	4	6,093,934,295	1,620,661,091
Deposits	5		4,000,000
Other Current Assets	6	119,412,872	44,180,702
<b>Total</b>		<b>6,213,347,167</b>	<b>1,668,841,793</b>
(a) Net assets as per Balance Sheet		6,207,880,891	1,668,729,494
(b) Number of Units outstanding		509,580,893	155,765,353
Significant Accounting Policies and Notes to Accounts	7		

This is the Balance Sheet referred to in our report of even date.

For PKE SRIDHAR & SANTHANAM LLP

Chartered Accountants

Firm Reg. No. 003990S/S200018

18.08.2018

R. Suriyanarayana

Partner

Membership No.- 201402

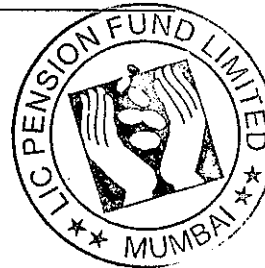
For LIC Pension Fund Ltd

*[Signature]*

MD & CEO

*[Signature]*

Director



Date: 13<sup>th</sup> July, 2017

Place: Mumbai

Date:

Place: Mumbai

For and on Behalf of NPS Trust

*[Signature]*

Shailesh V. Haribhakti

(Chairman, NPS Trust Board)

*[Signature]*

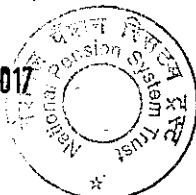
Kamal Chaudhry

(Chief Executive Officer)

Date:

Place: Mumbai

13 JUL 2017



NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - ATAL PENSION YOJANA

REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2017

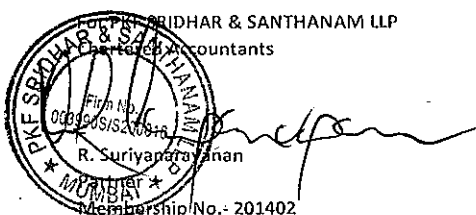
Particulars	Year ended March 31, 2017 ₹	Year ended March 31, 2016 ₹
<b>Income</b>		
Dividend	4,401,229	833,431
Interest	249,413,141	34,675,562
Profit on sale/redemption of investments	14,039,231	2,828,018
Profit on inter-scheme transfer/sale of investments	-	-
Unrealized gain on appreciation in investments	137,250,122	13,077,202
Other income		
- Miscellaneous Income	1	-
<b>Total</b>	<b>405,103,724</b>	<b>51,414,213</b>
<b>Expenses and Losses</b>		
Unrealized losses in value of investments		
Loss on sale/redemption of investments	774,123	3,710,513
Loss on inter-scheme transfer/sale of investments	-	-
Management fees (including service Tax)	451,626	59,181
NPS Trust fees	385,163	42,567
Custodian fees	128,011	35,006
CRA Fees	53,305,353	13,943,911
Less: Amount recoverable on sale of units on account of CRA Charges	(53,305,353)	(13,943,911)
Trustee Bank's fees	-	-
Depository and settlement charges	45,176	9,422
Provision for Non-performing assets	-	-
Other Expenses, if any	-	-
<b>Total</b>	<b>1,784,099</b>	<b>3,856,689</b>
<b>Surplus/(Deficit) for the year</b>	<b>403,319,625</b>	<b>47,557,524</b>
Less: Amount transferred to Unrealised appreciation account	137,250,122	13,077,202
Less: Amount transferred to General Reserve	266,069,503	34,480,322
Amount carried forward to Balance Sheet	-	-

Significant Accounting Policies and Notes to Accounts

7

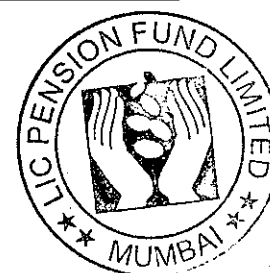
This is the Revenue Account referred to in our report of even date.

For LIC Pension Fund Ltd



*[Signature]*  
MD & CEO

*[Signature]*  
Director



Date: 13<sup>th</sup> July, 2017  
Place: Mumbai

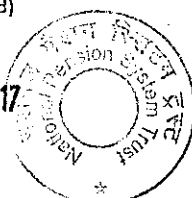
Date:  
Place: Mumbai

For and on Behalf of NPS Trust

*[Signature]*  
Shailesh V. Haribhakti  
(Chairman, NPS Trust Board)

*[Signature]*  
Kamal Chaudhry  
(Chief Executive Officer)

Date: 13 JUL 2017  
Place: Mumbai





NATIONAL PENSION SYSTEM TRUST

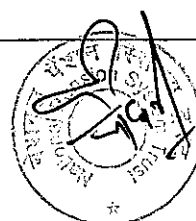
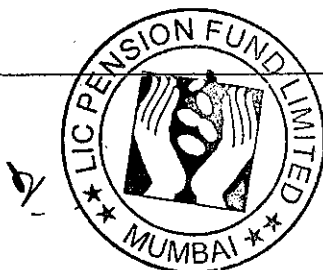
NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - ATAL PENSION YOJANA

NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2017

Schedule 1	As at March 31, 2017	As at March 31, 2016
	₹	₹
<b>Unit Capital</b>		
<b>Initial Capital*</b>		
Outstanding at the beginning of the year	1,557,653,528	-
Add :Units issued during the year	3,604,656,000	1,570,942,893
Less: Units redeemed during the year	66,500,595	13,289,365
Outstanding at the end of the year	5,095,808,933	1,557,653,528
(Face Value of Rs.10/- each unit, fully paid up)		
Outstanding units at the beginning of the year	155,765,353	-
Add :Units issued during the year	360,465,600	157,094,289
Less: Units redeemed during the year	6,650,060	1,328,937
Outstanding Units at the end of the year	509,580,893	155,765,353

Schedule 2	As at March 31, 2017	As at March 31, 2016
	₹	₹
<b>Reserves and Surplus</b>		
<b>Unit Premium Reserve</b>		
Opening Balance	63,518,442	-
Add: Premium on Units issued	608,722,845	66,929,565
Less: Premium on Units redeemed	11,046,478	3,411,123
Closing Balance	661,194,809	63,518,442
<b>General Reserve</b>		
Opening Balance	34,480,322	-
Add: Transfer from Revenue Account	266,069,503	34,480,322
Closing Balance	300,549,825	34,480,322
<b>Unrealised Appreciation Account</b>		
Opening Balance	13,077,202	-
Add: Transfer from Revenue Account	137,250,122	13,077,202
Closing Balance	150,327,324	13,077,202
<b>Total</b>	<b>1,112,071,958</b>	<b>111,075,966</b>

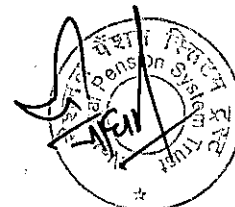
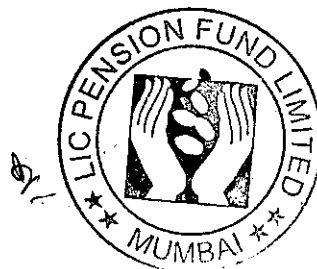
Schedule 3	As at March 31, 2017	As at March 31, 2016
	₹	₹
<b>Current Liabilities and Provisions</b>		
<b>Current Liabilities</b>		
Provision for interest overdue	682,090	408
Redemption Payable	4,328,798	-
Contract for Purchase of Investments	(4,910)	-
TDS Payable	460,298	111,891
Sundry Creditors for expenses		
	5,466,276	112,299



Schedule 4	As at March 31, 2017	As at March 31, 2016
	₹	₹
Investments (Long Term and Short Term)		
Equity Shares	848,392,437	154,708,762
Debentures and Bonds Listed/Awaiting Listing	2,111,173,135	617,315,582
Central and State Government Securities (including treasury bills)	3,044,087,838	788,883,242
Commercial Paper	-	-
Others - Mutual Fund Units	90,280,885	59,753,505
- Certificates of Deposit	-	-
Non Convertible Debentures classified as Non performing investment	-	-
Less: Provision on Non performing investment	-	-
Total	6,093,934,295	1,620,661,091

Schedule 5	As at March 31, 2017	As at March 31, 2016
	₹	₹
Deposits		
Deposits with Scheduled Banks	-	4,000,000
	-	4,000,000

Schedule 6	As at March 31, 2017	As at March 31, 2016
	₹	₹
Other Current Assets		
Outstanding and accrued income	114,824,658	35,616,677
Balance with Trustee Bank	4,582,125	8,562,833
Application Pending Allotment	-	-
Contract for sale of investments	-	-
Tax Receivable	-	-
Brokerage receivable from LIC Pension Fund Ltd.	6,089	1,192
Redemption receivable on investments	-	-
Sundry Debtors	0	-
Less: Provision for Non performing investment	0	-
	119,412,872	44,180,702



## National Pension System Trust

### SCHEME 11: NPS TRUST A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME ATAL PENSION YOJANA

#### Note 7: Significant Accounting Policies and Notes to Accounts

##### Background

The Central Government had introduced the National Pension System (NPS) with effect from January 1, 2004 (except for armed forces). Pension Fund Regulatory and Development Authority (PFRDA), the regulatory body for NPS, finalized the architecture and appointed NSDL and Karvy Computershare Private Limited as Central Recordkeeping Agencies (CRAs), other entities for National Pension System and appointed LIC Pension Fund Ltd (LICPFL) as one of the Fund manager for the Scheme.

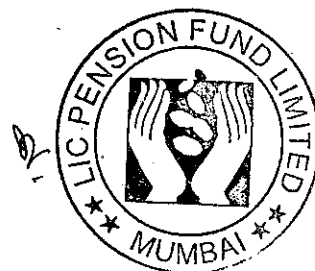
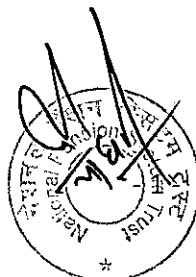
LICPFL has entered into an Investment Management Agreement ('IMA') with NPS. The Pension Fund Regulatory and Development Authority ('PFRDA') guidelines require each PFM to manage subscribers' funds made available to it by the Trustee bank. However, the responsibility of maintaining individual subscriber's records is not with PFM and is managed by the CRA. The CRAs do not furnish any subscribers level data to the PFM and provide only consolidated subscribers data of cash inflow for units to be allotted and number of units to be redeemed to PFM. The PFM makes investments as per the requirements of IMA and the scheme wise flow of funds from CRAs.

The APY is focussed on all citizens in the unorganized sector. Under the APY, there is guaranteed minimum monthly pension for the subscribers which would be guaranteed by the Government of India. The funds are invested in the earmarked investment scheme through Pension Fund Managers.

##### Significant Accounting Policies

###### A. Basis of accounting

The financial statements have been prepared to comply with the PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012, Accounting Standards notified under the Companies Act, 1956 read with general circular 15/2013 dated 13.09.2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013 to the extent made applicable by PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012 and generally accepted accounting principles. These financial statements have been prepared on an accrual basis



## B. Investments

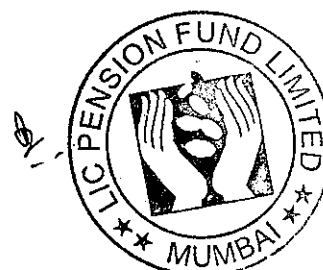
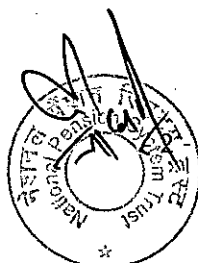
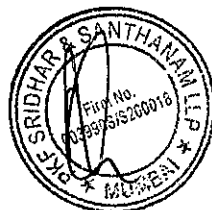
- (i) Transactions for purchase or sale of Investments in Government securities, Non Convertible Bonds/Debentures, Equity shares, Fixed Deposits and Mutual Funds units are recognized as of the trade date except in case of subscriptions to Private/Public Offerings of debts which are recognized on allotment.
- (ii) In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed.
- (iii) The cost of investments acquired or purchased includes applicable taxes and stamp charges but exclude brokerage and other transactional charges.
- (iv) In respect of privately placed debt instruments, any front-end discounts offered are reduced from the cost of the investment.
- (v) Investments are reconciled with the custodian records on daily basis.
- (vi) Rights / Bonus entitlements, if any, are accounted on ex-right/ ex-bonus date of the principal stock exchange

## C. Investment Valuation

The below mentioned valuation of investment is carried out by Stock Holding Corporation of India as per the tripartite agreement among NPS Trust, LIC Pension Fund Limited and Stock Holding Corporation of India Ltd. Any deviations from the guidelines issued by PFRDA are mentioned in point 'D'.

### Securities traded at a stock exchange:

- i. Equity securities are valued at the daily close price on the National Stock Exchange.
- ii. Debt securities (other than government securities) are valued at the NSE weighted average traded price on that day.
- iii. Money market instruments like commercial paper and certificate of deposit with residual maturity of up to 60 days, valued at the weighted average price at which they are traded on the particular valuation day. When such securities are not traded on a particular valuation day then they are valued at amortized cost.
- iv. Government securities are valued at aggregated prices received daily from independent valuation agencies i.e. CRISIL and ICRA.



- v. Investments in mutual fund schemes are valued based on the latest available/previous day's net asset value from AMFI website.

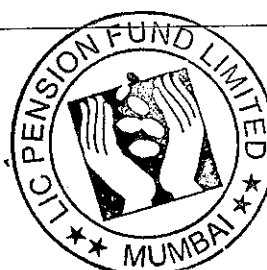
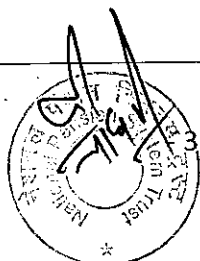
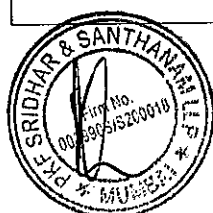
**Securities not traded at a stock exchange:**

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

- i. Equity instruments shall generally be valued on the basis of capitalization of earnings solely or in combination with the net asset value, using for the purposes of capitalization, the price or earnings ratios of comparable traded securities and with an appropriate discount for lower liquidity.
- ii. Debt securities not traded on a valuation day :
  - a. With residual maturity over 60 days are valued on a yield to maturity basis, based on average of spreads provided by CRISIL and ICRA.
  - b. With residual maturity up to 60 days are valued at last traded price plus the difference between the redemption value and last traded price, spread uniformly over remaining maturity period of the instrument.
- iii. Performing non government debt securities below Investment Grade of BBB- are valued at a discount of 25% to Face Value

D. The valuation Policy of the Scheme , as advised by SHCIL, is at variance with PFRDA guidelines. The details of the variation are as under:

PFRDA Guidelines :	Valuation Policy :
<b>1. Securities traded at a stock exchange:</b> Debt securities (other than government securities) are valued at the last quoted closing price on the Principal exchange on which the security is traded.	Debt securities (other than government securities) are valued at the NSE weighted average traded price on that day.
<b>2. Securities not traded at a stock exchange :</b> When a debt security (Other than government Security ) is not traded on any stock exchange on a particular valuation date, the value at which was traded on any other stock exchange on the earliest previous day is used, provided that such day is not more than 15 days.	<ol style="list-style-type: none"> <li>a. With residual maturity over 60 days are valued on a yield to maturity basis, based on average of spreads provided by CRISIL and ICRA.</li> <li>b. With residual maturity up to 60 days are valued at last traded price plus the difference between the redemption value and last traded price, spread uniformly over remaining maturity period of the instrument.</li> </ol>



3. Valuation of G-sec at YTM based on prevailing market prices.	Government securities are valued at aggregated prices received daily from independent valuation agencies i.e. CRISIL and ICRA.
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#### E. Non Performing Investments:

Investments are classified as non-performing based on PFRDA (Identification, Income Recognition and Provisioning of NPA) Guidance Note 2013. An Investment is regarded as non-performing if interest / principal or both amounts have not been received or remained outstanding for one quarter from the day such income/instrument has fallen due.

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

Period past due from the date of classification of assets as NPA	% Provision On Book Value
3 months	50%
6 months	75%
9 months	100%

On classification of the instrument as NPA no further interest is accrued on the investment and a provision for all interest accrued is made.

#### Re-schedulement of NPA:

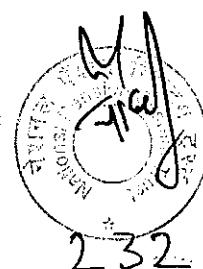
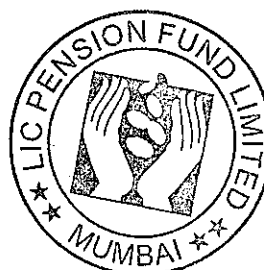
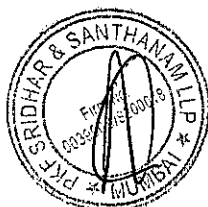
In case any issuer of debt security defaults in the payment of interest and installment of principal, if any, and the pension fund has accepted re-schedulement of NPA, it may be reclassified as performing asset, if next two coupons/ installments of principal, if applicable, is regularly serviced as rescheduled.

Written – back of provisioning of interest: Upon reclassification of assets as performing assets

- i) In case an issuer has fully cleared all the arrears of interest, the interest provision can be written back in full.

Written – back of provisioning of principal: The provision made for the principal can be written back in the following manner:

- i) 100 % of the assets provided for in the books will be written back at the end of second calendar quarter, where the provision of principal was made due to the interest defaults only.



- ii) 50 % of the assets provided for in the books will be written back at the end of second calendar quarter and 25 % after every subsequent quarter, where both principal and interest were in default earlier.

**F. Income Recognition:**

**(i) Interest Income**

In respect of all interest-bearing investments, income is accrued on a daily basis. Interest paid for the period from the last interest date up to the date of purchase is not treated as a cost of purchase but debited to Interest Recoverable Account. Similarly interest received at the time of sale for the period from the last interest date up to the date of sale is not treated as an addition to sale value but is credited to Interest Recoverable Account. Interest on Non-Performing Investments is not recognized in the Revenue Account till received.

**(ii) Dividend Income**

Dividend income is recognized on "Ex-dividend" date.

**G. Expenses**

All allowable expenses and incomes accrued up to the valuation date are considered for computation of Net asset value. Major expenses like Investment Management Fees and NPS Trust Fees are accrued on a daily basis.

**H. Taxes**

All taxes which are leviable and actually paid are charged to the NAV of the Fund and are borne by the Subscriber. Any subsequent refund on this account, if any, is added to the scheme/fund as income.

**I. Unit Capital and Unit Premium Reserve**

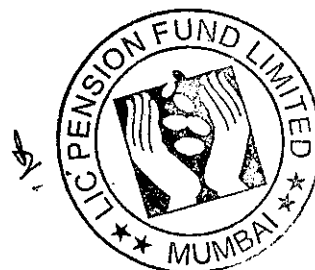
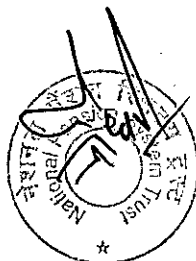
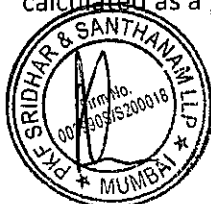
Unit Capital is tallied with CRA records on daily basis. Difference between the issue/redemption price and face value of the units is credited / debited to unit premium reserve.

- J. Computation of the Net Asset Value (NAV):** The NAV of the units is determined by dividing the net assets including investments recognized and valued as per the accounting policies by the number of outstanding units on the valuation date.

- K. As per the unbundled architecture of National Pension Scheme, unit allocations and redemptions are accounted by PFM on the basis of consolidated data received from the Central Record Keeping Agency.**

**L. Investment Management Fees:**

As per the terms of the Investment Management Agreement entered between National Pension System Trust and LIC Pension Fund Limited management fees is calculated as a percentage of schemes daily closing net asset value.



## Notes to Accounts

### I. Investment in Group Company and Associates:

Particulars	March 31, 2017	March 31, 2016
Name of the Group Company/Associate	LIC Housing Finance Ltd.	LIC Housing Finance Ltd.
Amount Invested by the scheme (Rs.)	2,27,59,912	1,62,93,653
Market Value (Rs)	2,48,11,069	1,67,24,539
Aggregate investment by all scheme (Rs.)	6,23,92,46,100	5,98,55,92,409

### II. Details of Custodian Fees paid or payable to Stock Holding Corporation of India Limited (A Company in which sponsor of LIC Pension Fund Limited has substantial interest)

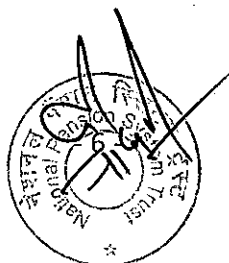
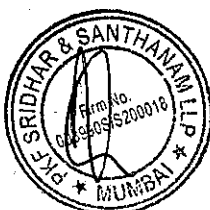
Particulars	March 31, 2017	March 31, 2016
Name of Sponsor of LIC PFL	LIC of India	LIC of India
Name of the company in which sponsor has substantial interest	Stock Holding Corporation of India Ltd.	Stock Holding Corporation of India Ltd.
No of shares held	31,50,000	31,50,000
% of Share Holding	14.97 %	14.97 %
Amount Paid/ Payable (Rs.)	1,28,011	35,006

### III. Purchase/Sale of Investments: The aggregate value of purchase and sales of investments during the year expressed as a percentage of average daily net assets are as under:

Particulars	March 31, 2017	March 31, 2016
Aggregate Value of purchase (except liquid funds) (Rs.)	4,42,79,70,897	1,65,18,92,291
%	114.96 %	325.71 %

Particulars	March 31, 2017	March 31, 2016
Aggregate Value of sales (except liquid funds) (Rs.)	10,69,31,817	677,74,645
%	2.78 %	13.36 %

### IV. Total Value of investment falling under each major industry group (which constitute not less than 5% of total investment related to that classification)





**Equity Group:**

Particulars	March 31, 2017		March 31, 2016	
	Amount of Investment (Rs.)	%	Amount of Investment (Rs.)	%
Monetary intermediation of banks	18,18,66,623	21.44%	4,20,25,759	27.16%
Manufacture of allopathic pharmaceut	8,54,96,286	10.08%	1,05,61,608	6.83%
Writing, modifying, test of computer	5,89,43,385	6.95%	1,81,93,850	11.76%
Manufacture of other petroleum	3,34,18,770	3.94%	1,14,97,200	7.43%
Manufacture of clinkers and cement	1,47,84,536	1.74%	77,39,441	5.00%
Activity granting credit for house	1,28,45,428	1.51%	1,30,28,600	8.42%
Total amount invested in Equity Shares	84,83,92,437		15,47,08,762	

**Corporate Bonds & Debentures**

Particulars	March 31, 2017		March 31, 2016	
	Amount of Investment (Rs.)	%	Amount of Investment (Rs.)	%
Monetary intermediation of banks	4174,75,642	19.77%	2316,57,815	38.14%
Other Credit Granting	4155,78,566	19.68%	1274,94,333	20.99%
Other monetary intermediation serv	2634,33,990	12.48%	537,12,980	8.84%
Activity granting credit for house	2241,36,093	10.62%	1282,19,434	21.11%
Transmission of electric energy	1822,28,381	8.63%	100,16,730	1.65%
Fin.serv except insurance & pension	1386,13,100	6.57%	359,18,280	5.91%
Total amount invested in Corporate Bonds & Debentures	211,11,73,135		60,73,15,582	

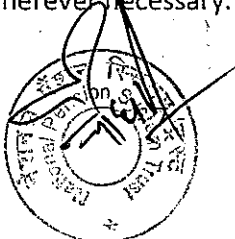
- V. Aggregate value of Non Traded investment valued in good faith at the end of the year:

**Non Convertible Bond & Debentures:**

Particulars	March 31, 2017	March 31, 2016
Aggregate value of Non traded Investment (Rs.)	110,12,33,431	28,24,08,819
% to Net Assets Value	17.74 %	16.92 %

- VI. Contingent Liability as on 31<sup>st</sup> March, 2017 is NIL. ( Previous Year – NIL).

- VII. Figures have been rounded off to the nearest rupee. Previous year figures have been regrouped and rearranged, wherever necessary.



**Scheme 11 : NPS TRUST A/C LIC PENSION FUND SCHEME ATAL  
PENSION YOJANA (APY)**

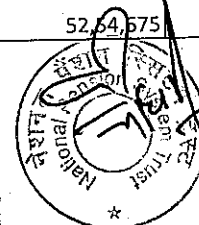
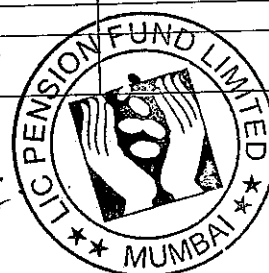
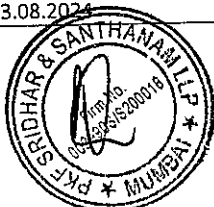
Schedule Annexed to and forming part of Financial Statements as on 31.03.2017

**A G Sec :**

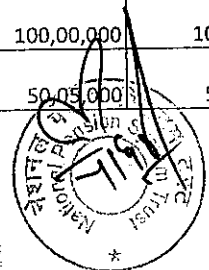
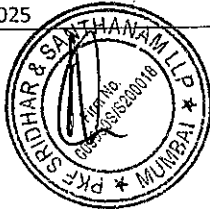
Sr No.	Security Name	Face Value (Rs.)	Book Cost (Rs.)	Market Value (Rs.)
1	G-SEC 2036 -8.33% (7.6.2036)	250,00,000	281,55,000	272,50,000
2	8.83% G-SEC 2041 (12.12.2041)	90,50,000	97,83,050	103,39,625
3	9.20% G-SEC 2030 (30.09.2030)	520,40,000	601,34,744	602,20,428
4	9.23% G-SEC 2043 (23.12.2043)	1778,00,000	2233,33,450	2119,37,600
5	8.60% GSEC 2028 (02.06.2028)	190,00,000	197,92,300	208,18,300
6	8.17% G-SEC 2044 (01.12.2044)	3837,10,000	4082,06,425	4132,55,670
7	8.24% GSEC 2033 (10.11.2033)	400,00,000	400,84,000	429,84,000
8	8.13% G-SEC 2045 (22.06.2045)	2031,50,000	2171,72,254	2193,00,425
9	8.30% WEST BENGAL SDL 2025 (26.08.2025)	10,30,000	10,30,000	10,70,792
10	8.23% MAHARASHTRA SDL 2025 (09.09.2025)	50,00,000	50,10,000	51,85,220
11	9.11% MAHARASHTRA SDL 2024 (28.05.2024)	44,00,000	46,35,400	47,58,494
12	9.35% MAHARASHTRA SDL 2024 (30.01.2024)	45,00,000	47,99,250	49,10,346
13	7.73% G-SEC 2034 (19.12.2034)	2925,40,000	2958,19,660	3022,01,134
14	7.88% GSEC 2030 (19.03.2030)	6799,20,000	7044,20,159	7105,16,400
15	7.59% G-SEC 2026 (11.01.2026)	922,10,000	915,06,244	966,36,080
16	8.88% WEST BENGAL SDL 2026 (24.02.2026)	100,00,000	101,39,000	108,02,270
17	7.59% G-SEC 2029 (20.03.2029)	3426,00,000	3464,20,692	3503,94,150
18	8.22% PUNJAB SDL SPL 2026 (21.06.2026)	200,00,000	200,00,000	206,56,920
19	7.40% TELANGANA SDL 2026 (09.11.2026)	300,00,000	300,42,000	296,68,380
20	7.61% G-SEC 2030 (09.05.2030)	1384,00,000	1458,55,630	1433,54,720
21	7.06% G-SEC 2046 (10.10.2046)	385,00,000	392,15,000	371,27,244
22	6.97% GSEC 2026 (06.09.2026)	2470,00,000	2532,43,335	2517,17,700
23	7.20% BIHAR SDL 2027 (25.01.2027)	500,00,000	500,00,000	487,44,100
24	7.74% TAMIL NADU SDL 2027 (01.03.2027)	200,00,000	200,00,000	202,37,840
Sub Total			30287,97,593	30440,87,838

**B Debt:**

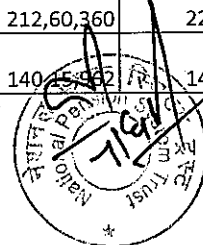
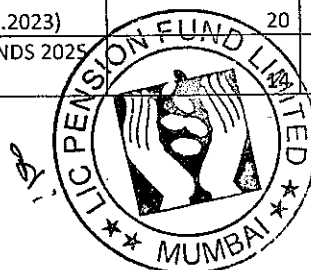
Sr No.	Security Name	Units	Book Cost (Rs.)	Market Value (Rs.)
1	8.46% SECURED NCDs HDFC LTD. 2026 (24.06.2026)	1	103,10,350	105,43,950
2	9.90% YES BANK UNSECURED LOWER TIER II NCDs 2022 (28.03.2022)	5	51,88,485	54,38,965
3	9.15% ICICI BANK LTD LOWER TIER II UNSECU REDEEM DEBENTURE 2	20	206,84,540	214,03,960
4	9.15% AXIS BANK LIMITED LOWER TIER II DEBENTURE 2022 (31.12.	45	465,08,698	481,58,910
5	9.36% UNSEC IDFC BANK LTD. NCDs 2024 (21.08.2024)	10	105,97,120	109,42,300
6	9.25% ICICI BANK LIMITED UNSEC.INFRA DEBENTURE 2024 (04.09.2	15	157,20,480	164,77,230
7	8.85% Unsec. Senior Infra NCDs Axis Bank Ltd. 2024 (05.12.2	2	20,28,612	21,18,808
8	8.72% SENIOR UNSEC. INFRA NCDs KOTAK MAHINDRA BANK LTD. 2022	20	203,66,360	210,43,580
9	8.49% SEC. NON CONVERTIBLE NTPC LTD NCDs (25.03.2025)	24,00,000	316,43,280	313,82,400
10	9.17% UNSEC NCDs IDFC BANK LTD.2024 (14.10.2024)	6	62,12,118	65,10,210
11	9.34% SECURED NCDs HDFC LTD. 2024 (28.08.2024)	3	31,46,976	32,79,909
12	8.70% UNSEC NCDs IDFC BANK LTD.2025 (20.05.2025)	12	119,82,386	127,53,012
13	8.73% UNSEC NCDs IDFC BANK LTD.2023 (06.01.2023)	5	50,00,000	52,59,110
14	9.47% LIC HOUSING FINANCE LTD. SECURED NCDs 2024 (23.08.2024)	5	52,64,575	55,01,580



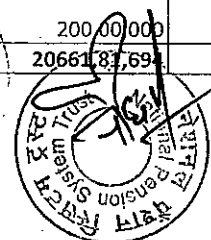
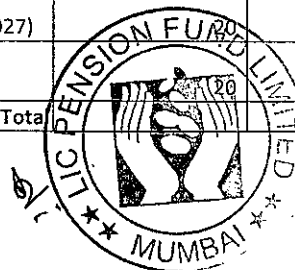
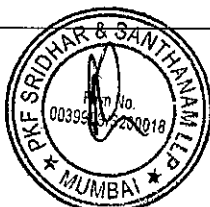
15	8.75% UNSEC. NCDs IDFC BANK LTD 2023 (28.07.2023)	8	81,92,176	84,49,216
16	9.65% SECURED NCDS HDFC LTD. 2019 (19.01.2019)	7	72,06,262	72,91,851
17	8.69% SECURED NCDs CAN FIN HOMES LTD. 2020 (10.09.2020)	8	80,00,000	83,55,104
18	8.65% SECURED NCDS HDFC LTD. 2020 (18.09.2020)	2	201,15,100	205,69,500
19	9.36% SENIOR UNSEC. INFRA NCDS KOTAK MAHINDRA BANK LTD 2021 (	10	103,79,000	107,10,780
20	9.20% UNSEC TIER II NCDs TATA CAPITAL HOUSING FINANCE LTD 20	5	49,94,000	53,72,080
21	8.40% LARSEN & TOUBRO LTD UNSECURED NCDS 2020 (24.09.2020)	10	100,00,000	103,61,820
22	8.67% UNSEC. NCDs IDFC BANK LTD 2025 (03.01.2025)	12	121,99,522	127,04,388
23	8.41% CAN FIN HOMES LTD. SECURED NCDs 2019 (30.01.2019)	5	50,00,000	51,10,035
24	8.70% SECURED NCDS HDFC LTD. 2020 (18.05.2020)	6	30,42,648	31,24,098
25	8.99% UNSEC TIER II NCDs TATA CAPITAL HOUSING FINANCE LTD 20	10	100,00,000	106,25,190
26	8.75% SECURED NCDS HDFC LTD. 2020 (13.01.2020)	11	54,96,838	57,10,579
27	9.44% LIC HOUSING FINANCE LTD. SECURED NCDs 2019 (30.08.2019)	5	51,58,000	52,44,445
28	9.00% UNSEC TIER II NCDs TATA CAPITAL HOUSING FINANCE LTD 20	10	100,00,000	106,38,380
29	8.55% CAN FIN HOMES LTD. SECURED NCDs 2019 (22.03.2019)	10	100,00,000	102,61,710
30	9.05% SECURED RED. NCDS FULLERTON INDIA CREDIT COMPANY LTD.	10	100,00,000	102,50,530
31	8.90% ICICI BANK LIMITED UNSEC. NCD 2025 (12.01.2025)	10	101,11,180	104,39,540
32	9.43% LIC HOUSING FINANCE LTD-SECURED NCDS 2022 (10.02.2022)	4	41,58,912	43,24,456
33	9.35% UNSECURED TIER II NCDS CAPITAL FIRST LTD. (04.02.2026)	20	200,00,000	208,97,860
34	8.45% SECURED NCDS HDFC LTD. 2025 (25.02.2025)	4	19,74,204	20,94,202
35	9.00% SECURED NCDS RELIANCE HOME FINANCE LTD. 2021 (08.03.20	20	100,00,000	104,23,610
36	9.00% UNSEC TIER II NCDs TATA CAPITAL HSG. FINANCE LTD 2026	10	100,00,000	106,59,720
37	8.77% UNSECURED NCDS ICICI HOME FINANCE CO. LTD. 2019 (23.05	40	200,00,000	206,58,520
38	9.00% UNSEC. BASEL III TIER 2 NCDs - YES BANK LTD 2026 (31.	10	100,00,000	106,63,570
39	8.32% SECURED NCDS HDFC LTD. 2026 (04.05.2026)	2	200,00,000	206,48,260
40	9.05% ESSEL LUCKNOW RAEBARELI TOLL ROADS LTD. SERIES V 2026	68	681,14,000	752,61,720
41	8.40% ICICI BANK LIMITED UNSEC. NCD 2026 (13.05.2026)	5	50,00,000	52,46,615
42	8.50% UNSEC. NCDs IDFC BANK LTD 2023 (04.07.2023)	25	250,00,000	261,03,600
43	9.25% EAST-NORTH INTERCONNECTION COMPANY LTD. SERIES 57 2031	18	180,00,000	198,48,186
44	8.50% AXIS BANK LIMITED BASEL III TIER II NCDS 2026 (27.05.	20	200,00,000	211,20,360
45	8.65% SECURED NCDS APOLLO TYRES LTD. SERIES B 2025 (300420	10	100,00,000	104,05,720
46	8.65% SECURED NCDS APOLLO TYRES LTD. SERIES C 2026 (300420	30	300,00,000	313,22,520
47	9.10% SEC DEWAN HOUSING FINANCE CORP. LTD. NCDs 2021 (17.06	20	200,00,000	212,00,300
48	8.53% UNSECURED NCDS ICICI HOME FINANCE CO. LTD. 2020 (19.06	20	100,00,000	103,75,140
49	9.10% EAST-NORTH INTERCONNECTION COMPANY LTD. SERIES 36 2025	50	50,05,000	54,57,360



50	9.00% SEC. NCDs SHRIRAM TRANSPORT FINANCE CO. LTD. 2019 (05	20	200,00,000	203,93,280
51	8.75% SECURED NCDS HDFC LTD. 2021 (04.03.2021)	2	203,38,040	205,78,000
52	8.20% SECURED NCDS HDFC LTD. 2021 (29.07.2021)	1	100,00,000	102,89,950
53	8.25% UNSECURED NCDS ICICI LOMBARD GEN INS CO. LTD. 2026 (28	50	501,60,000	515,38,600
54	7.53% SEC ULTRA TECH CEMENT LTD. NCDs 2026 (21-08-2026)	47	472,93,849	467,53,861
55	7.95% SENIOR UNSEC. INFRA NCDs HDFC BANK LTD. 2026 (21.09.2	20	200,00,000	204,46,380
56	7.57% UNSECURED NCDS MAHINDRA & MAHINDRA LTD. 2026 (25.09.2	15	150,00,000	149,60,055
57	8.00% SENIOR UNSEC. INFRA NCDs YES BANK LTD. 2026 (30.09.20	30	300,00,000	300,93,930
58	7.60% ICICI BANK LIMITED UNSEC. INFRA DEBENTURES 2023 (07.1	25	250,00,000	248,36,650
59	7.60% UNSEC. SENIOR INFRA NCDs AXIS BANK LTD 2023 (20.10.20	29	290,00,000	290,01,943
60	7.60% UNSECURED NCDS HDFC ERGO GEN INS CO. LTD. 2026 (09.11.	20	200,75,720	199,86,780
61	7.50% SECURED NCDS APOLLO TYRES LTD. SERIES A 2021 (211020	10	99,48,940	99,16,780
62	8.52% UNSECURED NCDS TATA AIG GEN INS CO. LTD. 2027 (21.03.2	10	100,00,000	103,01,210
63	8.94% POWER FINANCE CORPORATION UNSECURED BOND 2028 (25.03.2	10	104,84,000	109,73,750
64	8.82% UNSEC. RURAL ELECTRIFICATION CORPN. NCBs 2023 (12.04.2	15	154,51,500	159,17,655
65	9.30% SEC. POWER GRID CORPORATION OF INDIA LTD BONDS 2024 (0	20	212,36,180	218,25,480
66	8.57% UNSEC RURAL ELECTRIFICATION CORPORATION LTD. BONDS 202	4	40,36,609	42,25,208
67	8.65% UNSEC. POWER FINANCE CORPORATION LTD. BONDS 2024 (28.1	20	204,20,770	211,48,660
68	8.98% UNSEC POWER FINANCE CORP LTD BONDS (120B) 2024(08.10.2	25	257,77,885	268,58,275
69	8.30% UNSEC RURAL ELECTRIFICATION CORPORATION LTD. BONDS 202	21	213,95,748	217,57,176
70	8.56% SEC BONDS PNB HOUSING FINANCE LTD. 2020(28.07.2020)	8	80,00,000	83,55,624
71	9.34% SEC RURAL ELECTRIFICATION CORPORATION LTD. BONDS 2024	27	282,84,640	295,16,454
72	8.23% SEC BONDS PNB HOUSING FINANCE LTD. 2019 (09.04.2019)	10	100,00,000	101,95,270
73	8.98% UNSEC. POWER FINANCE CORPORATION LTD. BONDS(120A) 2024	48	500,93,909	515,67,888
74	8.27% SEC RURAL ELECTRIFICATION CORPORATION LTD. BONDS 2022	3	29,83,668	31,07,847
75	8.14% UNSECURED NUCLEAR POWER CORPORATION STRPP SERIES- XXX(	20	201,73,900	210,62,900
76	8.40% STATE BANK OF HYDERABAD BASEL III TIER-II BONDS 2025 (	10	100,00,000	105,00,970
77	8.32% SEC. POWER GRID BONDS LII ISSUE - STRPP C (23.12.2030)	10	100,00,000	105,21,180
78	8.40% STATE BANK OF MYSORE BASEL III TIER-II BONDS 2025 (31.	10	100,00,000	104,81,890
79	8.45% STATE BANK OF MYSORE BASEL III TIER-II BONDS 2025 (18.	20	200,00,000	210,29,020
80	9.58% UNSECURED EXIM BONDS SR.Q.24.2023 (16.12.2023)	20	212,60,360	220,26,660
81	8.27% UNSEC RURAL ELECTRIFICATION CORP. LTD. BONDS 2025 (06.	140	145,96,62	145,15,256

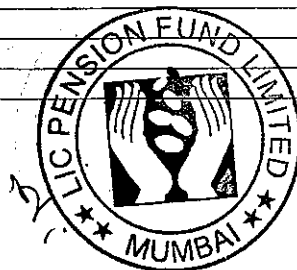


82	9.65% UNSECURED EXIM BONDS SR.R.01.2024 (04.04.2024)	30	319,03,500	332,73,660
83	8.45% STATE BANK OF TRAVANCORE BASEL III TIER-II BONDS 2026	15	150,00,000	155,40,705
84	8.13% UNSECURED NUCLEAR POWER CORP. STRPP SERIES-XXXII(D) (	10	100,63,770	104,80,800
85	8.13% UNSECURED NUCLEAR POWER CORP. STRPP SERIES-XXXII (E)	9	90,59,697	94,51,827
86	8.12% UNSECURED EXIM BONDS SR.T.02.2031 (25.04.2031)	10	100,00,000	104,38,150
87	8.53% UNSEC. POWER FINANCE CORPORATION LTD. BONDS 2020 (24.0	10	101,47,640	103,83,920
88	8.17% SECURED NHPC LTD U-1 SERIES BONDS 2031 (27.06.2031)	45	450,00,000	469,15,830
89	7.90% UNSEC. IIFCL BONDS 2024 (28.04.2024)	60	589,27,980	585,43,980
90	8.11% UNSECURED EXIM BONDS*SR.T.05.2031 (11.07.2031)	30	300,00,000	310,86,660
91	8.88% UNSECURED IFC BONDS TR. 3 STRPP 5 2031 (20.10.2031)	100	109,26,480	111,68,680
92	8.06% UNSEC SUB TII RURAL ELECTRIFICATION CORP LTD BONDS 202	23	234,06,075	234,71,707
93	8.15% SEC. POWER GRID BONDS XLIX ISSUE - STRPP B (08.03.2025	10	103,16,050	102,99,530
94	7.55% SEC. POWER GRID BONDS LV ISSUE - 2031 (20.09.2031)	95	950,00,000	938,36,725
95	7.38% NABARD UNSECURED BONDS 2031 SERIES LTIF 1A (20.10.203	40	400,00,000	389,25,840
96	8.75% UNSEC RURAL ELECTRIFICATION CORP LTD BONDS 2025 (08.06	10	106,63,000	106,58,940
97	7.49% SECURED NTPC BONDS - SERIES 64 2031 (07.11.2031)	20	200,00,000	196,51,400
98	8.88% UNSECURED IFC BONDS TR. 3 STRPP 6 2032 (20.10.2032)	100	119,59,380	112,11,790
99	8.87% UNSECURED EXIM BONDS SR.R.15-2029 (30.10.2029)	10	115,85,520	109,98,330
100	7.25% UNSECURED NUCLEAR POWER CORP. STRPP SERIES-XXXII(E)(1	10	100,00,000	97,40,800
101	7.37% SECURED NTPC BONDS - SERIES 66 2031 (13.12.2031)	20	200,00,000	196,08,040
102	7.30% NABARD UNSEC GOI BONDS 2031 SERIES LTIF A-2 (26.12.2	20	200,00,000	195,69,660
103	7.16% NABARD UNSEC GOI BONDS 2032 SERIES LTIF A-3 (12.01.2	30	300,00,000	289,85,070
104	7.34% NABARD UNSEC BONDS 2032 SERIES LTIF 1C (13.01.2032)	30	300,00,000	290,90,280
105	7.18% UNSEC POWER FINANCE CORP LTD. GOI BONDS 2027 SERIES 15	20	200,00,000	196,12,580
106	7.25% UNSECURED EXIM BONDS SR.T.09-2027 (01.02.2027)	40	400,00,000	390,39,680
107	7.22% IREDA UNSEC GOI BONDS 2027 SERIES 1 (06.02.2027)	40	400,00,000	390,98,600
108	7.60% UNSEC POWER FINANCE CORP LTD. GOI BONDS 2027 SERIES 16	20	200,00,000	201,29,640
109	7.85% IREDA UNSEC GOI BONDS 2027 SERIES 1B (06.03.2027)	40	400,00,000	410,71,120
110	7.90% IWAI UNSEC GOI BONDS 2027 MOS SERIES 1 (03.03.2027)	20	200,00,000	206,04,300
111	7.89% SEC. POWER GRID BONDS LVIII ISSUE - 2027 (09.03.2027)		200,00,000	204,39,920
112	7.75% UNSEC POWER FINANCE CORP LTD. GOI BONDS 2027 SERIES 16		200,00,000	204,15,500
Sub Total			20661,87,694	21111,73,135



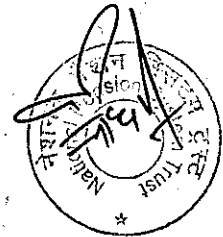
C Equity :

Sr No.	Security Name	Units	Book Cost (Rs.)	Market Value (Rs.)
1	OIL AND NATURAL GAS CORPORATION LTD.	84,441	137,28,058	156,21,585
2	RELIANCE INDUSTRIES LTD.	25,300	260,05,306	334,18,770
3	BHARAT PETROLEUM CORPORATION LIMITED	5,000	31,20,118	32,49,250
4	TATA STEEL LIMITED	20,624	94,88,689	99,55,205
5	INFOSYS TECHNOLOGIES LTD	24,300	248,94,736	248,40,675
6	LARSEN AND TOUBRO LTD	21,950	315,45,562	345,69,055
7	GAIL INDIA	18,782	57,94,984	70,79,875
8	BHARATI AIRTEL	6,460	22,81,280	22,61,323
9	INFRASTRUCTURE DEVELOPMENT FIN CORP	15,150	8,92,052	8,25,675
10	ITC LTD	54,530	122,61,050	152,84,759
11	NTPC LTD	26,000	40,26,994	43,16,000
12	TATA POWER LTD.	89,650	64,70,275	80,99,878
13	STATE BANK OF INDIA	85,000	191,82,684	249,39,000
14	HINDUSTAN UNILEVER LTD.	11,883	96,84,639	108,34,325
15	SIEMENS LTD.	1,434	17,68,589	17,99,957
16	TATA MOTORS LTD.	45,057	205,08,809	209,89,803
17	AMBUJA CEMENTS LTD.	15,500	33,72,498	36,68,075
18	BHARAT HEAVY ELECTRICALS LTD	20,393	31,93,458	33,21,000
19	POWER GRID CORPORATION OF INDIA LTD	52,450	87,71,878	103,48,385
20	RURAL ELECTRIFICATION CORPORATION LTD.	16,000	18,44,854	28,96,000
21	TATA CONSULTANCY SERVICES LTD.	5,900	139,93,129	143,47,620
22	YES BANK LTD	3,000	38,22,000	46,40,250
23	INDIAN OIL CORPORATION LTD	7,000	20,93,499	27,09,350
24	AXIS BANK LIMITED	32,698	151,47,368	160,48,178
25	GRASIM INDUSTRIES LTD.	4,700	39,48,924	49,30,300
26	HOUSING DEVELOPMENT FINANCE CORPORATION LTD.	2,067	24,11,031	31,04,841
27	ASIAN PAINTS LTD.	5,600	49,37,212	60,11,600
28	ASHOK LEYLAND LTD.	1,84,500	164,19,747	155,99,475
29	CIPLA LTD.	28,000	149,63,593	166,02,600
30	MARUTI SUZUKI INDIA LTD.	1,500	76,93,713	90,23,550
31	DABUR INDIA LTD.	5,050	13,37,797	14,00,618
32	COLGATE PALMOLIVE (INDIA) LTD.	8,500	74,26,857	84,61,750
33	LIC HOUSING FINANCE LTD.	15,750	81,88,325	97,40,588
34	Tata Chemicals Limited	25,500	132,00,588	152,68,125
35	PETRONET LNG LTD.	13,000	46,91,799	52,40,950
36	IDEA CELLULAR LIMITED	27,333	29,18,499	23,46,538
37	HDFC BANK LIMITED	24,300	279,25,865	350,53,965
38	HINDALCO INDUSTRIES LIMITED	17,027	25,56,503	33,21,116
39	MAHINDRA & MAHINDRA LTD.	8,300	109,99,202	106,81,270
40	DR. REDDYS LABORATORIES LTD.	7,750	230,14,597	204,00,713
41	COAL INDIA LIMITED	30,730	91,89,168	89,93,135
42	BAJAJ AUTO LTD.	3,675	99,90,188	103,10,029
43	BANK OF BARODA	90,300	137,76,683	156,17,385
44	SUN PHARMACEUTICALS INDUSTRIES LTD.	37,636	277,78,954	258,99,213
45	ACC LTD.	950	12,84,928	13,73,748
46	UltraTech Cement Limited	2,445	75,84,920	97,42,714
47	HCL TECHNOLOGIES LTD.	14,583	114,39,504	127,56,479
48	Apollo Tyres Limited	13,000	22,83,700	27,13,100
49	INDUSIND BANK LTD.	7,395	74,93,624	105,38,984
50	KOTAK MAHINDRA BANK LTD.	32,091	238,21,333	279,89,770
51	LUPIN LTD.	9,800	153,12,708	141,62,960
52	GLENMARK PHARMACEUTICALS LTD.	7,200	61,62,787	61,35,120
53	WIPRO LIMITED	5,558	28,92,005	28,66,261
54	TECH MAHINDRA LIMITED	9,000	41,17,098	41,32,350
55	CANARA BANK	18,000	50,01,711	54,49,500
56	ICICI BANK LTD.	1,48,500	38,44,451	411,12,225

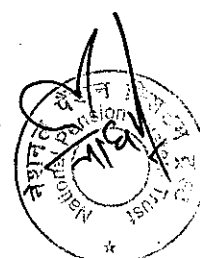


57	POWER FINANCE CORPORATION LTD.	21,100	24,34,129	30,78,490
58	AUROBINDO PHARMA LIMITED	3,400	25,03,406	22,95,680
59	NMDC LTD	45,000	63,90,383	59,89,500
60	ZEE ENTERTAINMENT LTD	9,000	38,20,456	48,19,950
61	IDFC BANK LTD	8,050	5,82,867	4,77,365
62	BRITANIA INDUSTRIES LTD	1,500	40,83,198	50,61,000
63	CASTROL INDIA LTD	38,300	155,40,329	165,60,920
64	BHARTI INFRATEL LTD	7,000	22,30,250	22,81,300
65	MOTHERSON SUMI SYSTEMS LIMITED	22,500	73,30,100	83,67,750
66	HINDUSTAN ZINC LTD	11,000	32,14,300	31,76,800
67	SBI BLUECHIP FUND DIRECT GROWTH	8,11,049	226,75,000	280,73,070
68	BIRLA SUN LIFE FRONTLINE EQUITY FUND GROWTH DIRECT PLAN	2,23,890	370,00,000	447,37,625
69	FRANKLIN INDIA BLUECHIP FUND DIRECT GROWTH	81,664	300,00,000	345,93,431
70	KOTAK SELECT FOCUS FUND	15,39,261.6080	375,00,000	458,34,593
	<b>Sub Total</b>		<b>7584,04,941</b>	<b>8483,92,437</b>

<b>D</b>	<b>Mutual Fund:</b>			
1	LIC NOMURA MF LIQUID FUND DIRECT GROWTH	30,621.9382	902,22,743	902,80,885
	<b>Sub Total</b>		<b>902,22,743</b>	<b>902,80,885</b>



Key Statistics			
LIC Pension Fund Limited			
Name of the Scheme: Atal Pension Yojana			
S. No.	Particulars	As at March 31, 2017	As at March 31, 2016
1	NAV Per Unit (Rs.)*		
	Open	10.7151	-
	High	12.3346	10.7131
	Low	10.7461	10.0000
	End	12.1823	10.7131
2	Closing Assets Under Management (Rs. In Lakhs)		
	End	62,078.81	16,687.29
	Average (AAUM)	38,516.24	5,071.74
3	Gross income as % of AAUM	6.95	7.56
4	Expense Ratio		
a	Total Expense as % of AAUM (Scheme wise)	0.05	0.76
b	Management Fee as % of AAUM (Scheme Wise)	0.01	0.01
5	Net Income as a percentage of AAUM	6.91	6.80
6	Portfolio turnover ratio	0.03	0.11
7	Returns (%)* Compounded Annualised Yield		
	a. Last One Year		
	Benchmark	N.A.	N.A.
	b. Since inception		
	Benchmark	N.A.	N.A.
	c. Compounded annualised yield (%)		
	Last 1 Year	13.71%	7.13%
	Last 3 Years	N.A.	N.A.
	Last 5 Years	N.A.	N.A.
	Since Launch of the scheme (01-Jun-2015)	11.37%	7.13%
* Declared NAV; Returns calculated based on declared NAV			





**INDEPENDENT AUDITOR'S REPORT**

**TO**

**THE TRUSTEES,**

**NATIONAL PENSION SYSTEM TRUST (NPS Trust)**

***Report on Financial Statements***

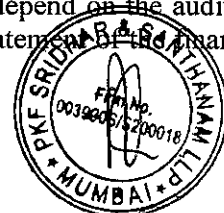
1. We have audited the accompanying financial statements of Scheme 12: **NPS Trust A/c – LIC Pension Fund Scheme A Tier I under the National Pension System Trust (NPS Trust)** managed by LIC Pension Fund Ltd. (PFM) [in terms of clause 3 of PFRDA (preparation of Financial Statements) Guidelines 2012] which comprises of the Balance sheet as at March 31, 2017 and the Revenue account for the year then ended, and a summary of significant accounting policies and other explanatory information.

***Management's Responsibility for the Financial Statements***

2. The Board of Directors of the PFM, in accordance with the applicable Pension Fund Regulatory and Development Authority (PFRDA) Guidelines and the Investment Management Agreement (IMA) with the National Pension System trust (NPS Trust) is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Scheme in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Companies Act, 2013 read with the Rule 7 of the Companies (Accounts) Rule 2014, to the extent made applicable by PFRDA to Scheme. This responsibility also includes maintenance of records in accordance with PFRDA guidelines for safeguarding of the assets of the Company and preventing frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. These financial statements are also approved by the NPS Trust on the recommendation of the Board of Directors of the PFM.

***Auditor's Responsibility***

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial



statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the PFM's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by PFM, as well as evaluating the overall presentation of the financial statements.

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

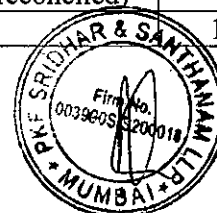
### **Opinion**

6. In our opinion and to the best of our information and according to the explanations given to us the financial statements give the information required by the PFRDA (Preparation of Financial Statements and Auditor's Report of schemes under National Pension System) Guidelines 2012, and give a true and fair view in conformity with the accounting principles generally accepted in India:
  - i) in the case of the Balance Sheet, of the state of affairs of the Scheme as at March 31, 2017;
  - ii) in the case of the Revenue Account, of the surplus of the Scheme for the period ended on that date; and

### **Emphasis of Matter**

7. As explained in Note No. 7I giving background of the Scheme regarding unbundled architecture, the PFM receives consolidated funds and does not have access to the individual subscribers' data. However, based on the individual subscribers' data and break-up of balance in bank accounts provided to us by the CRA, without modifying our opinion, we invite attention to the following:
  - a) Rs. 24,708/- is lying with Trustee Bank as on 31<sup>st</sup> March, 2017 (Previous Year: Nil) the units in respect of which have been allotted in the next financial year on receipt of funds by the PFM. This does not have any impact on the surplus for the period; though the subscription received pending allotments as well as balances with bank are understated by the said amount.
  - b) As informed by CRA, Rs 93,93,380 pertaining to all PFMs & all schemes and cannot be identified PFM wise or scheme wise, is lying with the Trustee Bank on account of the following:

Particulars	(Rs)
Amount pertaining to subscriber/nodal office for the withdrawals executed/erroneous requests processed by either by CRA/ Nodal Offices (Part of the amount is yet to be transferred to the beneficiary ex: transaction with multiple nominees)	48,80,246
Amount received from Bank of India (these funds have been received from Bank of India, erstwhile Trustee Bank, and it is not yet reconciled)	36,910
Surplus for PFRDA instructions	16,172

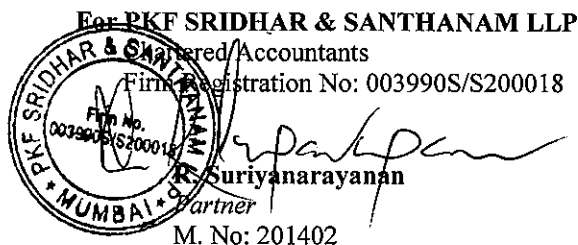


Amount received from ASPs (The cases wherein the funds were sent to ASPs and subsequently, the subscriber has cancelled the Annuity as the subscriber during the free look period.)	44,59,705
Pay-in residual	347
<b>Total</b>	<b>93,93,380</b>

Above amounts do not have any impact on the surplus for the year.

### ***Report on Other Legal and Regulatory Requirements***

8. As required by the PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012, as amended we report that:
  - a) We have obtained all information and explanations which to the best of our knowledge and belief were necessary for the purpose of the audit,
  - b) The Balance Sheet and Revenue account of the Scheme are in agreement with the books of account of the Scheme,
  - c) In our opinion, proper books of account of the scheme, as required by the PFRDA has been maintained by the PFM so far as appears from our examination of those books.
  - d) All transactions expenses in excess of the limits contractually agreed to/approved by the Authority are borne by the Pension Fund (if any) and are not charged to the NAV of the Scheme
  - e) In our opinion the Balance Sheet and Revenue account of the Scheme dealt with by this report comply with the Accounting Standards notified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rule, 2014 to the extent made applicable by PFRDA
9. We further certify that
  - a) Investments has been valued in accordance with the guidelines issued by the Authority.
  - b) Transaction and claims/fee raised by different entities are in accordance with the prescribed fees



Mumbai:

13<sup>th</sup> July, 2017

NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - A TIER I

BALANCE SHEET AS AT MARCH 31, 2017

	Schedules	As at March 31, 2017 ₹	As at March 31, 2016 ₹
<b>Liabilities</b>			
Unit Capital	1	684,334	-
Reserves and Surplus	2	17,184	-
Current Liabilities and Provisions	3	270	-
<b>Total</b>		<b>701,788</b>	<b>-</b>
<b>Assets</b>			
Investments	4	655,710	-
Deposits	5	-	-
Other Current Assets	6	46,078	-
<b>Total</b>		<b>701,788</b>	<b>-</b>
(a) Net assets as per Balance Sheet		701,518	
(b) Number of Units outstanding		68,433	
Significant Accounting Policies and Notes to Accounts	7		

This is the Balance Sheet referred to in our report of even date.

For PKE SRIDHAR & SANTHANAM LLP  
Chartered accountants  
Firm Regd No. 0039905/S200018  
Date: 13<sup>th</sup> JUL 2017  
Place: Mumbai  
Partner  
Membership No. - 201402

For LIC Pension Fund Ltd

*Pandeybadhyay*  
MD & CEO

*Director*  
Director



For and on Behalf of NPS Trust

*Shailish V. Haribhakti*  
Shailesh V. Haribhakti  
(Chairman, NPS Trust Board)

*Kamal Chaudhry*

Kamal Chaudhry  
(Chief Executive Officer)

Date: 13 JUL 2017  
Place: Mumbai



NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - A TIER I

REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2017

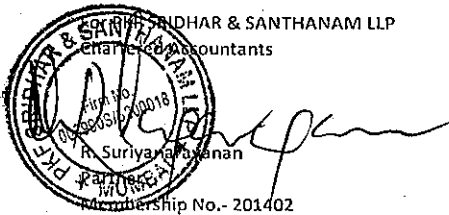
Particulars	Year ended March 31, 2017 ₹	Year ended March 31, 2016 ₹
<b>Income</b>		
Dividend	-	-
Interest	-	-
Profit on sale/redemption of investments	-	-
Profit on inter-scheme transfer/sale of investments	-	-
Unrealized gain on appreciation in investments	6,210	-
Other income	-	-
- Miscellaneous Income	-	-
<b>Total</b>	<b>6,210</b>	<b>-</b>
<b>Expenses and Losses</b>		
Unrealized losses in value of investments	-	-
Loss on sale/redemption of investments	-	-
Loss on inter-scheme transfer/sale of investments	-	-
Management fees (including service Tax)	11	-
NPS Trust fees	9	-
Custodian fees	-	-
CRA Fees	354	-
Less: Amount recoverable on sale of units on account of CRA Charges	(354)	-
Trustee Bank's fees	-	-
Depository and settlement charges	-	-
Provision for Non-performing assets	-	-
Other Expenses, if any	-	-
<b>Total</b>	<b>20</b>	<b>-</b>
Surplus/(Deficit) for the year	6,190	-
Less: Amount transferred to Unrealised appreciation account	6,210	-
Less: Amount transferred to General Reserve	(20)	-
Amount carried forward to Balance Sheet	-	-

Significant Accounting Policies and Notes to Accounts

7

This is the Revenue Account referred to in our report of even date.

For LIC Pension Fund Ltd



Date: 13<sup>th</sup> JUL 2017  
Place: Mumbai

*Ramchandra P. Chaudhary*  
MD & CEO

*Director*  
Director



For and on Behalf of NPS Trust

*Shaillesh V. Haribhakti*

Shaillesh V. Haribhakti  
(Chairman, NPS Trust Board)

*Kamal Chaudhry*  
Kamal Chaudhry  
(Chief Executive Officer)

Date: 13 JUL 2017  
Place: Mumbai



NATIONAL PENSION SYSTEM TRUST

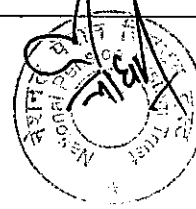
NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - A TIER I

NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2017

Schedule 1	As at March 31, 2017	As at March 31, 2016
	₹	₹
Unit Capital		
Initial Capital*		
Outstanding at the beginning of the year	-	-
Add :Units issued during the year	694,874	-
Less: Units redeemed during the year	10,540	-
Outstanding at the end of the year	684,334	-
(Face Value of Rs.10/- each unit, fully paid up)		
Outstanding units at the beginning of the year	-	-
Add :Units issued during the year	69,487	-
Less: Units redeemed during the year	1,054	-
Outstanding Units at the end of the year	68,433	-

Schedule 2	As at March 31, 2017	As at March 31, 2016
	₹	₹
Reserves and Surplus		
Unit Premium Reserve		
Opening Balance	-	-
Add: Premium on Units issued	11,196	-
Less: Premium on Units redeemed	202	-
Closing Balance	10,994	-
General Reserve		
Opening Balance	-	-
Add: Transfer from Revenue Account	(20)	-
Closing Balance	(20)	-
Unrealised Appreciation Account		
Opening Balance	-	-
Add: Transfer from Revenue Account	6,210	-
Closing Balance	6,210	-
Total	17,184	-

Schedule 3	As at March 31, 2017	As at March 31, 2016
	₹	₹
Current Liabilities and Provisions		
Current Liabilities		
Provision for interest overdue	-	-
Redemption Payable	251	-
TDS Payble	-	-
Sundry Creditors for expenses	19	-
	270	-





## National Pension System Trust

### SCHEME 12: NPS TRUST A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME A TIER I

#### Background

The Central Government had introduced the National Pension System (NPS) with effect from January 1, 2004 (except for armed forces). Pension Fund Regulatory and Development Authority (PFRDA), the regulatory body for NPS, finalized the architecture and appointed NSDL and Karvy Computershare Private Limited as Central Recordkeeping Agencies (CRAs), other entities for National Pension System and appointed LIC Pension Fund Ltd (LICPFL) as one of the Fund manager for the Scheme.

LICPFL has entered into an Investment Management Agreement ('IMA') with NPS. The Pension Fund Regulatory and Development Authority ('PFRDA') guidelines require each PFM to manage subscribers' funds made available to it by the Trustee bank. However, the responsibility of maintaining individual subscriber's records is not with PFM and is managed by the CRA. The CRAs do not furnish any subscribers level data to the PFM and provide only consolidated subscribers data of cash inflow for units to be allotted and number of units to be redeemed to PFM. The PFM makes investments as per the requirements of IMA and the scheme wise flow of funds from CRAs.

The Pension Fund Regulatory and Development Authority (PFRDA) have introduced the A Tier I with effect from October 10, 2016.

#### Note 7: Significant Accounting Policies and Notes to Accounts

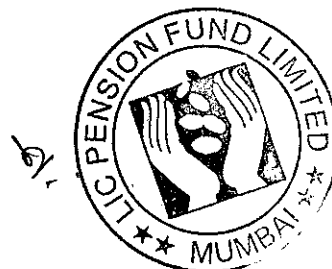
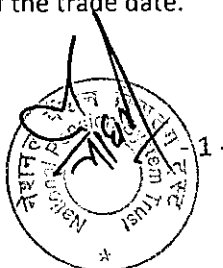
##### Significant Accounting Policies

###### A. Basis of accounting

The financial statements have been prepared to comply with the PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012, Accounting Standards notified under Section 133 of the Companies Act, 2013 to the extent made applicable by PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012 and generally accepted accounting principles. These financial statements have been prepared on an accrual basis.

###### B. Investments

- (i) Transactions for purchase or sale of Investments in Mutual Funds units are recognized as of the trade date.





- (ii) In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed.
- (iii) The cost of investments acquired or purchased includes applicable taxes and stamp charges but exclude brokerage and other transactional charges.

**C. Investment Valuation**

Investments in mutual fund schemes are valued based on the latest available/previous day's net asset value from AMFI website.

**D. Income Recognition:**

In respect of all interest-bearing investments, income is accrued on a daily basis. Interest paid for the period from the last interest date up to the date of purchase is not treated as a cost of purchase but debited to Interest Recoverable Account. Similarly interest received at the time of sale for the period from the last interest date up to the date of sale is not treated as an addition to sale value but is credited to Interest Recoverable Account.

**E. Expenses**

All allowable expenses and incomes accrued up to the valuation date are considered for computation of Net asset value. Major Major expenses like Investment Management Fees and NPS Trust Fees are accrued on a daily basis.

**F. Taxes**

All taxes which are leviable and actually paid are charged to the NAV of the Fund and are borne by the Subscriber. Any subsequent refund on this account, if any, is added to the scheme/fund as income.

**G. Unit Capital and Unit Premium Reserve**

Unit Capital is tallied with CRA records on daily basis. Difference between the issue/redemption price and face value of the units is credited / debited to unit premium reserve.

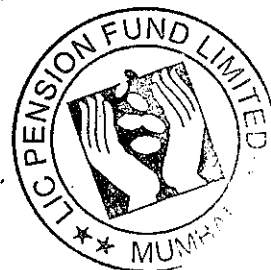
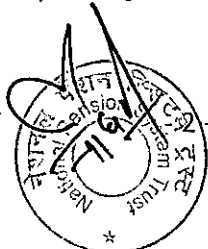
**H. Computation of the Net Asset Value (NAV):**

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

- I. As per the unbundled architecture of National Pension Scheme, unit allocations and redemptions are accounted by PFM on the basis of consolidated data received from the Central Record Keeping Agency.

**J. Investment Management Fees:**

As per the terms of the Investment Management Agreement entered between National Pension System Trust and LIC Pension Fund Limited management fees is calculated as a percentage of schemes daily closing net asset value.



## Notes to Accounts

### I. Investment in Group Company and Associates:

Particulars	March 31, 2017	March 31, 2016
Name of the Group Company/Associate	LIC Housing Finance Ltd.	LIC Housing Finance Ltd.
Amount Invested by the scheme (Rs.)	NIL	NIL
Aggregate investment by all scheme (Rs.)	6,23,92,46,100	5,98,55,92,409

### II. Details of Custodian Fees paid or payable to Stock Holding Corporation of India Limited (A Company in which sponsor of LIC Pension Fund Limited has substantial interest)

Particulars	March 31, 2017	March 31, 2016
Name of Sponsor of LIC PFL	LIC of India	LIC of India
Name of the company in which sponsor has substantial interest	Stock Holding Corporation of India Ltd.	Stock Holding Corporation of India Ltd.
No of shares held	31,50,000	31,50,000
% of Share Holding	14.97 %	14.97 %
Amount Paid/ Payable (Rs.)	NIL	NIL

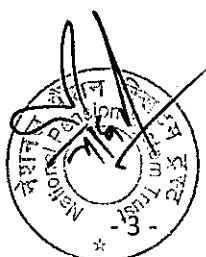
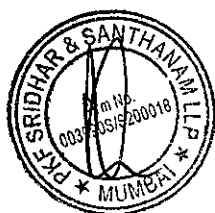
### III. Purchase/Sale of Investments: The aggregate value of purchase and sales of investments during the year expressed as a percentage of average daily net assets are as under:

Particulars	March 31, 2017	March 31, 2016
Aggregate Value of purchase (except liquid funds) (Rs.)	NIL	NA
%	NIL	NA

Particulars	March 31, 2017	March 31, 2016
Aggregate Value of sales (except liquid funds) (Rs.)	NIL	NA
%	NIL	NA

### IV. Contingent Liability as on 31<sup>st</sup> March, 2017 is NIL. ( Previous Year – NA).

### V. Figures have been rounded off to the nearest rupee. Previous year figures have been regrouped and rearranged, wherever necessary.

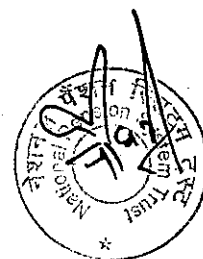


**Scheme 12 : NPS TRUST A/C LIC PENSION FUND**  
**SCHEME A TIER -I**

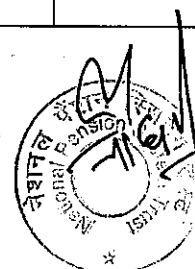
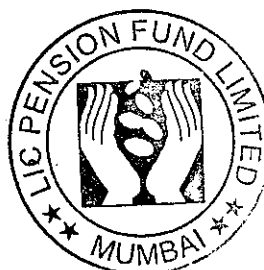
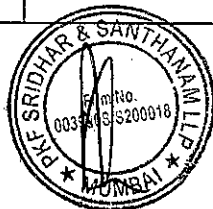
**Schedule Annexed to and forming part of Financial Statements as on 31.03.2017**

**A Mutual Fund :**

Sr No.	Security Name	Units	Book Cost (Rs.)	Market Value (Rs.)
1	LIC NOMURA MF LIQUID FUND DIRECT GROWTH	222.4072	6,49,500	6,55,710
	<b>Total</b>		<b>6,49,500</b>	<b>6,55,710</b>



Key Statistics			
LIC Pension Fund Limited			
Name of the Scheme: A Tier I			
S. No.	Particulars	As at March 31, 2017	As at March 31, 2016**
1	NAV Per Unit (Rs.)*		
	Open	10.0000	
	High	10.2511	
	Low	10.0000	
	End	10.2511	
2	Closing Assets Under Management (Rs. In Lakhs)		
	End	7.02	
	Average (AAUM)	2.10	
3	Gross income as % of AAUM	0.00	
4	Expense Ratio		
a	Total Expense as % of AAUM (Scheme wise)	0.01	
b	Management Fee as % of AAUM (Scheme Wise)	0.01	
5	Net Income as a percentage of AAUM	-0.01	
6	Portfolio turnover ratio		
7	Returns (%)* Annualised Yield		
	a. Last One Year		
	Benchmark	N.A.	
	b. Since inception		
	Benchmark	N.A.	
	c. Compounded annualised yield (%)		
	Last 1 Year	5.34%	
	Last 3 Years	N.A.	
	Last 5 Years	N.A.	
	Since Launch of the scheme (10-Oct-2016)	5.34%	
	* Declared NAV; Returns calculated based on declared NAV		
	**Previous year figur not given as scheme launced in current financial year.		



**INDEPENDENT AUDITOR'S REPORT**

**TO**

**THE TRUSTEES,**

**NATIONAL PENSION SYSTEM TRUST (NPS Trust)**

***Report on Financial Statements***

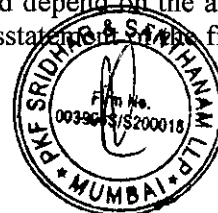
1. We have audited the accompanying financial statements of Scheme 13: NPS Trust A/c – LIC Pension Fund Scheme A Tier II under the National Pension System Trust (NPS Trust) managed by LIC Pension Fund Ltd. (PFM) [in terms of clause 3 of PFRDA (preparation of Financial Statements) Guidelines 2012] which comprises of the Balance sheet as at March 31, 2017 and the Revenue account for the year then ended, and a summary of significant accounting policies and other explanatory information.

***Management's Responsibility for the Financial Statements***

2. The Board of Directors of the PFM, in accordance with the applicable Pension Fund Regulatory and Development Authority (PFRDA) Guidelines and the Investment Management Agreement (IMA) with the National Pension System trust (NPS Trust) is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Scheme in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Companies Act, 2013 read with the Rule 7 of the Companies (Accounts) Rule 2014, to the extent made applicable by PFRDA to Scheme. This responsibility also includes maintenance of records in accordance with PFRDA guidelines for safeguarding of the assets of the Company and preventing frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. These financial statements are also approved by the NPS Trust on the recommendation of the Board of Directors of the PFM.

***Auditor's Responsibility***

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement in the financial



statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the PFM's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by PFM, as well as evaluating the overall presentation of the financial statements.

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

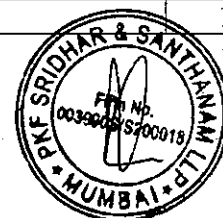
### **Opinion**

6. In our opinion and to the best of our information and according to the explanations given to us the financial statements give the information required by the PFRDA (Preparation of Financial Statements and Auditor's Report of schemes under National Pension System) Guidelines 2012, and give a true and fair view in conformity with the accounting principles generally accepted in India:
  - i) in the case of the Balance Sheet, of the state of affairs of the Scheme as at March 31, 2017;
  - ii) in the case of the Revenue Account, of the surplus of the Scheme for the period ended on that date; and

### **Emphasis of Matter**

7. As explained in Note No. 7I giving background of the Scheme regarding unbundled architecture, the PFM receives consolidated funds and does not have access to the individual subscribers' data. However, based on the individual subscribers' data and break-up of balance in bank accounts provided to us by the CRA, without modifying our opinion, we invite attention to the following:
  - a) Rs. 600/- is lying with Trustee Bank as on 31<sup>st</sup> March, 2017 (Previous Year: Nil) the units in respect of which have been allotted in the next financial year on receipt of funds by the PFM. This does not have any impact on the surplus for the period; though the subscription received pending allotments as well as balances with bank are understated by the said amount.
  - b) As informed by CRA, Rs 93,93,380 pertaining to all PFMs & all schemes and cannot be identified PFM wise or scheme wise, is lying with the Trustee Bank on account of the following:

Particulars	(Rs)
Amount pertaining to subscriber/nodal office for the withdrawals executed/erroneous requests processed by either by CRA/ Nodal Offices (Part of the amount is yet to be transferred to the beneficiary ex: transaction with multiple nominees)	48,80,246
Amount received from Bank of India (these funds have been received from Bank of India, erstwhile Trustee Bank, and it is not yet reconciled)	36,910
Surplus for PFRDA instructions	16,172



Amount received from ASPs (The cases wherein the funds were sent to ASPs and subsequently, the subscriber has cancelled the Annuity as the subscriber during the free look period.)	44,59,705
Pay-in residual	347
<b>Total</b>	<b>93,93,380</b>

Above amounts do not have any impact on the surplus for the year.

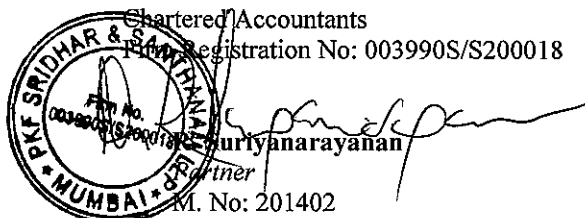
### ***Report on Other Legal and Regulatory Requirements***

8. As required by the PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012, as amended we report that:
  - a) We have obtained all information and explanations which to the best of our knowledge and belief were necessary for the purpose of the audit,
  - b) The Balance Sheet and Revenue account of the Scheme are in agreement with the books of account of the Scheme,
  - c) In our opinion, proper books of account of the scheme, as required by the PFRDA has been maintained by the PFM so far as appears from our examination of those books.
  - d) All transactions expenses in excess of the limits contractually agreed to/approved by the Authority are borne by the Pension Fund (if any) and are not charged to the NAV of the Scheme
  - e) In our opinion the Balance Sheet and Revenue account of the Scheme dealt with by this report comply with the Accounting Standards notified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rule, 2014 to the extent made applicable by PFRDA
9. We further certify that
  - a) Investments has been valued in accordance with the guidelines issued by the Authority.
  - b) Transaction and claims/fee raised by different entities are in accordance with the prescribed fees

**For PKF SRIDHAR & SANTHANAM LLP**

Chartered Accountants

Registration No: 003990S/S200018



Mumbai:

13th July, 2017

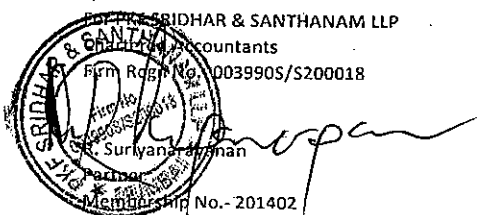
NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - A TIER II

BALANCE SHEET AS AT MARCH 31, 2017

	Schedules	As at March 31, 2017 ₹	As at March 31, 2016 ₹
<b>Liabilities</b>			
Unit Capital	1	53,538	-
Reserves and Surplus	2	681	-
Current Liabilities and Provisions	3	152	-
<b>Total</b>		<b>54,371</b>	<b>-</b>
<b>Assets</b>			
Investments	4	42,838	-
Deposits	5	-	-
Other Current Assets	6	11,533	-
<b>Total</b>		<b>54,371</b>	<b>-</b>
(a) Net assets as per Balance Sheet		54,219	
(b) Number of Units outstanding		5,354	
Significant Accounting Policies and Notes to Accounts	7		

This is the Balance Sheet referred to in our report of even date.



Date: 13<sup>th</sup> July, 2017  
Place: Mumbai

For LIC Pension Fund Ltd

*[Signature]*  
MD & CEO

*[Signature]*  
Director



Date:  
Place: Mumbai

For and on Behalf of NPS Trust

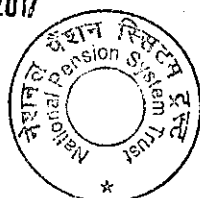
*[Signature]*

Shallesh V. Haribhakti  
(Chairman, NPS Trust Board)

*[Signature]*

Kamal Chaudhry  
(Chief Executive Officer)

Date: 13 JUL 2017  
Place: Mumbai





NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - A TIER II

REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2017

Particulars	Year ended March 31, 2017 ₹	Year ended March 31, 2016 ₹
<b>Income</b>		
Dividend	-	-
Interest	-	-
Profit on sale/redemption of investments	-	-
Profit on inter-scheme transfer/sale of investments	-	-
Unrealized gain on appreciation in investments	338	-
Other income	-	-
- Miscellaneous Income	-	-
<b>Total</b>	<b>338</b>	<b>-</b>
<b>Expenses and Losses</b>		
Unrealized losses in value of investments	-	-
Loss on sale/redemption of investments	-	-
Loss on inter-scheme transfer/sale of investments	-	-
Management fees (including service Tax)	1	-
NPS Trust fees	1	-
Custodian fees	-	-
CRA Fees	10	-
Less: Amount recoverable on sale of units on account of CRA Charges	(10)	-
Trustee Bank's fees	-	-
Depository and settlement charges	-	-
Provision for Non-performing assets	-	-
Other Expenses, if any	-	-
<b>Total</b>	<b>2</b>	<b>-</b>
<b>Surplus/(Deficit) for the year</b>	<b>336</b>	<b>-</b>
Less: Amount transferred to Unrealised appreciation account	338	-
Less: Amount transferred to General Reserve	(2)	-
<b>Amount carried forward to Balance Sheet</b>	<b>-</b>	<b>-</b>

Significant Accounting Policies and Notes to Accounts

7

This is the Revenue Account referred to in our report of even date.

For LIC Pension Fund Ltd

CHITRA BHAR & SANTHANAM LLP  
Chartered Accountants  
Suriyanarayana  
Membership No.- 201402

MD & CEO

Director



Date: 13th July 2017  
Place: Mumbai

Date:  
Place: Mumbai

For and on Behalf of NPS Trust

Shailesh V. Haribhakti  
(Chairman, NPS Trust Board)

Kamal Chaudhry  
(Chief Executive Officer)

Date:  
Place: Mumbai



NATIONAL PENSION SYSTEM TRUST

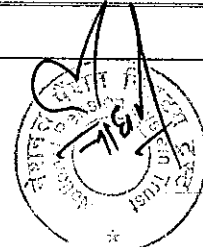
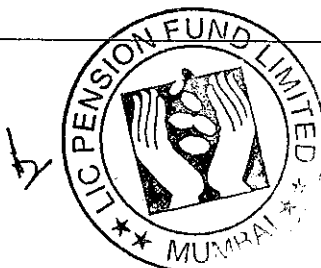
NPS TRUST - A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME - A TIER II

NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2017

Schedule 1	As at March 31, 2017	As at March 31, 2016
	₹	₹
Unit Capital		
Initial Capital*		
Outstanding at the beginning of the year	-	-
Add :Units issued during the year	61,441	-
Less: Units redeemed during the year	7,903	-
Outstanding at the end of the year	53,538	-
(Face Value of Rs.10/- each unit, fully paid up)		
Outstanding units at the beginning of the year	-	-
Add :Units issued during the year	6,144	-
Less: Units redeemed during the year	790	-
Outstanding Units at the end of the year	5,354	-

Schedule 2	As at March 31, 2017	As at March 31, 2016
	₹	₹
Reserves and Surplus		
Unit Premium Reserve		
Opening Balance	-	-
Add: Premium on Units issued	412	-
Less: Premium on Units redeemed	67	-
Closing Balance	345	-
General Reserve		
Opening Balance	-	-
Add: Transfer from Revenue Account	(2)	-
Closing Balance	(2)	-
Unrealised Appreciation Account		
Opening Balance	-	-
Add: Transfer from Revenue Account	338	-
Closing Balance	338	-
Total	681	-

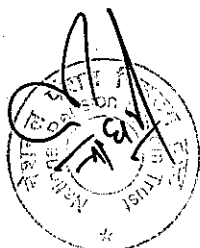
Schedule 3	As at March 31, 2017	As at March 31, 2016
	₹	₹
Current Liabilities and Provisions		
Current Liabilities		
Provision for interest overdue	-	-
Redemption Payable	150	-
TDS Payable	-	-
Sundry Creditors for expenses	2	-
	152	-



Schedule 4	As at March 31, 2017	As at March 31, 2016
	₹	₹
Investments (Long Term and Short Term)		
Equity Shares	-	-
Debentures and Bonds Listed/Awaiting Listing	-	-
Central and State Government Securities (including treasury bills)	-	-
Commercial Paper	-	-
Others - Mutual Fund Units	42,838	-
- Certificates of Deposit	-	-
Non Convertible Debentures classified as Non performing investment	-	-
Less: Provision on Non performing investment	-	-
<b>Total</b>	<b>42,838</b>	<b>-</b>

Schedule 5	As at March 31, 2017	As at March 31, 2016
	₹	₹
Deposits		
Deposits with Scheduled Banks	-	-
	-	-

Schedule 6	As at March 31, 2017	As at March 31, 2016
	₹	₹
Other Current Assets		
Outstanding and accrued Income	-	-
Balance with Trustee Bank	11,533	-
Contract for sale of investments	-	-
Tax Receivable	-	-
Brokerage receivable from LIC Pension Fund Ltd.	-	-
Redemption receivable on investments	-	-
	11,533	-



## National Pension System Trust

### SCHEME 13: NPS TRUST A/C LIC PENSION FUND LIMITED'S PENSION FUND SCHEME A TIER II

#### Background

The Central Government had introduced the National Pension System (NPS) with effect from January 1, 2004 (except for armed forces). Pension Fund Regulatory and Development Authority (PFRDA), the regulatory body for NPS, finalized the architecture and appointed NSDL and Karvy Computershare Private Limited as Central Recordkeeping Agencies (CRAs), other entities for National Pension System and appointed LIC Pension Fund Ltd (LICPFL) as one of the Fund manager for the Scheme.

LICPFL has entered into an Investment Management Agreement ('IMA') with NPS. The Pension Fund Regulatory and Development Authority ('PFRDA') guidelines require each PFM to manage subscribers' funds made available to it by the Trustee bank. However, the responsibility of maintaining individual subscriber's records is not with PFM and is managed by the CRA. The CRAs do not furnish any subscribers level data to the PFM and provide only consolidated subscribers data of cash inflow for units to be allotted and number of units to be redeemed to PFM. The PFM makes investments as per the requirements of IMA and the scheme wise flow of funds from CRAs.

The Pension Fund Regulatory and Development Authority (PFRDA) have introduced the A Tier II with effect from October 10, 2016.

#### Note 7: Significant Accounting Policies and Notes to Accounts

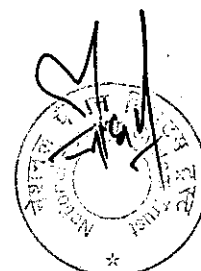
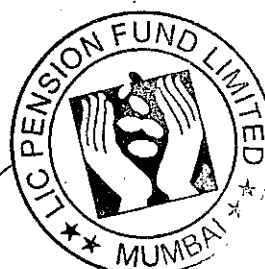
##### Significant Accounting Policies

###### A. Basis of accounting

The financial statements have been prepared to comply with the PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012, Accounting Standards notified under Section 133 of the Companies Act, 2013 to the extent made applicable by PFRDA (Preparation of financial statements and Auditor's report of Schemes under National Pension System) Guidelines – 2012 and generally accepted accounting principles. These financial statements have been prepared on an accrual basis.

###### B. Investments

- (i) Transactions for purchase or sale of Investments in Mutual Funds units are recognized as of the trade date.



- (ii) In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed.
- (iii) The cost of investments acquired or purchased includes applicable taxes and stamp charges but exclude brokerage and other transactional charges.

**C. Investment Valuation**

Investments in mutual fund schemes are valued based on the latest available/previous day's net asset value from AMFI website.

**D. Income Recognition:**

In respect of all interest-bearing investments, income is accrued on a daily basis. Interest paid for the period from the last interest date up to the date of purchase is not treated as a cost of purchase but debited to Interest Recoverable Account. Similarly interest received at the time of sale for the period from the last interest date up to the date of sale is not treated as an addition to sale value but is credited to Interest Recoverable Account.

**E. Expenses**

All allowable expenses and incomes accrued up to the valuation date are considered for computation of Net asset value. Major Major expenses like Investment Management Fees and NPS Trust Fees are accrued on a daily basis.

**F. Taxes**

All taxes which are leviable and actually paid are charged to the NAV of the Fund and are borne by the Subscriber. Any subsequent refund on this account, if any, is added to the scheme/fund as income.

**G. Unit Capital and Unit Premium Reserve**

Unit Capital is tallied with CRA records on daily basis. Difference between the issue/redemption price and face value of the units is credited / debited to unit premium reserve.

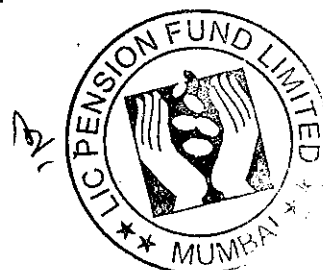
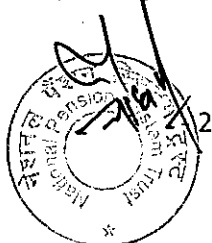
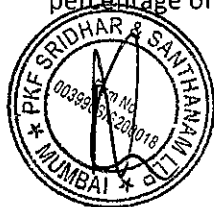
**H. Computation of the Net Asset Value (NAV):**

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

- I. As per the unbundled architecture of National Pension Scheme, unit allocations and redemptions are accounted by PFM on the basis of consolidated data received from the Central Record Keeping Agency.

**J. Investment Management Fees:**

As per the terms of the Investment Management Agreement entered between National Pension System Trust and LIC Pension Fund Limited management fees is calculated as a percentage of schemes daily closing net asset value.



## Notes to Accounts

### I. Investment in Group Company and Associates:

Particulars	March 31, 2017	March 31, 2016
Name of the Group Company/Associate	LIC Housing Finance Ltd.	LIC Housing Finance Ltd.
Amount Invested by the scheme (Rs.)	NIL	NIL
Aggregate investment by all scheme (Rs.)	6,23,92,46,100	5,98,55,92,409

### II. Details of Custodian Fees paid or payable to Stock Holding Corporation of India Limited (A Company in which sponsor of LIC Pension Fund Limited has substantial interest)

Particulars	March 31, 2017	March 31, 2016
Name of Sponsor of LIC PFL	LIC of India	LIC of India
Name of the company in which sponsor has substantial interest	Stock Holding Corporation of India Ltd.	Stock Holding Corporation of India Ltd.
No of shares held	31,50,000	31,50,000
% of Share Holding	14.97 %	14.97 %
Amount Paid/ Payable (Rs.)	NIL	NIL

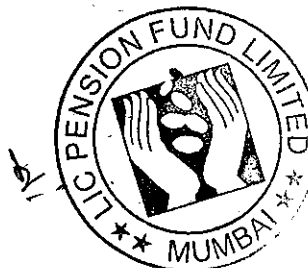
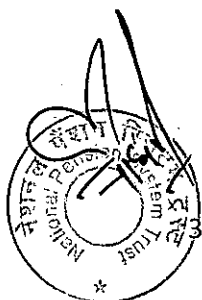
### III. Purchase/Sale of Investments: The aggregate value of purchase and sales of investments during the year expressed as a percentage of average daily net assets are as under:

Particulars	March 31, 2017	March 31, 2016
Aggregate Value of purchase (except liquid funds) (Rs.)	NIL	NA
%	NIL	NA

Particulars	March 31, 2017	March 31, 2016
Aggregate Value of sales (except liquid funds) (Rs.)	NIL	NA
%	NIL	NA

### IV. Contingent Liability as on 31<sup>st</sup> March, 2017 is NIL. ( Previous Year – NA).

### V. Figures have been rounded off to the nearest rupee. Previous year figures have been regrouped and rearranged, wherever necessary.

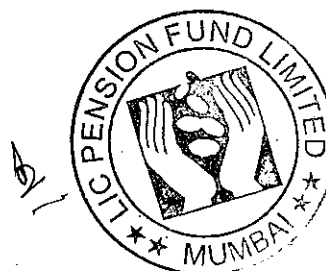
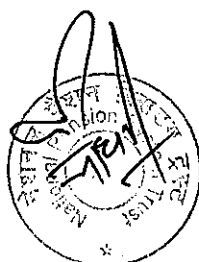


**Scheme 13 : NPS TRUST A/C LIC PENSION FUND**  
**SCHEME A TIER -II**

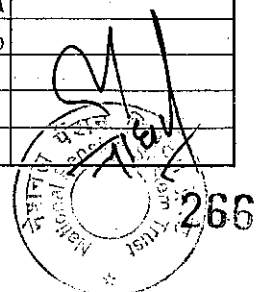
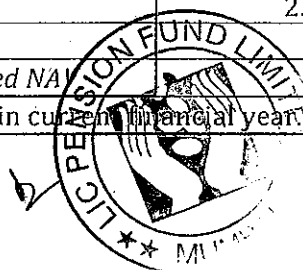
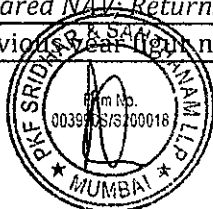
**Schedule Annexed to and forming part of Financial Statements as on 31.03.2017**

**A Mutual Fund :**

Sr No.	Security Name	Units	Book Cost (Rs.)	Market Value (Rs.)
1	LIC NOMURA MF LIQUID FUND DIRECT GROWTH	14.5301	42,500	42,838
	<b>Total</b>		<b>42,500</b>	<b>42,838</b>



Key Statistics			
LIC Pension Fund Limited			
Name of the Scheme: A Tier II			
S. No.	Particulars	As at March 31, 2017	As at March 31, 2016**
1	NAV Per Unit (Rs.)*		
	Open (10-10-2016)	10.0000	
	High	10.1274	
	Low	10.0000	
	End	10.1274	
2	Closing Assets Under Management ( Rs. In Lakhs)		
	End	0.54	
	Average (AAUM)	0.14	
3	Gross income as % of AAUM	0.00	
4	Expense Ratio		
a	Total Expense as % of AAUM (Scheme wise)	0.01	
b	Management Fee as % of AAUM (Scheme Wise)	0.01	
5	Net Income as a percentage of AAUM	-0.01	
6	Portfolio turnover ratio		
7	Returns (%)* Annualised Yield		
	a. Last One Year		
	Benchmark	N.A.	N.A.
	b. Since inception		
	Benchmark	N.A.	N.A.
	c. Compounded annualised yield (%)		
	Last 1 Year	2.71%	
	Last 3 Years	N.A.	
	Last 5 Years	N.A.	
	Since Launch of the scheme (10-Oct-2016)	2.71%	
* Declared NAV- Returns calculated based on declared NAV			
**Previous year figure not given as scheme launched in current financial year			







June 15, 2017

S&P/CER/2017-18/1235/066

To,  
National Pension System Trust (NPS Trust):

This certificate is issued in accordance with the terms of our agreement with **LIC Pension Fund Limited**, having registered address at Yogakshema, Jeevan Bima Marg, Mumbai - 400021, vide Email dated June 8, 2017 for the circular No PFRDA/2017/17/PF/1 dated April 24, 2017 on Voting Policy on Assets held by NPS Trust.

### **Management's Responsibility**

The Company's Management is responsible for ensuring that the company complies with the requirements of the National Pension System Trust (NPS Trust).

The Company's Management is responsible to ensure that the voting rights are exercised in accordance with the procedure prescribed in the aforesaid circular. The Company's Management is responsible to ensure that the periodic report as specified in the aforesaid circular are duly placed before its Board of Directors and submitted to the NPS Trust.

### **Our Responsibility**

We conducted our examination of the Statement in accordance with the Guidance Note on Reports or Certificates for Special Purposes issued by the Institute of Chartered Accountants of India. The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the Institute of Chartered Accountants of India.

Our responsibility to certify whether the Company has complied with the procedure for exercising the voting rights and submission of periodic report as prescribed in the aforesaid Circular.

### **Opinion**

Based on our sample verification/examination, as above, and the information and explanations given by the management of **LIC Pension Fund Limited** (The "Company"), we hereby certify:

1. Reports on proxy voting for the quarter ending June 30, 2016, September 30, 2016, December 31, 2016 & March 31, 2017 and the e-voting disclosures uploaded on the Company's website with the mails of the discussions of the proxy voting committee and mail approval of the CIO & CEO of the company of the collative decision of the other pension funds.

2. Company has complied with the procedure for exercising the voting rights for the financial year 2016-17, as required under the circular to the NPS Trust.

**Restriction on Use**

This certificate has been issued at the request of the Company, for submission to National Pension System Trust (NPS Trust). Our certificate should not to be used for any other purpose or by any person other than the addressees of this certificate. Accordingly, we do not accept or assume any liability or duty of care for any other purpose or to any other person to whom this certificate is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

For **SARDA & PAREEK**  
**Chartered Accountants**  
**FRN No. 109262W**



Giriraj Soni  
Partner  
Membership No. 109738  
Mumbai

